

Electronic Data Interchange (EDI)

State of Arizona – AHCCCS

Informational Update

7/17/24

PIJ HC24015



Agency Vision

*Shaping tomorrow's managed care...from today's experience,
quality and innovation.*

Agency Mission

*Reaching across Arizona to provide comprehensive, quality health care
to those in need.*



Project Team Introduction

Roles Present at ITAC

- Daniel Lippert, Assistant Director & Chief Information Officer – Information Services Division
- Anthony Flot, Chief Technology Officer – Information Services Division – Project Sponsor
- Joshua Worley, Deputy Assistant Director – Business and Finance Division

Description of Project

The EDI function is required to meet federal HIPAA rules for processing standard healthcare transactions to exchange data with the state trading partners. This project implements a modern, cloud-based platform and framework for acceptance of X12 and NCPDP transactions from trading partners, validation of transactions, and translation of transactions into the MMIS proprietary format for processing. This solution replaces legacy technology and workflows and leads to improvement in service delivery and process efficiencies.

Why we are returning (only if it is not a regular update):

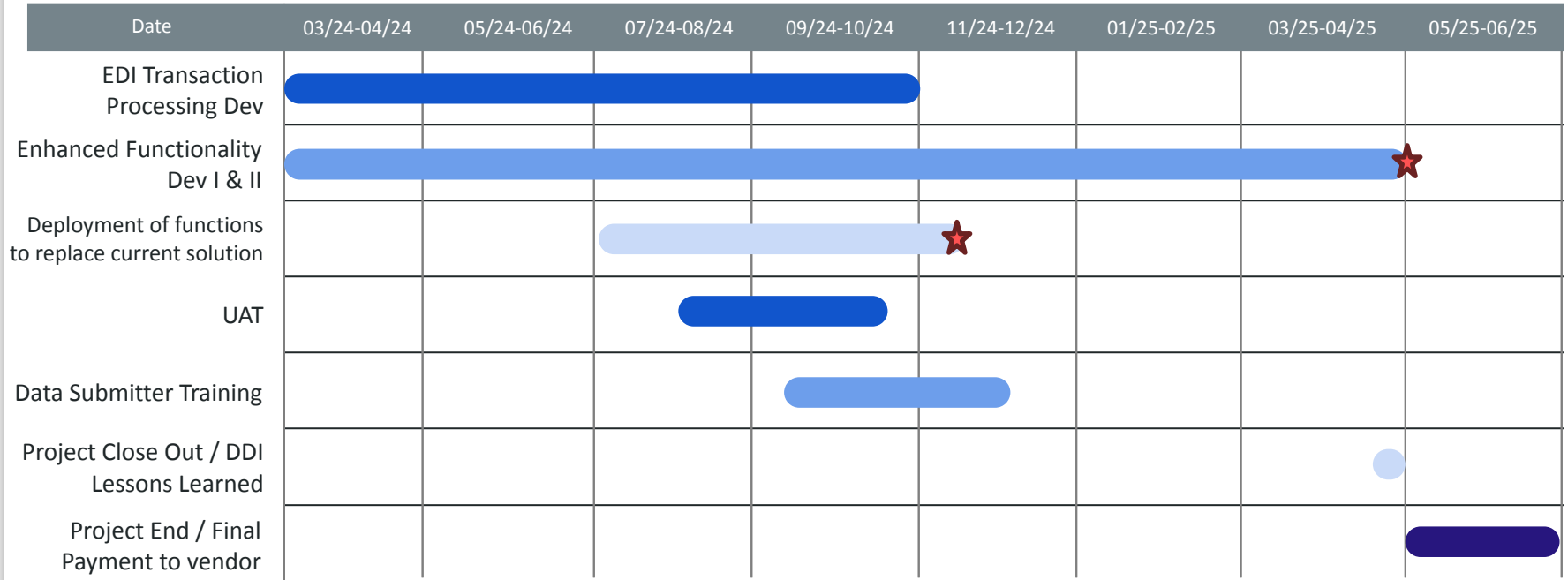
Provide Informational Updates to the IV&V conditions for ITAC approval.

- The agency shall select an Independent Verification & Validation (IV&V) vendor, provide the contract to ADOA-ASET and provide an informational update to ITAC that all the necessary requirements have been met for the Federal approval within 90 days of ITAC approval.
- The agency shall provide the quarterly Independent Verification & Validation (IV&V) report, via email communication, to ADOA-ASET 90 days following the start of the project. IV&V vendor to submit separate IV&V reports for each individual project every quarter.

Updates

- Public Consulting Group has been procured as the IV&V vendor and CMS approved in March 2024. Contract and amendment provided to ADOA on July 1, 2024.
- The 1st Quarterly Report was sent to ADOA on June 14, 2024.

Project Timeline








Project Status

Core Replacement	Due Date	Status
System Design	2/29/24	Completed
Development	10/31/24	In Progress
Testing	10/31/24	In Progress
Go Live	10/31/24	To Start

Enhancements	Due Date	Status
Development/Testing	3/2025	To Start
Go Live	4/2025	To Start

Project Health Card

Overall Project Health is GREEN

Schedule		<ul style="list-style-type: none"> Project is on track to reach scheduled Go-Live Date of 10/31/24
Milestones		<ul style="list-style-type: none"> Milestones to date have been met; next milestone is a checkpoint and in-depth review of progress on 7/16/24.
Budget		<ul style="list-style-type: none"> No changes in Budget at the time of this informational update
Risks		<ul style="list-style-type: none"> Schedule timeline extremely aggressive
Issues		<ul style="list-style-type: none"> Requirements detail lacking in test cases; pending review of the mitigation, this issue will be closed by ISD Executive Management

Financial Burndown Chart SFY 2024

Current burndown for Solution

Project Budget: \$7,577,757
Expenditure to date: \$1,350,451
Budget Remaining: \$6,227,305

Project Start Date: 1/08/2024
Est. End Date: 4/30/2025

	SFY 2024											
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	April	May	Jun
Baseline Projection									\$450,150.34	\$450,150.34	\$450,150.34	\$450,150.34
Actual									\$450,150.34	\$450,150.34	\$450,150.34	\$0
Variance (\$)									\$0	\$0	\$0	\$450,150.34
Variance (%)									0%	0%	0%	100%

Notes:

June Variance is due to deliverable, invoice and payment timing.

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	SFY 2025											
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	April	May	Jun
Baseline Projection	\$750,251	\$750,251	\$750,251	\$750,251	\$513,048	\$513,048	\$513,048	\$513,048	\$274,481	\$274,481		
Actual	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
Variance (\$)	\$750,251	\$750,251	\$750,251	\$750,251	\$513,048	\$513,048	\$513,048	\$513,048	\$274,481	\$274,481		
Variance (%)	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%		

Notes:

Variance for SFY2025 due to deliverable, invoice and payment timing.

Latest IV&V Findings Report

- High - Strict schedule promotes project overload. A tight schedule if not supported with strong project management oversight and team commitment, may cause project overload with scope creep, budget overages, or missed deadlines.
- Medium - Requirements Management Plan non-existent. RMP not identified as a deliverable, and not defined for project may lead to scope and budget changes;
- Medium – RTM does not allow full traceability back to Requirement. The project lacks proper traceability of requirements, which may inhibit staff from accurate validation of the application now and in the future;
- High - Testing untracked in Azure DevOps. The absence of tracking testing in Azure Dev Ops primarily attributed to lack of clear definition in contract. This results in various ramifications including misaligned expectations, compromised quality, heightened risks and other potential issues.

Q & A Session