



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

Required by Section 809 of Public Act 84 of 2015

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

Department of Technology, Management and Budget
State Administrative Board
3-1-2016

Ad Board Date: March 1, 2016 (ver. 1)

**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: 071B3200103; State of Michigan HUB Solution; Department of Technology Management and Budget (DTMB).

CHANGE NOTICE NUMBER: 12

CONTRACTOR: Deloitte Consulting, LLP; Detroit MI

MICHIGAN BUSINESS: INCREASE: \$10,385,227.80

Check if request is to exercise Contract option(s).
 Requested time period and length: 06/10/2016 – 06/09/2017

Check if request is to extend Contract (no option in base).
 Time period of extension and length: _____

Check if extension is beyond Contract option year(s).
 Time period of extension and length: _____

Check if this is an Extended Purchasing Contract

ORIGINAL CONTRACT: # of Base Years: 3 Beginning Value: \$9,720,439.00

Start Date and End Date: 06/10/2013 – 06/09/2016

CURRENT CONTRACT VALUE: \$23,432,227.00

NEW TOTAL CONTRACT VALUE: \$33,817,454.80

PREVIOUS OPTION YEARS/EXTENSIONS:

	PERIOD: (Option/Extension start date – end date and state length)	SAB APPROVAL DATE:	\$ VALUE:
<input type="checkbox"/> Option 1 CN #	N/A		
<input type="checkbox"/> Extension CN #	N/A		
		TOTAL	\$0

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

	TYPE OF CHANGE:	SAB APPROVAL DATE: (if applicable)	VALUE OF CHANGE:
First CN	Add project change requests 171-173		\$
Last CN	Add Fundes for SDLC enhancements	N/A	\$91,855.00

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

FUNDING SOURCE:	PERCENTAGE:	Indicate RESTRICTED FUND name or COMMENTS:
General Fund	14%	
Federal	86%	Title 19 Medicaid

SHOW THE BREAKDOWN OF THIS INCREASE BY FISCAL YEAR(S):

FY:	DOLLAR AMOUNT:
FY 16	4,261,361.04
FY 17	6,123,866.76

PURCHASE JUSTIFICATION:

Description of Product/Service Modification Requested and Process Explanation:

This request will add funds for System Development Lifecycle (SDLC) Enhancement services for the period of March 1, 2016 through June 9, 2016.

This request will also, exercise the first of (2) 1-Year options for this Contract for Maintenance and Operation (M&O) services for the SOM Hub solution as well as System Development Lifecycle (SDLC) Enhancement services for the period of June 10, 2016 through June 9, 2017.

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

This amendment is allowed in the current contract language. The purpose of this request is to extend, currently in place services for one year.

Risk Assessment:

Maintenance Support and Operation (M&O), Triage, and Enhancement Services are necessary to comply with Federal and State Medicaid requirements. Failure to utilize this option year will result in the business needing to implement manual processes to comply with changes in Medicaid Processes and adherence to Medicaid procedures.

PRICE CLAUSE FROM CONTRACT: Firm-Fixed Price

CS-138 # PROVIDED FOR SERVICES: 084S3000018

COST REDUCTION/SAVINGS CONSIDERATIONS: N/A

FOR IT CONTRACTS ONLY - Check box if adding more than \$500,000.00 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:

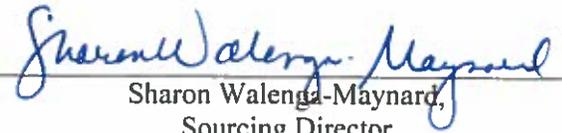
PURCHASING APPROVALS



Simon Baldwin, Buyer



William Pemble, IT Division Director



Sharon Walenga-Maynard,
Sourcing Director
DTMB-Procurement

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DTMB PROCUREMENT SUBMITTAL

CONTRACT DESCRIPTION: 071B3200052; Electronic Medical Business Record System (EMBRs); Department of Technology, Management and Budget (DTMB) for the Department of Health and Human Services (DHHS).

CHANGE NOTICE NUMBER: 5

CONTRACTOR:

Netsmart Technologies, Inc.; Overland Park, KS

**MICHIGAN
 BUSINESS:**

INCREASE:

\$721,959.45

Check if request is to exercise Contract option(s).

Requested time period and length: N/A

Check if request is to extend Contract (no option in base).

Time period of extension and length: N/A

Check if extension is beyond Contract option year(s).

Time period of extension and length: N/A

Check if this is an Extended Purchasing Contract

ORIGINAL CONTRACT: # of Base Years: 5

Beginning Value: 15,941,817.00

Start Date and End Date: 12/18/2012 – 12/17/2017

CURRENT CONTRACT VALUE: \$19,068,643.00

NEW TOTAL CONTRACT VALUE: \$19,790,602.45

PREVIOUS OPTION YEARS/EXTENSIONS:

	PERIOD: (Option/Extension start date – end date and state length)	SAB APPROVAL DATE:	\$ VALUE:
<input type="checkbox"/> Option 1 CN #	N/A		
<input type="checkbox"/> Extension CN #	N/A		
		TOTAL	\$0

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

	TYPE OF CHANGE:	SAB APPROVAL DATE: (if applicable)	VALUE OF CHANGE:
First CN	Pricing Revised	10/29/2013	\$1,462,330.00
Last CN	ICD-10 and DSMV Subscription	N/A	\$44,896.00

Total number of processed changes to time, scope, and/or dollars: 4

FUNDING SOURCE:	PERCENTAGE:	Indicate RESTRICTED FUND name or COMMENTS:
General Fund	100%	

SHOW THE BREAKDOWN OF THIS INCREASE BY FISCAL YEAR(S):

FY:	DOLLAR AMOUNT:
2016	\$235,517.26
2017	\$401,700.00
2018	\$ 84,742.19

PURCHASE JUSTIFICATION:

Description of Product/Service Modification Requested and Process Explanation:

Contractor to provide Plexus Application Management Services (PAMS) services which allows for enhanced help desk services for the Electronic Medical Business Record System. This service will support myAvatar, HL7, and CareConnect Software, by resolving technical issues and providing case support.

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

This amendment is allowed in the current contract language. The PAMS service adds a greater level of support for the Netsmart products. This increased level of application management and support will allow the system to become more agile to meet the State's needs, and will result in a higher level of response to application issues, solution monitoring and optimization.

Risk Assessment:

The State will not realize the full potential of myAvatar, HL7, and CareConnect without adding PAMS service.

PRICE CLAUSE FROM CONTRACT: Firm-fixed rate, paid annually

CS-138 # PROVIDED FOR SERVICES: 084S3000018

COST REDUCTION/SAVINGS CONSIDERATIONS:

FOR IT CONTRACTS ONLY - Check box if adding more than \$500,000.00 for software development, computer hardware acquisition or quality assurance.

RECOVERY ACT FUNDS:

Percent of Total	%	Amount	\$

AGENCY APPROVALS

Authorized Agency Representative (printed)
Authorized Agency Representative Signature

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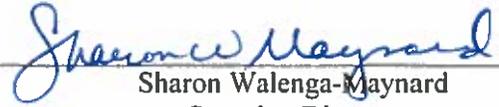
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