



Request for City Council Committee Action from the Department of BIS

Date March 20, 2006

To **Paul Ostrow, Chair, Ways and Means Committee**

Subject **Contract with SAS Institute**

Recommendation Authorize appropriate City officials to execute a non-standard \$50,000 contract with SAS Institute, Inc. to furnish the application, support and maintenance in 2006.

Prepared by Nancy Larkey, Contract Administrator, 673-5494

Submitted by Karl Kaiser _____, 673-3910
Chief Information Officer

Approved by Steven Bosacker _____
City Coordinator

Permanent Review Committee (PRC) Approval Pending

Policy Review Group (PRG) Not Applicable

Committee Presenter Karl Kaiser

Financial Impact: Increase the expense appropriation in 6400-880-8870 880F4532 by \$50,000 and increase revenue appropriation in 6400-880-8870-3455 by \$50,000 in 2006. This project is funded by the Finance Department.

Financial Impact (Check those that apply)

- No financial impact (If checked, go directly to Background/Supporting Information).
- Action requires an appropriation increase to the Capital Budget or Operating Budget.
- Action provides increased revenue for appropriation increase.
- Action requires use of contingency or reserves.
- Business Plan: Action is within the plan.
- Other financial impact (Explain):
- Request provided to department's finance contact prior to the Committee Coordinator.

Community Impact (use any categories that apply) – Not Applicable

Ways and Means Committee

Contract with SAS Institute

Background/Supporting Information Attached

BIS, in support of the Finance department, requests authority to enter into a one-year contract with SAS Institute, Inc. for its activity-based management application, support and maintenance.

SAS Activity-Based Management system has been used for rate models with success. It has demonstrated the flexibility and amplitude needed to serve the Finance Department in preparing rate models requiring different measurement methods. This application handles cost allocations effectively and efficiently.