

CHANGE REQUEST / AMENDMENT

PIJ ID DE19005 - Mainframe Migration Project

Arizona Department of Economic Security

Original Budget:

Total Development Budget	\$ 6,251,900.00
Total Operational Budget	<u>\$31,165,200.00</u>
Total Project Budget	\$37,417,100.00

Areas Affected:

End Date	Yes
Development Costs	No
Scope	No

Original End Date: 10/31/2019 Revised End Date: 11/20/2020

Change Description:

On October 24, 2018, the DES Mainframe Migration project, was approved with conditions by ADOA-ASET. The Arizona Department of Economic Security (DES) is migrating to a multi-tenant shared mainframe. The solution will ensure a robust environment that provides for stability, geo-diverse disaster recovery, on-demand storage and processing capability scaling, while at the same time, reducing or eliminating the burden and overhead of direct asset ownership. This solution will ensure long-term continuity of operations for the ADES mainframe platform.

With this PIJ amendment, DES is requesting approval to extend the end date from October 31, 2019 to November 20, 2020.

The project end date was pushed out to November 2020 due to the following factors:

1. Extended contract negotiations with the vendor and the lengthy Federal Approval process (which was also impacted by the government shutdown) which caused a four-month delay.
2. The APD Process was not incorporated into the original timeline which caused a six month delay.
3. The post-implementation database upgrades were pushed out to start after the year-end freeze period. The year-end freeze is application-specific, not enterprise-wide, but impacts the mainframe database and was not factored into the original schedule, which caused a two-month delay.

There is no increase in scope nor increase development cost as a result of the change to the implementation date.

Original Financial Detail:

Original PIJ Financials - Approved October 24, 2019

<i>Five Year Life-Cycle Summary</i>						
<i>Cost Description</i>	<i>FY2019</i>	<i>FY2020</i>	<i>FY2021</i>	<i>FY2022</i>	<i>FY2023</i>	<i>Total</i>
Development Costs	\$3,323,300	\$2,928,600	\$0	\$0	\$0	\$6,251,900
Operational Costs	\$0	\$5,666,400	\$8,499,600	\$8,499,600	\$8,499,600	\$31,165,200
Total Project Costs	\$3,323,300	\$8,595,000	\$8,499,600	\$8,499,600	\$8,499,600	\$37,417,100

Amended PIJ Financials - ITAC recommendation August 28, 2019

<i>Five Year Life-Cycle Summary</i>						
<i>Cost Description</i>	<i>FY2020</i>	<i>FY2021</i>	<i>FY2022</i>	<i>FY2023</i>	<i>FY2024</i>	<i>Total</i>
Development Costs	\$3,323,300	\$2,928,600	\$0	\$0	\$0	\$6,251,900
Operational Costs	\$0	\$5,666,400	\$8,499,600	\$8,499,600	\$8,499,600	\$37,417,100
Total Project Costs	\$3,323,300	\$8,595,000	\$8,499,600	\$8,499,600	\$8,499,600	\$37,417,100