

## First Amendment to CarahSoft Agreement for ServiceNow Products

To: Budget and Finance Committee July 16, 2025

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## **Amendment Summary**

#### **First Amendment Highlights**

- Extends contract term by four years (new term: Sept 2022 Aug 2029)
- Increases not-to-exceed amount from \$9.8M to \$28.3M due to expanded citywide adoption of ServiceNow

#### **Citywide Agreement Overview**

- Scope: cloud-based platform supporting IT, HR and other business process automation
- Participating Departments: eight departments are using this agreement to purchase ServiceNow products directly
- □ Estimated Annual Spend: ~ \$3.7M

## A Citywide Digital Platform for Service Delivery

Beyond direct purchases, DT offers ServiceNow as a shared service to other departments

- 14 departments have subscribed
- Supports citywide digital transformation, cross-departmental collaboration, and data-driven public services
- Examples:
  - Public Safety & Emergency Management
  - Citywide Procurement Process Improvement
  - ✓ Fiber to Housing Equipment Requests



## **Benefits of the Amendment**

#### **Cost Savings**

- Avoids over \$2.8M in subscription costs over the next four years
- Secures minimum guaranteed discounts of 24–52% on new purchases

#### Efficiency

- Maintains a single master agreement for all City departments
- Eliminates duplicative procurement efforts across departments

#### **Other Benefits**

- Increases transparency in citywide technology spending
- Enhances vendor oversight and contract management
- □ Supports COIT's strategy to improve service delivery through technology





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# Any Questions?

Department of Technology