

**Department of Management and Budget
Acquisition Services**

**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 161 of 2003

(November 25, 2003)

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

November 25, 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 for the Michigan State Police

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

CONTRACTOR: Science Applications International Corporation, San Diego, CA
INCREASE \$1,612,850.26

- Check if AS1 received by Acquisition Services

- Check if contract is extended - Length of time extended:

DESCRIPTION OF PURCHASE:

Purpose/Business Case: This contract is to provide the Michigan State Police Emergency Management Division (EMD) GIS Engineering support to develop and populate the prototype EMD GIS database server county dataset catalog. They will also create a prototype county EMD GIS website template, website and map services development and geocode agency data. This increase will allow the vendor to provide technical and engineering services to expand the EMD EM/GIS ETeam Pilot Project to a statewide EMD EM/GIS ETeam Critical Incident management System (CIMS) that will accommodate the emergency operations of four mission critical state agencies and 24 mission support agencies. This expansion will be accomplished in three phases. Phase I will be CIMS implementation for mission critical agencies, Phase II will be the implementation of the mission support agencies and Phase III will be the integration of all agencies into CIMS. This is being funded by the Federal Homeland Security Grant. This grant has specific performance periods that require timely expenditure of these funds.

Benefit: By implementing this system the State of Michigan will be in a better position to effectively respond to disasters or emergencies in the most efficient and expidicious manner possible.

Commitment: Fixed price for services subject to appropriations.

Risk Assessment: By failing to extend the ETeam application to additional mission critical state agencies, effective State response to disasters or emergencies would be reduced.

Cost Reduction Consideration:

A. Negotiated Savings: Agency negotiations resulted in price reductions of 10%

B. Cost Avoidance: Cost will be held to FY02 prices

C. Total Savings: \$161,285.00

FUNDING: 100% Federal Homeland Security

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

CS-138: 192S002070

ORIGINAL CONTRACT AMOUNT: \$469,908.86

CURRENT CONTRACT AMOUNT: \$1,056,010.06

PROPOSED AMENDMENT INCREASE AMOUNT: \$1,612,850.26

PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT: 343%

PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT: 153%

ESTIMATED 04 FISCAL YEAR INCREASE: \$1,612,850.26

NEW TOTAL CONTRACT COST: \$2,668,860.32

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

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INFORMATION BELOW THIS LINE FOR INTERNAL USE ONLY

Buyer Signature

Manager Signature

Division Director Signature

Acquisition Services Director Signature

November 25, 2003

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

CONTRACT DESCRIPTION: 071B5000692 - Hardware and Software for Unisys Mainframe - Department of Information Technology - Data Center Operations for the Family Independence Agency

CONTRACT PERIOD - BASE YEAR(S): 5/8/95 through 12/31/08 (13 years, 7 months, 23 days)
 - **OPTION 1** N/A
 - **OPTION 2** N/A
 - **OPTION 3** N/A

CONTRACTOR: Unisys Corporation, Okemos, MI
INCREASE \$2,127,513.00

- Check if AS1 received by Acquisition Services and reviewed by DMB
 - Check if contract is extended (no option in base contract) - Time period of extension:
 - Check if extension is beyond option year(s) - Time period of extension:

PURCHASE JUSTIFICATION:

Description of Product Service Requested: This request is to accommodate the purchase of a one year software license renewal for the Family Independence Agency (FIA) Assist CS 7802 platform. The license expired April 23, 2003. Unisys is able to offer the State a \$496,029.00 reduction in price if Unisys receives payment on or before December 31, 2003. If the State is unable to pay Unisys by December 31, 2003, the State will have to pay the additional \$496,029.00 and Unisys reserves the right to withdraw or modify the proposal and pricing. The State also has to agree to waive the requirement for a PARE, as this is an extension of the right to use license for software already being used by the State.

Purpose/Business Case of New Contract, Amendment, or Extension and Expected Outcomes: The purpose of this contract amendment is to continue the system software license agreement for the Unisys CS7802 ClearPath System in the Data Center Operations. FIA is the sole user of this host for their Assist application. The existing 24-month license was purchased effective March 2002 with the exception that FIA would have migrated the application to the Bull during that time but FIA has not had the resources to begin that process to date. With this extension, Unisys is allowing the State to license the software based upon a 36-month plan rather than a normal 12-month plan that would be more expensive.

Commitment: Prices are fixed for the duration of the contract.

Funding Source: 100% IT Revolving Funds recovered through service rates.

Risk Assessment: If this license were allowed to expire, the host operating system will not function and FIA would have a significant loss in work function and loss of data.

Cost Reduction Consideration:

A. Negotiated Savings: The State will have \$496,029.00 reduction in price if payment is made to Unisys on or before December 31, 2003.

B. Total Savings: \$496,029.00 (23%)

PRICE CLAUSE: Prices are fixed for the duration of the contract.

CS-138: NJ

ORIGINAL CONTRACT AMOUNT: \$28,663,778.00

CURRENT CONTRACT AMOUNT: \$89,512,705.81

PROPOSED AMENDMENT INCREASE AMOUNT: \$2,127,513.00

PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND ORIGINAL CONTRACT AMOUNT: 7%

PERCENTAGE OF CHANGE BETWEEN AMENDMENT AND CURRENT CONTRACT AMOUNT: 2%

ESTIMATED 04 FISCAL YEAR INCREASE: \$2,127,513.00

NEW TOTAL CONTRACT COST: \$91,640,219.00

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

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Acquisition Services Director Signature