

STAFF REPORT REGULAR MEETING

AGENDA DATE: January 03, 2023

DEPARTMENT: Information Technology

TITLE:

CentralSquare Technologies, LLC Agreement for NaviLine Cloud Hosted Environment

SUMMARY:

Agreement with CentralSquare Technologies, LLC and the City of Lake Worth Beach for NaviLine Cloud Hosted Environment

BACKGROUND AND JUSTIFICATION:

The Information Technology Department is currently hosting the NaviLine Enterprise Resource Planning (ERP) System on-premise. This system is used citywide and is critical for the operation of the City. The NaviLine IBM server was purchased March 2016 and IBM recently announced end of hardware support effective 2024. IT is seeking to migrate the NaviLine ERP system from the current IBM on-premise server to CentralSquare NaviLine cloud hosted environment. Main benefits are business continuity, resiliency, accessibility, redundancy, disaster recover, minimize and mitigates risks, system management and software upgrades conducted by vendor, 24/7 system monitoring and support.

FY 2023 current cost to host on-premise is \$184,010. The cost to replace the IBM server is estimated at \$52,700 for a total expense of \$236,657. FY 2024 estimated expense is \$190,025, excludes IT staff resources dedicated to maintain and support the server, hardware and software.

FY 2023 cost for cloud hosted environment is \$207,798, includes one-time cost expenses for the migration. NaviLine software maintenance and support of \$132,169 was paid October 2022, therefore, the net cost for FY 2023 is \$75,629. Thereafter, the cost for the subsequent fiscal years will be for software maintenance and support, and cloud hosting services; FY 2024 expense \$199,000.

MOTION:

Move to approve/disapprove Agreement with CentralSquare Technologies, LLC for NaviLine Cloud Hosted Environment

ATTACHMENT(S):

- Fiscal Impact Analysis
- CentralSquare Solutions Agreement for NaviLine Cloud Hosted Environment
- CentralSquare Sole Source Letter

FISCAL IMPACT ANALYSIS

Five Year Summary of Fiscal Impact:

Fiscal Years	2023	2024	2025	2026	2027
Inflows					
Current Appropriation	0	0	0	0	0
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
Outflows					
Operating	\$207,800	\$199,000	\$209,000	\$220,000	\$230,000
Capital	0	0	0	0	0
Net Fiscal Impact	\$207,800	\$199,000	\$209,000	\$220,000	\$230,000
No. of Addn'l Full-Time Employee Positions					
	0	0	0	0	0

New Appropriation Fiscal Impact:		
	Revenue Source	Expenditure
Department	Information Technology	
Division		
GL Description	Fund Balance	
GL Account Number	510-0000-271.00-00	
Project Number		
Requested Funds	\$75,629	

Budget Transfer Impact		
	Revenue Source	Expenditure
Department		Information Technology
Division		
GL Description		Software Support
GL Account Number		
Project Number		510-1520-519.52-65
Requested Funds		\$75,629

Contract Award - Existing Appropriation	
	Expenditure
Department	
Division	
GL Description	
GL Account Number	
Project Number	
Requested Funds	