

SOUND TRANSIT

MOTION NO. M2000-14

**Contract Budget Reallocation for Financial Systems Development
and Applications Software
BACKGROUND AND COMMENTS**

Meeting:	Date:	Agenda Item:	Staff Contact:	Phone:
Finance Committee	2/17/00	Discussion/Possible Action	Hugh Simpson	206-398-5082

ACTION:

Approval of Motion No. M2000-14 would reallocate budget from the JD Edwards contract, approved through Motion No. M99-22, to the Moss Adams contract, approved through Motion No. M99-21, in the amount of \$182,225. The total amount approved for JD Edwards would be amended to decrease the amount from \$2,586,372 to \$2,404,147 and the total amount approved for Moss Adams would be amended to increase the amount from \$2,952,205 to \$3,134,430.

RELEVANT BOARD POLICIES AND PREVIOUS ACTIONS TAKEN:

- ◆ Adoption of Sound Move (May 31, 1996)
- ◆ Adoption of Resolution No. 78-1 (April 9, 1998)
- ◆ Adoption of Fiscal Year 1999 Budget (November 12, 1998)
- ◆ Adoption of Motion No. M99-21 (May 6, 1999)
- ◆ Adoption of Motion No. M99-22 (May 6, 1999)

BACKGROUND:

In May 1999, the Finance Committee passed Motions No. M99-21 and M99-22 that authorized executing contracts with Moss Adams and JD Edwards for Financial System Development and Support after competitive procurement processes were completed.

Within the JD Edwards contract the implementation budget line item was approved for \$1,094,774. Specifically, within this line item, the use a particular individual, considered an industry specialist was identified. In November of 1999, this individual changed from being an employee of JD Edwards to being an employee of Moss Adams. This individual is considered critical to our success over the next year has been committed by Moss Adams to work on the project 75% of the time. This amount of time equates to 985 hours or \$182,225 over the remainder of the two contracts.

Contract	Original Budget	Proposed Budget	Change
JD Edwards	2,586,372	2,404,147	(182,225)
Moss Adams	2,952,205	3,134,430	182,225
Total	5,538,577	5,538,577	-

KEY FEATURES:

- ◆ Moss Adams will provide support to Sound Transit that was originally in the JD Edwards scope of work for implementation in the amount of \$182,225.
- ◆ The total budget for the Financial System Development and support project remains the same.
- ◆ Key implementation consultant staff will be retained that is critical to the success of the project.

FUNDING:

Funding is provided in the Fiscal Year 2000 budget. This budget reallocation causes no change to the overall approved budget.

ALTERNATIVES:

- ◆ Request JD Edwards to supply another industry specialist. This would result in a schedule delay while this individual was brought up to speed.
- ◆ Access the contingency associated with the Moss Adams contract for this dollar amount. The budget for these services were included in the JD Edwards contract and should be appropriately transferred along with the scope of work.

CONSEQUENCES OF DELAY:

Delay in approving this reallocation will result in agency systems not being implemented in a timely fashion. Development of these systems is paramount to managing Sound Move and providing a level of confidence to the Federal Transit Administration, the Sound Transit Board and staff, Citizen Oversight Panel, and other interested parties. Current interim systems are not adequate to manage project growth and are increasingly at risk.

LEGAL REVIEW:

MBL 1/25/00

SOUND TRANSIT

MOTION NO. M2000-14

A motion of the Finance Committee of the Central Puget Sound Regional Transit Authority authorizing the Executive Director to amend the existing contracts with JD Edwards and Moss Adams for financial systems development and implementation in the amount of \$182,225. The total amount approved for JD Edwards would change from \$2,586,372 to \$2,404,147 and the total amount approved for Moss Adams would change from \$2,952,205 to \$3,134,430.

Background:

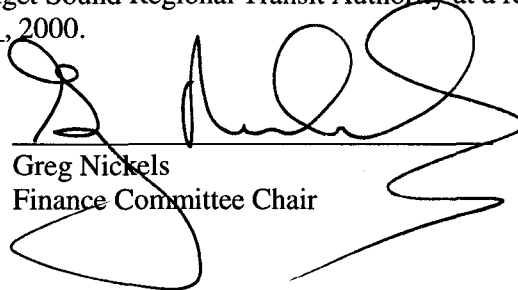
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Motion:

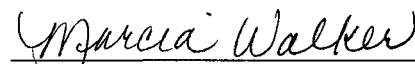
It is hereby moved by the Finance Committee of the Central Puget Sound Regional Transit Authority that the Executive Director is authorized amend existing contracts with JD Edwards for financial systems development and implementation. The total amount approved for JD Edwards will be \$2,404,147 and the total amount approved for Moss Adams will be \$3,134,430.

ADOPTED by the Finance Committee of the Central Puget Sound Regional Transit Authority at a regular meeting thereof on the 17 day of February, 2000.



Greg Nickels
Finance Committee Chair

ATTEST:



Marcia Walker
Board Administrator