

**Department of Management and Budget  
Office of Purchasing**

**Report of Proposed Changes in Excess of \$500,000  
To Current Contracts for Computer Software  
Development, Hardware Acquisition, or Quality Assurance**

Sec. 713 of Public Act 528 of 2002

(January 14, 2003)

Questions regarding this report may be directed to Jim Konrad, 517-373-0315

January 15, 2003

**BID TABULATION AND RECOMMENDATION FOR AWARD  
DEPARTMENT OF MANAGEMENT AND BUDGET  
ACQUISITION SERVICES**

**CONTRACT DESCRIPTION:** 071B1001606 - Computer Consultant to Develop and Populate the Prototype Emergency Management GIS Engineering System – Department of Information Technology

**CONTRACT PERIOD:** 05/21/01 through 04/20/04 (3 years)

**CONTRACTOR:** Science Applications International Corporation, San Diego, CA  
**INCREASE** \$502,000.00

**Check if contract is extended.**

**DESCRIPTION OF PURCHASE:**

This Contract is to provide the Michigan State Police's Emergency Management Division GIS Engineering support to develop and populate the prototype EMD GIS Database server county dataset catalog and create a prototype county EMD GIS website template, website and map services development and geocode agency data; and digital forms developments. This increase is needed to provide for the implementation of this emergency management system and to continue completion of this project.

**FUNDING:** 100% general fund

**PRICE CLAUSE:** Prices to remain firm for the duration of the contract.

**CS-138:** 192S002070

**ORIGINAL CONTRACT AMOUNT:** \$469,908.86

**CURRENT CONTRACT AMOUNT:** \$469,908.86

**PROPOSED AMENDMENT INCREASE AMOUNT:** \$502,000.00

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT:** 107%

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT:** 107%

**ESTIMATED 03 FISCAL YEAR INCREASE: \$502,000.00**

**NEW TOTAL CONTRACT COST: \$971,908.86**

Check if > \$500,000 for software development, computer hardware acquisition or quality assurance?

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**Acquisition Services Director  
Signature**

January 15, 2003

**BID TABULATION AND RECOMMENDATION FOR AWARD  
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**CONTRACT DESCRIPTION:** 071B9000382 - PowerBuilder and Oracle Programmers – Department of Information Technology

**CONTRACT PERIOD:** 03/01/99 through 06/01/03

**CONTRACTOR:** **INCREASE**

Data Core Systems, Inc., Livonia, MI 48152 \$1,827,280.00

**Check if contract is extended.**

**DESCRIPTION OF PURCHASE:**

This contract is for ongoing development utilizing client/server for the Michigan Department of Transportation. All new and existing systems are expected to be developed on microcomputer client/server based systems using PowerBuilder and Oracle. These Programmers and Analysts are required on an as needed basis over the period of the contract to provide the enhancements and maintenance to these various systems. The renewal of this contract is currently out for bid. This 6-month extension is to allow transition of this work to another firm in the event another firm wins the bid.

**FUNDING:** 100% restricted funds

**PRICE CLAUSE:** The hourly rates for this contract will remain firm for the duration of the contract period.

**CS-138:** 192S0002112

**ORIGINAL CONTRACT AMOUNT:** \$7,750,080.00

**CURRENT CONTRACT AMOUNT:** \$11,950,080.00

**PROPOSED AMENDMENT INCREASE AMOUNT:** \$1,827,280.00

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT:** 24%

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT:** 15%

**ESTIMATED 03 FISCAL YEAR INCREASE: \$1,827,280.00**

**NEW TOTAL CONTRACT COST: \$13,777,360.00**

Check if > \$500,000 for software development, computer hardware acquisition or quality assurance?

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ACQUISITION SERVICES**

**CONTRACT DESCRIPTION:** 071B6000400 – Tele-management System for the Department of Management and Budget & Department of Information Technology

**CONTRACT PERIOD:** 1/25/96 through 9/30/06 (10 years, 8 months)

**CONTRACTOR:** **INCREASE**

Matsch Financial Systems, Grand Rapids, MI \$525,000.00

**[X] Check if contract is extended.**

**DESCRIPTION OF PURCHASE:**

This contract expires January 24, 2003. The Department of Management and Budget (DMB) and Department of Information Technology's (DIT) Telecommunications Division is requesting a three-year, eight-month extension to this contract for an on-line tele-management system. This system is capable of interfacing with several diverse databases and performing the necessary billing functions associated with the phone systems statewide that fall within the DMB/DIT Telecom area of responsibility. This is a proprietary system only supplied and maintained by Matsch Financial Systems. This system was updated for Y2K, both hardware and software. This extension will enable DMB/DIT to continue using this system until September 30, 2006.

**FUNDING:** 100% Restricted Funds

**PRICE CLAUSE:** Prices shall remain firm for the duration of the contract.

**CS-138:** NJ

**ORIGINAL CONTRACT AMOUNT:** \$672,735.00

**CURRENT CONTRACT AMOUNT:** \$1,300,262.00

**PROPOSED AMENDMENT INCREASE AMOUNT:** \$525,000.00

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT:** 78%

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT: 40%**

**ESTIMATED 03 FISCAL YEAR INCREASE: \$95,454.55**

**NEW TOTAL CONTRACT COST: \$1,825,262.00**

Check if > \$500,000 for software development, computer hardware acquisition or quality assurance?

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**CONTRACT DESCRIPTION:** 071B7000417 Michigan Accounts Receivable Collection System (MARCS) for the Department of Treasury

**CONTRACT PERIOD:** 7/1/1997 through 11/15/2008 (10 years, 4 months)

<b>CONTRACTOR:</b>	<b>INCREASE</b>
GC Limited Partnership, Houston, TX	\$99,315,624.00

**Check if contract is extended.**

**DESCRIPTION OF PURCHASE:**

The Department of Treasury requests an extension and increase to their current contract with GC Services for their MARCS tax collection system. The proposed increase exercises the five-year extension option listed in the original contract, while providing system enhancements in several key areas. The work statement associated with the proposed addition includes software development services totaling approximately \$2,026,240.00 in the following affected systems: Bankruptcy, Lein Reissue and the Field Office Imaging System. A milestone schedule is also included to address several open issues within existing MARCS Problem Reports (MPRS). This contract includes a combination of fixed rates for services and generated revenue. The increase presented here is based on fixed rates for services. The revenue generated through this contract extension is estimated at \$98,000,000.00/yr. with the costs for services and software averaging around \$19 million. GC services is paid a commission based on collected dollars with tiered rates from 12.81% to 13.40% according to volume.

**FUNDING:** 100% Restricted.

**PRICE CLAUSE:** All prices listed shall be the maximum for the extended contract period.

**CS-138:** 192S0002070

**ORIGINAL CONTRACT AMOUNT:** \$63,927,140.00

**CURRENT CONTRACT AMOUNT:** \$90,562,519.00

**PROPOSED AMENDMENT INCREASE AMOUNT:** \$99,315,624.00

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT:** 155%

**PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT:** 110%

**ESTIMATED 03 FISCAL YEAR INCREASE:** \$1,018,665.00

**NEW TOTAL CONTRACT COST:** \$189,878,143.00

Check if > \$500,000 for software development, computer hardware acquisition or quality assurance?

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