Transit Authority of River City

MEMORANDUM

To: Ted Smith, Chair of TARC Board of Directors

From: Ozzy Gibson, Executive Director

Date: May 28, 2025

Re: Resolution 2025-19 Sole Source 20211525 Amendment 2 to Ellipse Annual Licensing Fees

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TARC's enterprise-wide resource planning system (Ellipse Software) was originally procured and awarded through a competitive bidding process in early 2000. The system was implemented in 2002 and later upgraded in 2018. The system has been in place for over twenty years.

In order to meet our asset management and state of good repair requirements, we believe it is important that we continue to use the system. However, TARC requires that licensing of Ellipse and any software system be provisioned annually with a year-to-year agreement.

In May 2021, we requested Hitachi Power Grid (formerly ABB) for a sole source quote for the continued licensing and support of the ERP system. Based on our request, Hitachi provided the following pricing for the upcoming five (5) years. The agreement with Hitachi was renewable annually through May 2026, and this is the last annual request for this agreement. The amount for the fifth year of this agreement is $168,292.

The Procurement Department performed a pricing analysis and an Independent Cost Estimate for the licensing fees and found that the price provided is fair and reasonable.

The Review Committee recommends the award of an agreement for Ellipse Software Licensing to Hitachi Power Grid.

At this time, we respectfully request the Board of Directors to authorize the Executive Director to enter into a licensing agreement with a term of one (1) year with Hitachi Power Grid for Ellipse ERP Software in the amount not to exceed $168,292.

Please call me at 561-5100 if you have any questions. Thank you.

Transit Authority of River City

RESOLUTION 2025-19
SOLE SOURCE AMENDMENT 2 TO ELLIPSE ANNUAL SOFTWARE LICENSING FEES

A Resolution authorizing the Executive Director to negotiate and enter into a contract term of one (1) year with a not to exceed amount of $168,292.

WHEREAS, TARC seeks an enterprise resource planning software firm to provide and assist TARC with its Financial and Operational resource software system needs; and,

WHEREAS, a sole source request for pricing received on June 25, 2024.

WHEREAS, TARC received a proposal from Hitachi and were deemed responsive,

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Transit Authority of River City that:

The Executive Director is hereby authorized to enter into a Term of one (1) year contract with Hitachi ABB Power Grid based upon Price Sheet herein for Ellipse Software and Licensing for a not-to-exceed amount of $168,292.

ADOPTED THIS 28th DAY OF May 2025

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Steve Miller, Chair of the Finance Committee