

Office of Technology Services
State of Louisiana
Division of Administration

JOHN BEL EDWARDS
GOVERNOR



JAY DARDENNE
COMMISSIONER OF ADMINISTRATION

August 23, 2018

Ms. Pamela Rice
Division of Administration
Office of State Procurement
1201 North Third Street
Baton Rouge, Louisiana 70802

RE: Contract File Number 2000161025
Justification for Amendment

Ms. Rice:

Please consider this justification for the Office of Technology Services to exercise the option to enter into a one-year contract amendment with Deloitte Consulting LLP. The term shall begin on December 1, 2018 and shall end on November 30, 2019 retaining the terms and conditions of the initial contract. The provision to exercise this option year of the contract was included in the initial competitive procurement through a Request For Proposals.

The services provided through this contract support the replacement of a legacy mainframe based Medicaid Eligibility and Enrollment system under LDH as well as an Integrated Eligibility system for the SANP and TANF programs under DCFS. Services provided include system design, software development, interface development, system testing, as well as maintenance, enhancements, and operational support of the solution. Failure to extend the contract will prevent the project from reaching completion. Without implementation of the new systems, the respective programs will fail to be in compliance with federal requirements, will be forced to continue to utilize outdated legacy systems, and will not be able to achieve the benefits of improved accuracy and efficiency for program eligibility determinations.

The means of finance include a 90% Federal finance participation rate and 10% State general fund for the Medicaid Enrollment and Eligibility system. The SNAP/TANF Integrated Eligibility system includes a 75% Federal finance participation rate and 25% state general fund.

The current contract total is \$145,155,381 and the requested increase of \$20,042,388 results in a new maximum fee of \$165,197,769.