AD16015 - Shared Hosted Data Center (ITAC Recommendation)

Strategic Oversight - ADOA <strategic_oversight@azdoa.gov>   Thu, Jul 12, 2018 at 5:12 PM
To: Gilbert Davidson <gdavidson@az.gov>
Cc: Kevin Donnellan <kevin.donnellan@azdoa.gov>, Matthew Gress <mgress@az.gov>, Jacob Wingate <jwingate@az.gov>,
RPerrera@azleg.gov, Derik Leavitt <Derik.Leavitt@azdoa.gov>, Morgan Reed <Morgan.Reed@azdoa.gov>, JR Sloan
<jr.sloan@azdoa.gov>, "suzan.tasvibi" <suzan.tasvibi@azdoa.gov>, Jeffrey Crane <jeffrey.crane@azdoa.gov>,
"ken.roundtree" <ken.roundtree@azdoa.gov>, Michael Bowie <mike.bowie@azdoa.gov>

Director Davidson,

In response to the amended Project Investment Justification (PIJ) for the **"Shared Hosted Data Center"** project, the
Arizona Department of Administration (ADOA) Strategic Enterprise Technology (ASET) office has reviewed your
proposal to establish presence at a hosted data center, which can be leveraged by all agencies as a Shared Hosted
Data Center for the State of Arizona, with sufficient capacity and scalability to accommodate all agencies' needs for
on-premise devices that cannot be supported in a Cloud-hosted environment.

The amended PIJ implies funding is available or will be requested from State funds in the amount of $14,301,729, for
a total estimated five-year life cycle cost of the project, which is shown below.

Original PIJ Financials

Five Year Life-Cycle Summary					
Cost Description	FY2018	FY2019	FY2020	FY2021	FY2022	Total
Development Costs	$2,304,781	$0	$0	$0	$0	$2,304,781
Operational Costs	$7,299,948	$0	$0	$0	$0	$6,799,948
Total Project Costs	$9,604,729	$0	$0	$0	$0	$9,604,729

Amended PIJ Financials

Five Year Life-Cycle Summary					
Cost Description	FY2018	FY2019	FY2020	FY2021	FY2022	Total
Development Costs	$2,304,781	$4,639,000	$0	$0	$0	$6,943,781
Operational Costs	$7,299,948	$58,000	$0	$0	$0	$7,357,948
Total Project Costs	$9,604,729	$4,697,000	$0	$0	$0	$14,301,729

This notification is the Arizona Strategic Enterprise Technology Office's recommendation to the information
Technology Authorization Committee (ITAC) for **Approval with Conditions** of the technology project as follows:

1. Should expenses exceed the estimated costs 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 for review and approval by ITAC, prior to further expenditure of
   funds.

The amended PIJ is scheduled to be reviewed by ITAC at the Thursday, July 19th, 2018 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.

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

Regards,

--
Mike Bowie
Sr. Business Analyst
ADOA - Arizona Strategic Enterprise Technology (ASET) Office | State of Arizona
100 North 15th Avenue, Suite 400, Phoenix, AZ 85007
p: 602-364-0414 | Mike.Bowie@azdoa.gov
http://aset.azdoa.gov

How am I doing? Please take a moment to answer a few questions.
https://www.surveymonkey.com/r/ASETVOCBusEng

---

2 attachments

AD16015 PIJ-FINAL 160823.pdf
101K

AD16015 PIJ-AMEND 180718 (Data Center Facility Migration).pdf
252K