



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

02-04-2014

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

AGENCY SUBMITTAL Statutory Authority per MCL _____ (state MCL Section #)
 Standard Delegation via Ad Guide _____ (state Ad Guide #)
 Special Delegation letter (submit with bid tab)
 Purchasing Alliance Approval Form (submit with bid tab)

DTMB PROCUREMENT SUBMITTAL

CONTRACT DESCRIPTION: 071B1300247; Statewide Automated Child Welfare Information System Design, Development and Implementation – Additional funds for 2 months of the available one year option for support, user acceptance testing, data conversion and training; Department of Technology, Management and Budget for the Department of Human Services

CHANGE NOTICE NUMBER: 12 and 13

CONTRACTOR: Unisys Corporation, Okemos, MI	MICHIGAN BUSINESS <input checked="" type="checkbox"/>	INCREASE \$4,227,640.00
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Check if request is to exercise Contract option(s).
 Requested time period: 3/22/14 – 5/31/14 (two months)

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: 3/22/11 – 3/21/14 Value: \$47,303,560.00
 # of Base Years: 3

CURRENT CONTRACT VALUE: \$47,303,560.00

NEW TOTAL CONTRACT VALUE: \$51,531,200.00

PREVIOUS OPTION YEARS/EXTENSIONS: None

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

	TYPE OF CHANGE:	SAB APPROVAL DATE (if applicable)	VALUE OF CHANGE:
First CN	Identify optional requirements to implement using existing funds for Additional Requirements.		\$0.00
Last CN	Utilize Existing Bank of Hours		\$0.00

Total number of processed changes to time, scope, and/or dollars: 11

FUNDING SOURCE:	PERCENTAGE	COMMENTS
General Funds	50%	
Federal Funds	50%	

ESTIMATED INCREASE DETAILED BY FISCAL YEAR(S):

FY	Dollar Amount
2014	\$4,227,640.00

PURCHASE JUSTIFICATION:

Description of Product/Service Modification Requested and Process Explanation: This Contract is for the design, development, and implementation of a Statewide Automated Child Welfare Information System (SACWIS) that meets the requirements of the Department of Human Services (DHS) and supports Michigan's Child Welfare programs. This system must meet both federal SACWIS compliance and the State's business and technical requirements when fully operational.

The State of Michigan (SOM) requires additional time to execute User Acceptance Testing, and additional Data Conversion and Change Controls required for "go-live". This requires that Unisys support the SOM for the extended period of time and keep the existing staff in place to support and react to the needs of DHS. During the time period of the User Acceptance Test (UAT) phase of the project it was determined that the planned October 2013 statewide launch of MiSACWIS would be delayed to approximately April 2014. As part of this delay additional training deliverables work has been identified. This includes:

- General Navigation Training Exercises
- Presentation Skills Training Classes
- Task-Specific Training Exercises

Purpose/Business Case of Amendment or Extension, and Expected Outcomes: This amendment is allowed in the current contract language. The State of Michigan (SOM) requires additional time to execute User Acceptance Testing, and additional Data Conversion and Change Controls required for "go-live" (\$3,808,260.00) by utilizing 2 months of the available one-year option. Also, additional training deliverables (\$419,380.00) have been identified. These include:

- General Navigation Training Exercises
- Presentation Skills Training Classes
- Task-Specific Training Exercises

Risk Assessment: If Michigan does not implement a pilot-ready system by court-mandated dates, it will be held in contempt of court in the Children's Rights settlement (Dwayne B. v. Granholm) and Michigan will be subject to federal penalty for not having a SACWIS compliant system.

PRICE CLAUSE: Firm Fixed Pricing

CS-138 #: 084S3200003

COST REDUCTION/SAVINGS CONSIDERATIONS:

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

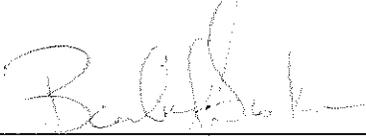
RECOVERY ACT FUNDS

Percent of Total	%	Amount	\$
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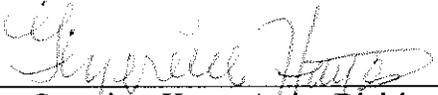
AGENCY APPROVALS

Authorized Agency Representative (printed)	Return Information:
	Contact Name:
Authorized Agency Representative Signature	ID Mail:
	Phone No.:
	e-Mail:

PURCHASING APPROVALS

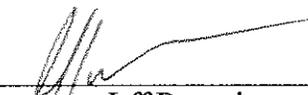


Barbara J. Suska, Buyer Signature



Genevieve Hayes, Acting Division Director
Signature

Manager, Manager Signature



Jeff Brownlee
Chief Procurement Officer
DTMB-Procurement