

# City of Rochester Hills AGENDA SUMMARY FINANCIAL ITEMS

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www.rochesterhills.org

Legislative File No: 2020-0368

TO: Mayor and City Council Members

FROM: Pamela Gordon, Director Human Resources

DATE: October 5, 2020

SUBJECT: Annual Subscription, Software Support and Maintenance for Applicant Tracking,

Performance Management, and Learning Management System

## **REQUEST:**

City Council is requested to authorize a blanket purchase order for a three-year subscription, including software support and maintenance for the City's cloud-based applicant tracking, performance management, and learning management systems in the amount of \$109,000.00, to Governmentjobs.com, Inc., DBA NEOGOV, El Segundo, CA.

#### **REASON FOR PURCHASE:**

In 2016 the City solicited quotes for an applicant tracking system and selected NEOGOV Insight based on its functional design for government and the annual cost of the system. In July 2017, Council authorized implementation of a market competitive salary schedule for union and non-union employee groups, which led to the implementation of a new employee performance management process beginning in 2018. By 2019, it was determined that an electronic system was needed to support departments in the performance evaluation process and to streamline administration for Human Resources. NEOGOV Perform was selected due to its functional capabilities and shared platform with Insight.

NEOGOV Learn was purchased at the same time as Perform in order to take advantage of available pricing discounts and to enable the City to deploy a range of online training and development courses with systems functionality that was familiar to employees. In March of this year, Human Resources expedited implementing Learn immediately after launching Perform, enabling the City to deploy training required for returning to the workplace under the COVID-19 state of emergency.

The City evaluated and quoted for these automated functions, and ultimately selected all three applications from the NEOGOV platform based on integration capabilities, ease of use, and combined discount pricing. The total subscription cost in 2019 was less than \$25,000 per year. However, due to yearly increases and the expiration of discounted pricing, the total cost for all three NEOGOV applications, including annual software maintenance and support, will exceed \$25,000 annually, beginning this year. A three-year renewal is therefore recommended in order to lock in quoted pricing over a three-year term.

## PROCESS:

## **Vendor Name and Address:**

Governmentjobs.com, Inc. DBA NEOGOV 300 Continental Blvd., Suite 565 El Sugundo, CA 90245

BUDGET: Funding is included in	the FY 2020 an	d FY 2021 Adopted B	udgets and the	FY 2022 Proje	ected Budget.	
	Department	Account No.	Budget		Remainin	g
Fund Name	Account No	Description	Amount	3-Year Cost	Budget	
General Fund / Human Resources	233.801000	Professional Services	\$109,000	\$109,000		\$0
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APPROVALS:		SIGNATURE			DATE	
Department Review						
Department Director						
Budget Content:						
Chief Financial Office Purchasing Process:	er					_
Supervisor of Procure	ement					
Mayor						
Deputy Clerk						
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☐ Yes

⊠ N/A

Reason for Selection: Proprietary Software

**Method of Purchase:**Blanket Purchase Order

Contract Reviewed by City Attorney