



MEMORANDUM

OCMFA Agenda
Item No. MFA. A
1/16/2024

The City of OKLAHOMA CITY

TO: Chairman and Trustees of the Oklahoma City Municipal Facilities Authority

FROM: Craig Freeman, City Manager/General Manager, OCMFA

Resolution ratifying and approving Change Order Forms and Statements of Work under the Master Services Agreement for the upgrade of PeopleSoft to Oracle Fusion Base Cloud Service with Sierra-Cedar, Inc., PeopleSoft Financials and Supply Chain Management and Human Capital Management Application Management Service, totaling \$3,790,262; and authorizing an additional increase in the cost estimate for post-production implementation support and related application services, estimated cost increase of \$450,000 to a total of \$9,892,497.

Background:

On June 18, 2019 (Item No. MFA.A.), the Oklahoma City Municipal Facilities Authority (OCMFA) approved Master Services Agreement for computing and consulting services with Sierra-Cedar, Inc., and Statement of Work to provide Application Management Services (AMS) for PeopleSoft Financials and Supply Chain Management, Human Capital Management, and Enterprise Portal, estimated annual cost of \$340,000, June 18, 2019, through June 17, 2024.

On June 22, 2021 (Item No. MFA.D.), the OCMFA approved Statement of Work under the Master Services Agreement with Sierra-Cedar, Inc., Oracle Cloud Applications Implementation Project to implement Oracle Human Capital Management (HCM) Cloud Service, estimated cost of \$2,187,150. This project is the replacement of the PeopleSoft Human Resources enterprise system to Oracle HCM. Additional services and functionality for HCM platform were identified during implementation resulting in Change Orders and Statement of Works totaling \$1,613,684.

On July 5, 2022 (Item No. MFA.E), the OCMFA approved Statement of Work under the Master Services Agreement with Sierra-Cedar, Inc., Oracle Cloud Applications Implementation Project to implement Oracle Enterprise Resource Planning (ERP) Cloud Service and Oracle Enterprise Performance Management (EPM) Cloud Service, estimated cost \$3,465,085. This project is the replacement of the PeopleSoft Financials enterprise system to Oracle ERP/EPM.

The proposed change order will extend the implementation of the ERP Cloud Service that was originally scheduled for January 2024 to March 2024 at an estimated cost of \$2,176,578. This is a result of a greater complexity in converting projects and financial legacy data from multiple sources than originally anticipated that will require a higher level of solution architect Sierra-Cedar personnel. Additionally, there has been requested change in scope related to the state police pension system that is no longer providing monthly billing services that must be incorporated into the ERP system implementation. The full EPM implementation for fiscal year 2026 budget

development is anticipated for October 2024 with deployment of the five-year Capital Improvement Planning module of EPM being aligned with the ERP implementation in March of 2024.

Staff requests Council ratify and approve Change Order Forms and Statements of Work under the Master Services Agreement for the upgrade of PeopleSoft to Oracle Fusion Base Cloud Service with Sierra-Cedar, Inc., PeopleSoft Financials and Supply Chain Management and Human Capital Management Application Management Service, totaling \$3,790,262; and authorizing an additional increase in the cost estimate for post-production implementation support and related application services, estimated cost increase of \$450,000 to a total of \$9,892,497.

Estimated Cost:

\$2,187,150	Original Estimated Human Resources HCM system cost
\$3,465,085	Original Estimated Financial ERP/EPM system cost
\$3,790,262	Oracle Fusion (HCM/ERP/EPM) implementation services increase
<u>\$ 450,000</u>	Estimated Implementation Support and Application services increase
\$9,892,497	Total Estimated Cost

Source of Funds:

OCMFA Services – Information Technology – IT-ENT Finance Management Systems – Professional Services-Other (680-1512-2502001-52040046)

Review:

Information Technology Department

Recommendation: Resolution be adopted.