

**ORDINANCE No. 186002**

\*Amend contract with SAP Public Services, Inc. in the amount of \$532,704, not to exceed \$1,598,112, annually to continue software maintenance services for City enterprise business system through June 2016 (Ordinance; amend Contract No. 36718)

The City of Portland ordains:

Section 1. The Council finds:

1. In 2006, the City entered into Contract #36718 with SAP Public Services, Inc. for the implementation and development of the City's Enterprise Business System (EBS). The contract with SAP provided for a comprehensive enterprise integration solution and supports essential Citywide business functions such as Accounts Payable, Accounts Receivable, Treasury Management, Controlling, Fixed Assets, Financial Accounting, Funds Management, General Ledger, Grants Management, Materials Management/Purchasing, Project System, Sales and Distribution/Billing, Employee Self Service, Manager Self Service, Organizational Management, Personnel Administration, Payroll, Time Management as well as on-going maintenance.
2. The City has identified a need to have continuous maintenance and support for the EBS. Under the amended contract, SAP will provide software maintenance which includes such vital functions as providing updated data to comply with IRS rules for tax withholdings and remittances, maintaining compliance with employment laws and Government Accounting Standards Board (GASB) rule changes; program fixes; security fixes, improvements, and implementation of best practices derived from SAP's worldwide user base.
3. This Ordinance authorizes an extension to Contract #36718 for up to an additional three years through June 30, 2016. The cost for the on-going maintenance is \$532,704 annually for a three year total cost of \$1,598,112.
4. Expenditures for this project shall be funded by EBS' existing budget appropriations, with no additional or new appropriations required, unless adjustments are part of the normal budgetary change and adjustment process, including any required Council approvals.

NOW, THEREFORE, The Council directs:

- a. The Chief Procurement Officer is authorized to execute amendments to contract #36718 with SAP Public Services, Inc. for additional maintenance support through June 2016, substantially in accordance with the amendment attached as Exhibit A.

Section 2. The Council declares that an emergency exists because a delay would interrupt the required 24x7 maintenance for the EBS in order to maintain the City's system. Therefore this ordinance shall be in full force and effect from and after its passage by the Council.

Passed by the Council: *S.000331* MAY 01 2013

**LAVONNE GRIFFIN-VALADE**

Auditor of the City of Portland

By



Deputy

Mayor Charlie Hales  
Prepared by: Satish Nath  
Prepared date: April 4, 2013

Agenda No. **ORDINANCE NO. 186002**  
Title

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<p><b>INTRODUCED BY</b> Commissioner/Auditor: <i>Mayor Hales</i></p>	<p>CLERK USE: DATE FILED <u>APR 26 2013</u></p>
<p><b>COMMISSIONER APPROVAL</b> <i>[Signature]</i> Mayor—Finance and Administration - Hales</p> <p>Position 1/Utilities - Fritz</p> <p>Position 2/Works - Fish</p> <p>Position 3/Affairs - Saltzman</p> <p>Position 4/Safety - Novick</p>	<p>LaVonne Griffin-Valade Auditor of the City of Portland</p> <p>By: <u><i>[Signature]</i></u> Deputy</p> <p><b>ACTION TAKEN:</b></p>
<p><b>BUREAU APPROVAL</b> Bureau: OMF <i>[Signature]</i> Bureau Head: CAO - Jack Graham</p>	
<p>Prepared by: Satish Nath Date Prepared: 4/5/2013</p>	
<p>Financial Impact &amp; Public Involvement Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/></p>	
<p>Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input type="checkbox"/> No <input checked="" type="checkbox"/></p>	
<p>Council Meeting Date <b>May 1, 2013</b></p>	
<p><b>City Attorney Approval:</b> required for contract, code, easement, franchise, comp plan, charter <i>[Signature]</i></p>	

**AGENDA**

**TIME CERTAIN**   
Start time: \_\_\_\_\_

**Total amount of time needed:** \_\_\_\_\_  
(for presentation, testimony and discussion)

**CONSENT**

**REGULAR**   
**Total amount of time needed:** \_\_\_\_\_  
(for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	✓	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Novick	4. Novick	✓	
Hales	Hales	✓	