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ORDINANCE No.

*Authorize a contract with SAP Public Services, Inc. in the amount of \$3,484,100. to provide ongoing licenses and maintenance services for the City's enterprise business system. (Ordinance)

The City of Portland ordains:

Section 1. The Council finds:

1. The Enterprise Business Solution (EBS) Division of the Office of Management and Finance is responsible for the management of SAP, the City's enterprise business system.
2. In 2006, the City entered into Contract #36718 with SAP Public Services, Inc. for the licensing and maintenance of SAP. The contract with SAP provided for a comprehensive enterprise integration solution and supports essential Citywide business functions such as Accounts Payable, Accounts Receivable, Public Sector Collections and Disbursements, 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, Learning Management Solution, Payroll, Time Management as well as ongoing maintenance.
3. City Charter limits the total term of such contracts to ten years. In accordance with City Code 5.33.220(D)(12), the City may directly enter into a contract for information technology software maintenance and licenses without a competitive solicitation when obtained from the City's current provider in order to use the pre-existing knowledge of the vendor regarding the specifics of the City's software system.
4. The City intends to continue the licensing and maintenance of SAP, and desires to carry the terms and conditions of Contract #36718 forward as a new Contract #30005309.
5. The cost of the ongoing license and maintenance is \$3,484,100.00 through June 22, 2021.
6. Expenditures for this project will be funded by EBS' rates to City bureaus, which is a continuation of the practice in place for the current contract with SAP Public Services, Inc.
7. The EBS Division's confidence level in the estimated cost is optimum.

NOW, THEREFORE, the Council directs:

- a. The Chief Procurement Officer is authorized to execute a contract with SAP Public Services, Inc. for ongoing software licenses and associated maintenance through June 2021, in an amount of \$3,484,100.00, provided such contract has been approved as to form by the City Attorney's Office.

Section 2. The Council declares that an emergency exists because a delay would interrupt the required 24x7 maintenance for SAP 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.

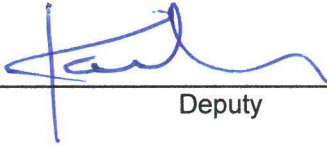
Passed by the Council: JUL 27 2016

Mayor Charlie Hales
Prepared by: Satish Nath
Date Prepared: July 12, 2016

Mary Hull Caballero
Auditor of the City of Portland
By *Gayle Jennings*
Deputy

Agenda No. **187909**
ORDINANCE NO.
 Title

*Authorize a contract with SAP Public Services, Inc. in the amount of \$3,484,100.00 to provide ongoing licenses and maintenance services for the City's enterprise business system. (Ordinance)

<p>INTRODUCED BY Commissioner/Auditor: Mayor Hales</p>	<p>CLERK USE: DATE FILED <u>JUL 19 2016</u></p>
<p>COMMISSIONER APPROVAL</p> <p>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>Mary Hull Caballero Auditor of the City of Portland</p> <p>By:  Deputy</p>
<p>BUREAU APPROVAL</p> <p>Bureau: Office of Management and Finance OMF CAO: Fred Miller EBS Manager: Satish Nath</p> <p><i>Fred Miller</i></p>	<p>ACTION TAKEN:</p>
<p>Prepared by: Satish Nath Date Prepared: July 11, 2016</p>	
<p>Impact Statement</p> <p>Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/></p>	
<p>City Auditor Office Approval: required for Code Ordinances</p>	
<p>City Attorney Approval: Required for contract, code, easement, franchise, charter, Comp Plan</p> <p><i>[Signature]</i></p>	
<p>Council Meeting Date July 27, 2016</p>	

AGENDA
<p>TIME CERTAIN <input type="checkbox"/></p> <p>Start time: _____</p> <p>Total amount of time needed: _____ (for presentation, testimony and discussion)</p>
<p>CONSENT <input checked="" type="checkbox"/> <i>Pulled</i></p>
<p>REGULAR <input type="checkbox"/></p> <p>Total amount of time needed: _____ (for presentation, testimony and discussion)</p>

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	<u> </u>	