

CITY OF OAKLAND

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OFFICE OF THE CITY CLERK
OAKLAND

2017 AUG 29 PM 2:52

AGENDA REPORT

TO: Sabrina B. Landreth
City Administrator

FROM: Andrew C. Peterson, Jr.
Chief Information Officer

SUBJECT: Oracle R12 Project Appropriation

DATE: August 21, 2017

City Administrator Approval

Date:

8/28/17

RECOMMENDATION

Staff Recommends That City Council Adopt A Resolution Authorizing The City Administrator Or Designee To Appropriate \$2.2 Million From The City's Development Services Fund (2415) Balance To Fund the Oracle R12 Reimplementation Project.

EXECUTIVE SUMMARY

The Information Technology Department ("ITD") is currently leading the effort of modernizing the City's aging technology infrastructure. As part of the initiative, ITD is in the process of completing Phase II of the City's Oracle system reimplementation from 11i to R12 ("Oracle R12 Reimplementation Project").

City Council approval of this resolution will fund \$2.2 million of the Oracle R12 Reimplementation Project via Fund 2415 as ITD moves to complete Phase II of the project. The current project budget is \$15 million, which includes this appropriation of \$2.2 million.

BACKGROUND/LEGISLATIVE HISTORY

In October 2015, Council approved Resolution No. 85825 C.M.S., which approved the \$17 million IBM financing. Almost \$9 million of that financing, along with other identified monies, were earmarked to fully fund the re-implementation of the City's Oracle systems from the outdated 11i version to the modern R12 version.

In March 2017, Council approved Resolution No. 86646 C.M.S., which approved additional professional services and hardware/software purchases to support a number of IT related projects including the Oracle R12 Reimplementation Project.

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While both resolutions were approved by Council, the resolutions lacked the specific technical language to properly appropriate the \$2.2 million from the Development Services Fund (2415), which was one of the intended sources of funding for the Oracle R12 Reimplementation Project.

ANALYSIS AND POLICY ALTERNATIVES

The work towards realizing the Phase II goals of the Oracle R12 Reimplementation Project is currently in progress. At the heart of Phase II is the implementation of Oracle WebCenter, which once fully deployed, will enable significant enhancements to the City's content management processes. It will enable documents in the Planning and Building Department, for example, to be centrally managed in one location and shared across multiple applications, as necessary.

Given that the Oracle R12 Reimplementation Project is well underway, the sources of funding must be in place in order for staff to complete the project. Therefore, the \$2.2 million in Fund 2415 must be properly appropriated to make the funding for this project whole.

FISCAL IMPACT

The appropriation of \$2.2 million from the Development Services Fund (2415) would result in a decrease in the fund balance. The available (unaudited) fund balance as of June 30, 2017 is \$6.5 million.

PUBLIC OUTREACH/INTEREST

This item did not require any additional public outreach other than the required posting on the City's website.

COORDINATION

This report was developed in consultation with staff in the Planning and Building Department, the Office of the City Attorney, and the Finance Department.

SUSTAINABLE OPPORTUNITIES

Economic: There are no economic opportunities associated with this report.

Environmental: There are no environmental opportunities associated with this report.

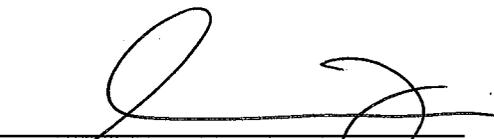
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ACTION REQUESTED OF THE CITY COUNCIL

Staff recommends that the City Council adopt a resolution authorizing the City Administrator or designee to appropriate \$2.2 million from the City's Development Services Fund (2415) Balance to fund the Oracle R12 Reimplementation Project.

For questions regarding this report, please contact Janet Salisbury, Project Manager, at (510) 238-6545 or at jsalisbury@oaklandnet.com.

Respectfully submitted,

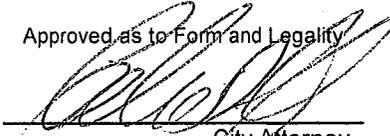


ANDREW PETERSON, JR.
Chief Information Officer
Information Technology Department

Prepared by:

JANET SALISBURY
Project Manager II (IT Finance & Contracts)
Information Technology Department

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City Attorney

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OAKLAND CITY COUNCIL

RESOLUTION NO. _____ C.M.S.

**RESOLUTION AUTHORIZING THE CITY ADMINISTRATOR OR
DESIGNEE TO APPROPRIATE \$2.2 MILLION FROM THE CITY'S
DEVELOPMENT SERVICES FUND (2415) BALANCE TO FUND THE
ORACLE R12 REIMPLEMENTATION PROJECT**

WHEREAS, the City's information technology infrastructure is the underlying foundation that ties multiple departments and agencies together and that provides mission-critical tools to the City workforce; and

WHEREAS, the City has completed Phase I of the Oracle R12 Reimplementation Project in December 2016 and Phase II of the Oracle Project is currently underway; and

WHEREAS, the City Council authorized the Oracle R12 Reimplementation Project in prior resolutions (No. 85825 C.M.S. and No. 86646 C.M.S.); and

WHEREAS, funds were not properly appropriated in the above resolutions; and now, therefore be it

RESOLVED, that the City Council finds and determines the forgoing recitals to be true and correct and hereby adopts and incorporates them into this Resolution; and be it

FURTHER RESOLVED, that the City Council authorizes the City Administrator or designee to appropriate \$2.2 million from fund balance (Fund 2415) to fund costs related to the Oracle R12 Reimplementation Project.

IN COUNCIL, OAKLAND, CALIFORNIA, _____, 2017

PASSED BY THE FOLLOWING VOTE:

AYES - BROOKS, CAMPBELL WASHINGTON, GALLO, GIBSON MCELHANEY, GUILLEN, KALB, KAPLAN, AND PRESIDENT REID

NOES -

ABSENT -

ABSTENTION -

ATTEST: _____

LaTonda Simmons
City Clerk and Clerk of the Council
of the City of Oakland, California