NAPA COUNTY BOARD OF SUPERVISORS
Board Agenda Letter

TO: Board of Supervisors

FROM: Jon Gjestvang for Ben Wilson - Chief Information Officer
Information Technology Services

REPORT BY: Gail Vandeburgt, Staff Services Analyst I, 707-259-8666

SUBJECT: Oracle USA, Inc. Software Maintenance Renewal

RECOMMENDATION

Chief Information Officer requests a waiver of competitive bidding requirements and sole source award for the purchase of annual software maintenance from Oracle USA, Inc. of Palatine, Illinois, for the total of $276,333 pursuant to County Ordinance Code 2.36.090.

EXECUTIVE SUMMARY

Oracle's (formerly PeopleSoft) Financial and Human Resource applications are currently used throughout the County to provide automated financial and human resource operations. Software maintenance for these applications is required to ensure proper performance of this suite of applications. The purchase of annual software maintenance totals $276,333 through June 30, 2007. Oracle software applications are proprietary; and therefore it is not feasible to solicit competitive quotes for the required software maintenance. When it is not feasible to solicit competitive quotations for the purchase of individual items in excess of $10,000, County Code requires Board approval for a waiver of competitive bidding requirements and approval of a sole source award.

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Information Technology Services
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	This action will allow for continued software maintenance.
Is the general fund affected?	Yes

Future fiscal impact: Future year maintenance costs will be budgeted in Information Technology
                                 Services and built into the Technology Cost Allocation Plan.

Consequences if not approved: It would not be possible to maintain these software applications.

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of
Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

Oracle's (formerly PeopleSoft) Financial and Human Resource applications are currently used throughout the
County to provide automated financial and human resource operations. Software maintenance for these
applications is required to ensure proper performance of this suite of applications. Items 1 through 7 below, which
include Internet access, are required components that work in conjunction with one another to provide a
comprehensive system.

Costs for Oracle software maintenance and telephone support for Fiscal Year 2006-2007 total $276,333 and
are detailed below:

1. PeopleSoft Financials at $116,778
2. PeopleSoft Human Resources at $63,079
3. PeopleSoft e-Applications at $19,601
4. PeopleSoft EEL (Extended Enterprise) at $14,556
5. PeopleSoft HRMS Portal Pack at $3,017
6. PeopleSoft Merant - Net Express at $4,622
7. PeopleSoft Projects plus at $54,680

These software applications are proprietary, and therefore it is not feasible to solicit competitive quotes for the
required software maintenance. When it is not feasible to solicit competitive quotations for the purchase of
individual items in excess of $10,000, County Code, Section 2.36.090 requires Board approval for a waiver of
competitive bidding requirements and approval of a sole source award.

SUPPORTING DOCUMENTS

None

CEO Recommendation: Approve

Reviewed By: Karen Gratton