

27032

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508
County of Cook and State of Illinois

ORACLE, INC.
OFFICE OF INFORMATION TECHNOLOGY
DISTRICT OFFICE

THE CHANCELLOR

REPORTS

that in Board Report 20903, dated October 1, 1998, the Board approved a software license agreement with PeopleSoft Inc. for the Human Resource, Financial, and Student Administration systems that provides technical functionality and data record keeping to meet the district's educational mission and reporting requirements to state and federal agencies; and

that in Board Report 24082, dated November 6, 2003, the Board approved a software agreement with PeopleSoft Inc. for the Contributor Relations, Campus Directory Interface and Portal software; and

that in 2005, City Colleges was notified that PeopleSoft and Oracle merged and officially Oracle Corporation launched the combined company on Tuesday, January 18, 2005 and has been supporting the software since then and that all future products will be released by Oracle; and

that Oracle has announced that at a certain point in time, future releases of the PeopleSoft applications will be built using Oracle's fusion middleware technology; and

that as part of the OIT's planning process, it will require the district to review the impact of this change in technology for the PeopleSoft applications and develop a new technical strategy for future upgrades and enhancements customizations of the PeopleSoft applications; and

that in order to meet the business needs of the district, certain modules of the PeopleSoft Student Administration system were highly customized and that as the district brings in additional new functionality to the PeopleSoft applications, it is necessary that certain features, table configurations and/or customization be reviewed or designed by Oracle consultants to leverage future fusion technology; and

that Oracle, Inc. as the original developer of the software has the expertise and staff to assist OIT on a "as needed basis"; and

that when the initial base PeopleSoft Financial system was implemented in 2002, Office of Finance recommended to implement the Budget module at a later date; and

that this fall, the Office of Finance management team has evaluated the current budgeting tools and the Office of Finance has recommended that the PeopleSoft budget module be implemented immediately to aid in the preparation of the district and colleges FY07 budgets; and

that there is a need to conduct fit/gap sessions, define hardware requirements, install the software, develop interfaces to the finance system, implement the budget module, and provide other professional service delivery functions to meet the needs of the Office of

Finance to implement the budget module; and

that OIT staff has received a proposal from Oracle, Inc. to provide professional consulting services on a "as needed basis" with pre-established hourly rates to assist with Oracle fusion technology and the implementation of the PeopleSoft budget module for the period of November 7, 2005 through November 6, 2007 with a total cost not to exceed \$2,750,000.00 which includes expenses, and that this professional service agreement is exempt from competitive procurement; and

that there is a requirement to have CCC functional team members working on the budget module implementation and OIT staff members trained on fusion technology and Oracle, the developer of the software will provide the training at a cost not to exceed \$35,000.00 including expenses; and

that the expenditure for training on fusion technology at a cost of \$25,000.00 is funded through the Office of Information Technology FY06 Operational budget; and

that the Office of M/WBE Contract Compliance has reviewed the above referenced two agreements with Oracle, Inc. (formerly PeopleSoft) and has received a request for a waiver from compliance due to the services being provided are all provided by Oracle employees, therefore, the request is recommended to be approved.

THE CHANCELLOR

RECOMMENDS that the Board of Trustees approve the negotiation and execution of two agreements with Oracle, Inc. 1) for the period November 7, 2005 through November 6, 2007 for professional services relating to the PeopleSoft applications and Oracle's fusion technology and assist with the implementation of the budget module in a total amount not to exceed \$2,750,000.00 including expenses; and 2) an agreement with Oracle to provide training for CCC functional team members at a cost not to exceed \$22,000.00 and authorizes the Chairman of the Board to execute any documents pertaining to these professional services.

FINANCIAL	\$2,750,000.00	GOB Fund	92008 -0023001
	\$10,000.00	Educational Fund	00003 -0023001 OIT (for training)
	\$12,000.00	Educational Fund	00003-Office of Finance (for training)

Respectfully submitted,

Wayne D. Watson
Chancellor

November 3, 2005 Office of Information Technology