

11/2/16

File No. 13-1255-S1

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE AND TRADE COMMITTEE REPORT relative to an amendment to the contract with CGI Technologies and Solutions Inc. (CGI) to increase the contract spending authority by \$934,840 to modify the Vendor Self-Service (VSS) module in the Financial Management System (FMS).

Recommendation for Council action:

AUTHORIZE the General Manager, Information Technology Agency (ITA), to execute Amendment No. 1 to Contract C-124658 with CGI to increase the contract spending authority by \$934,840 for a new contract limit of \$20,735,022, without a change to the contract term, to provide full automation of the commodities procurement process by configuring and expanding the VSS module in the FMS, subject to the approval of the City Attorney.

Fiscal Impact Statement: The ITA reports that approving the above recommendation will have no fiscal impact on the General Fund. The Department of General Services has identified savings of \$934,840 in its current budget to fund the configuration and expansion of the VSS module in FMS 2.0. The minimal modifications to Business Assistance Virtual Network to allow for seamless integration between the FMS 2.0 bid processing and the publications of the bid opportunities, estimated at \$10,000, will be funded by ITA.

Community Impact Statement: None submitted.

SUMMARY

At the meeting held on November 1, 2016, your Innovation, Grants, Technology, Commerce and Trade Committee considered a Information Technology Oversight Committee (ITOC) report relative to an amendment to the contract with CGI to increase the contract spending authority by \$934,840 to modify the VSS module in the FMS. The ITA reports that like most government entities, the City's procurement process has grown over decades due to increased purchasing, regulatory compliance, and City ordinances. This has resulted in a process that is almost unanimously perceived as lengthy, complex, and difficult for vendors, especially small businesses, to navigate. Pursuant to Council direction, the ITA has been working closely with the Office of the Mayor, Office of the Controller, Office of the City Attorney, Department of General Services, Public Works Bureau of Contract Administration, and City Administrative Officer to research and identify technologies/business process improvements that would substantially improve this situation. As a part of this research, the ITA, Department of General Services, and Controller's Office identified a near term improvement that should be incorporated into the existing FMS 2.0 Procurement project (Council file No. 13-1255). An opportunity for public comment was held. After a brief discussion, the Committee moved to approve the recommendation contained in the ITOC's report.

This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE

A handwritten signature in blue ink, appearing to read "B. Blumenfeld", is written over the printed name.

<u>MEMBER</u>	<u>VOTE</u>
BLUMENFIELD:	YES
BONIN:	ABSENT
KREKORIAN:	YES
BUSCAINO:	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-