



# CITY OF MCKINNEY, TEXAS

## Legislation Text

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**File #:** 22-0765, **Version:** 1

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Consider/Discuss/Act on a Resolution Authorizing the City Manager to Execute a Change Order with Sierra-Cedar, LLC Dedicating Additional Time and Resources to the Enterprise Resource Planning Project

**COUNCIL GOAL:** Operation Excellence  
(2C: Identify opportunities for internal efficiencies and continuous improvement to foster and reinforce a higher performing organizational culture and 2E: Continuously provide a high level of customer service to our citizens.)

**MEETING DATE:** August 16, 2022

**DEPARTMENT:** Department of Information Technology

**CONTACT:** Sid Hudson, Chief Information Officer

**RECOMMENDED CITY COUNCIL ACTION:**

- Approval of the Resolution

**ITEM SUMMARY:**

- This resolution authorizes the City Manager to execute a change order with Sierra-Cedar, LLC (SCI) in the amount not to exceed \$1,767,844 and authorizes an additional \$100,000 in contingency for any necessary supplemental changes. Additionally, this change order increase allows for dedicating additional time and resources to the Enterprise Resource Planning project. This will allow for a high-quality system design and critical data conversion to the new Oracle Cloud ERP system.

**BACKGROUND INFORMATION:**

- The Oracle ERP Cloud Applications is inclusive of ERP (Financials, Procurement, and Projects/Grants) as well as HCM (Core HR, Time, Absence, Payroll, Performance) data objects for conversion from the NaviLine application to Oracle Cloud Applications. This project is allowing the City to move to a modernized Enterprise Resource Planning system that will take us many years into the future.

**FINANCIAL SUMMARY:**

- Change Order NTE amount is \$1,767,844.00
- Contingency Allowance of \$100,000 for any necessary supplemental agreements
- The total project budget for the ERP Implementation Project (IT1007) will increase from \$11,650,000 to \$15,650,000.

**BOARD OR COMMISSION RECOMMENDATION:**

- N/A

**SUPPORTING MATERIALS:**

Resolution  
Change Order