



Report to the Senate and House Standing Committees on Appropriations and General Government

Required by Section 809 of Public Act 59 of 2013

Prepared for the
Senate and House Standing Committees on
Appropriations and General Government

Department of Technology, Management and Budget
State Administrative Board

1-14-2014

Ad Board Date: 1/14/14 (ver. 1)

**STATE ADMINISTRATIVE BOARD
 CONTRACT CHANGE RECOMMENDATION
 DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET
 PROCUREMENT**

AGENCY SUBMITTAL
 DTMB PROCUREMENT SUBMITTAL

CONTRACT DESCRIPTION: Contract# 071B0200123: Additional funds for a one-year option to the contract for the IT-UJA Project Management Office for System Integration Project ; Department of Technology, Management and Budget on behalf of Department of Licensing and Regulatory Affairs

CHANGE NOTICE NUMBER: 11

CONTRACTOR: CSG Government Solutions; Chicago IL	MICHIGAN BUSINESS <input type="checkbox"/>	INCREASE \$4,359,468.00
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- Check if request is to exercise Contract option(s).
Requested time period: 1/19/2014 – 1/18/2015 (one year)
- Check if request is to extend Contract (no option in base).
Time period of extension:
- Check if extension is beyond Contract option year(s).
Time period of extension:
- Check if MIDEAL contract.

ORIGINAL CONTRACT: Term: 1/19/2010-1/18/2013 Value: \$6,467,794.40
 # of Base Years: 3

CURRENT CONTRACT VALUE: \$14,075,955.95

NEW TOTAL CONTRACT VALUE: \$18,435,423.95

PREVIOUS OPTION YEARS/EXTENSIONS:

	PERIOD (Option/Extension start date - end date and state length in years)	SAB APPROVAL DATE	\$ Value
<input checked="" type="checkbox"/> Option 1 CN # 10	1/19/13 – 1/18/14	12/18/2012	\$4,927,838.00
		Total	\$4,927,838.00

PREVIOUS CHANGES NOT LISTED ABOVE IN THE OPTIONS/EXTENSIONS TABLE:

	TYPE OF CHANGE:	SAB APPROVAL DATE (if applicable)	VALUE OF CHANGE:
First CN	Staffing Modifications	N/A	\$0.00
Last CN	Additional Services	12/18/12	\$4,927,838.00

Total number of processed changes to time, scope, and/or dollars: 10

FUNDING SOURCE:	PERCENTAGE	COMMENTS
Federal Funds	100%	

ESTIMATED INCREASE DETAILED BY FISCAL YEAR(S):

FY	Dollar Amount
2014	\$4,359,468.00

PURCHASE JUSTIFICATION:

Description of Product/Service Modification Requested and Process Explanation:

Exercise second option year to extend the Contract; include funding for additional services to be purchased during the option term.

Purpose/Business Case of Amendment or Extension, and Expected Outcomes:

Additional funding is necessary for additional services for project oversight and business process reengineering. The core Project Control Office (PCO) is expected to remain in place to support the MiDAS System, IVR Systems and Fraud Detection Implementation.

The Project Control Office (PCO) provides leadership, project management, technical oversight and business analysis for several projects related to the UIA-IS Project. These projects will be managed through the PCO to provide project management, reporting and accountability. By using the PCO as a central point for all activities identified by the strategic plan, it provides the UIA with structure to coordinate the schedules and resources, manage risks, coordinate testing, detect issues and ultimately achieve success and ensure a seamless integration between new applications and the new UIA system.

This amendment is allowed in the current contract language.

Risk Assessment: The majority of UIA systems are over 30 years old and connect with systems that have been developed over the last ten years. It is difficult and time and cost consuming to keep these disparate systems in sync. A single integrated system will allow more flexibility and more availability of the systems to the citizens of the State of Michigan.

PRICE-CLAUSE: Firm, fixed hourly rate

CS-138 #: 084S3200007

COST REDUCTION/SAVINGS CONSIDERATIONS:

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

RECOVERY ACT FUNDS

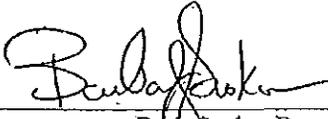
Percent of Total	%	Amount	\$
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AGENCY APPROVALS

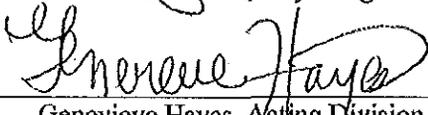
Authorized Agency Representative (printed)
Authorized Agency Representative Signature

Return Information:
Contact Name:
ID Mail:
Phone No.:
e-Mail:

PURCHASING APPROVALS



Barb Suska, Buyer Signature



Genevieve Hayes, Acting Division Director
Signature

Manager, Manager Signature

Jeff Brownlee
Chief Procurement Officer
DTMB-Procurement

