

PIJ HC25004 - FWA - Program Integrity | ITAC Recommendation

1 message

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Thu, Aug 15, 2024 at 6:07 PM

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Executive Deputy Director Heredia

In response to the Project Investment Justification (PIJ) for the “FWA - Program Integrity” project, the Arizona Department of Administration (ADOA) Strategic Enterprise Technology (ASET) office has reviewed your proposal to acquire and implement a pre-pay & post -pay analytics tool to reduce the overall fraud, improve the accuracy of the payment cycle and quickly identify potential cases of fraud prior to the final payment of the claims.

The PIJ implies funding is available from APF, Federal in the amount of \$16,854,000 for the total estimated five-year life cycle cost for the project, which is shown below.

All Figures in Thousands (\$000)						
Cost Description	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Development Costs	16853.8	0.0	0.0	0.0	0.0	16853.8
Operational Costs	0.0	7206.5	6290.1	6550.3	6550.3	26597.2
Total Project Costs	16853.8	7206.5	6290.1	6550.3	6550.3	43451.0

The PIJ is scheduled to be **reviewed by ITAC on August 21, 2024** meeting. Should the ITAC approve the project, you may then proceed to secure additional approvals as required from the Joint Legislative Budget Committee, the Office of Strategic Planning and Budgeting, and the State Procurement Office.

1. Should development costs exceed the approved estimates by 10% or more, or should there be significant changes to the proposed technology scope of work or implementation schedule, the Agency must amend the PIJ to reflect the changes and submit it to ADOA-ASET, and ITAC if required, for review and approval prior to further expenditure of funds.
2. Monthly reporting on the project status is due to ADOA-ASET no later than the 15th of the month following the start of the project. Failure to comply with timely project status reporting will affect the overall project health. The first status report for this project is due on November 15, 2024.
3. 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.
4. 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.

As always, let us know if you have any questions.

Thanks

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