



Lake Havasu City

Lake Havasu City
Council Chambers
92 Acoma Boulevard South
Lake Havasu City, Arizona
86403
www.lhcaz.gov

Legislation Details (With Text)

File #: ID 18-1611 **Version:** 1 **Name:**

Type: Action Item **Status:** Agenda Ready

File created: 4/18/2018 **In control:** City Council

On agenda: 5/22/2018 **Final action:**

Title: Approve Amendment to the Services Agreement with CherryRoad Technologies Inc. for the Purchase, Implementation and Support of additional Modules for the Oracle Fusion Enterprise Resource Planning (ERP) System (Rob Sweeney)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Amendment to CherryRoad Technologies, Inc. Services Contract

Date	Ver.	Action By	Action	Result
5/22/2018	1	City Council	Approved	Pass

COUNCIL COMMUNICATION

TO: Honorable Mayor and Council

FROM: Rob Sweeney, Interim Administrative Services Director

SUBJECT:

Approve Amendment to the Services Agreement with CherryRoad Technologies Inc. for the Purchase, Implementation and Support of additional Modules for the Oracle Fusion Enterprise Resource Planning (ERP) System (*Rob Sweeney*)

FUNDING SOURCE:

Various Departments

PURPOSE:

Amend the Services Agreement with CherryRoad Technologies Inc. for the purchase, implementation and support of additional modules (Projects & Contracts and Benefits, Health & Safety and Discipline & Grievances) for the Oracle Fusion ERP system.

BACKGROUND:

The City currently has a Services Agreement with CherryRoad Technologies Inc. for an ERP system to replace the current Sungard HTE system. Implementation of the ERP system is currently underway and will go live

January 1, 2019. This request is to purchase the Health & Safety module and to implement the Benefits, Discipline & Grievances and Projects & Contracts modules.

The cost to purchase and implement Benefits, Health & Safety and Discipline & Grievances is \$275,000. The City already purchased the Projects & Contracts software module as part of the original contract, with an expectation to implement in a second phase. City Staff now desires to implement all applications during the initial phase of the project. The City can avoid \$145,560 in implementation costs by implementing all modules in the first phase. The incremental cost to implement the Projects & Contracts module totals \$154,440.

In summary;

Benefits	\$183,178	
Health & Safety	\$ 54,356	
Discipline & Grievances	<u>\$ 37,466</u>	
Sub Total		\$275,000
Contract & Projects		\$154,440
Total		\$429,440

COMMUNITY IMPACT:

Improved ERP services will allow the City to continue to improve automation, simplify processes and provide more timely and complete financial reporting.

FISCAL IMPACT:

Funds are available in Fiscal Year 2017-18 and are budgeted for in Fiscal Year 2018-19 Project No. IT1502 using General, Irrigation and Drainage District and Wastewater Funds.

ATTACHMENTS:

Amendment to CherryRoad Technologies Inc. Services Agreement

SUGGESTED MOTION:

I move to approve the Amendment to the Services Agreement between Lake Havasu City and CherryRoad Technologies Inc.