

Information Technology Board Meeting

June 16, 2015
10:00 am – 12:00 pm
State Capitol, Room 152

Attendees	
Meeting Chairperson: Director Hogan	
Name	Agency
Kenneth Bailey	Office of Public Instruction
Ron Baldwin	State CIO
Tim Bottenfield	Department of Revenue
Joe Chapman	Department of Justice
Maura Fleetwood	State Information Technology Services Division
Susan Fox	Legislative Services Division
Stuart Fuller	Department of Health and Human Services
Evan Hammer	Montana State Library
Beth McLaughlin	Supreme Court
George Parisot	Department of Labor and Industry
Amy Sassano	Budget Office
Tyler Trevor	Department of Higher Education
John Tubbs	Department of Natural Resources and Conservation
Meeting Minutes Recorded by: Samantha Cooley	

Meeting Guests	
Name	Agency
Joe Frohlich	State Information Technology Services Division
Jim Gietzen	Office of Public Instruction
Audrey Hinman	State Information Technology Services Division
Becki Kollenberg	Montana Interactive
Lynne Pizzini	Deputy CIO, State Information Technology Services Division

I. Call to Order and Introductions

II. Approval of Minutes: The December 2014 Meeting Minutes were approved.

III. CIO Legislative Update

SB220-Repeal of the eGovernment Advisory Council

SB220, legislation to repeal the eGovernment Advisory Council, passed. The duties and responsibilities previously held by this group are being assumed by the Information Technology Board (ITB). This occurred through the Efficiency of Government Initiative.

Audrey Hinman provided an overview of the roles and responsibilities of the eGov group. Oversight of eGov services, policy, outreach are the major responsibilities transferring to the ITB.

MI Executive Summary Report

One of the primary functions of eGov was oversight of Montana's eGov services contracts, primarily the contract with Montana Interactive (MI). Becki Kolenberg of MI distributed summary reports containing information on services provide to the State (Attachment 1).

MI produces a monthly report on all of their activities including city, state and local work. MI has been in partnership with the state since 2001. Much of that work is with agencies. They are branching out into the cities and counties, helping with the Main Street Montana Initiative and local government outreach. They are filling a major need for electronic payment systems for many of the cities and counties in Montana.

MI will present high-level, overview reports at all ITB meetings going forward

Action: add "MI Report Overview" as a standing ITB agenda item.

★ Detailed reports are attainable by contacting agency IT Managers, accessing them on MINE by [clicking here](#) or through Audrey Hinman.

"Statutory" or "rule fees" are all fees collected on behalf of state, city and county entities. Convenience or transaction fees are included. The graph on the report represents the first three months of 2015, compared to 2013. The report shows visits to mt.gov continue to climb. Unemployment, ePass, Hunting and Fishing, Convicted Offender Lookup and Child Support are the top five most commonly accessed sites on mt.gov.

IT Volume 10

During the session the IT Subcommittee recommended the creation and publication of IT Volume 10. Once completed, it will be included in the Governor's budget for the next biennium.

To achieve this, IT expense recording will become standardized. The Leadership team at SITSD is working closely with Cheryl Grey in SABHRS to develop a policy that dictates recording IT spending by creating a standardized chart of accounts. IT spending will be recorded in a uniform manner, producing an "apples to apples" comparison. The project is expected to be complete by July 1, 2015.

HB10

During the 2015 session, funding in HB10 was cut. SITSD requested \$12M in general funds, for a total of \$20M of total spending. This request was cut and the remaining amount was moved under DOA. Funding for projects will be allocated by the DOA, under the advisement of the State CIO. Some departments weren't affected by the cut if they had special projects or federal funding. Both the courts and judicial branch remained intact. Ron is developing a plan on how the remaining HB10 funds will be spent. He will keep the board updated on his progress.

SITSD Reorganization

Dealing with a \$3.7M biennial cut was not an easy task. Ron's ultimate goal was to maintain services and not make the cuts on the backs of agencies. Working with the Director's Office, SITSD made cuts where they could and made a decision to flatten the organization. This entailed eliminating two bureaus and the C-level staff. All bureau chiefs now directly report to Ron and Deputy CIO, Lynne Pizzini. SITSD expressed gratitude for everyone's patience and understanding during this time and looks forward to providing shared IT services to support the needs of the state and the citizens of Montana.

Director Hogan commented SITSD has been transparent and has had good communication on the changes that have taken place. Stuart Fuller thanked SITSD for how they handled the budget cuts by not putting agencies in a compromising situation by increasing their rates.

DLI Electronic Content Management (ECM) Pilot

The results of the DLI/SITSD pilot project with Perceptive Software were successful. SITSD is moving forward with implementing Perceptive as the Enterprise Content Management System for the State. The State can only afford to manage and deploy one content management system and Perceptive is the best option for Montana. The ECM Project Manager and point of contact is Wes Old Coyote. The technical point of contact is Audrey Hinman. Sky Schafer participated in the pilot representing DOJ and SITSD would like her involvement going forward. Montana is moving to an enterprise platform for federated use, centralized deployment in a shared enterprise environment. Commissioner Bucy and George Parisot are pleased with the results of the Perceptive pilot and are in the process of transferring to Perceptive.

There are 35 agencies that need to move from FileNet to Perceptive. Ron is drafting notification that will be sent to agency IT managers. DOJ, DOJ and DPHHS are the large anchor tenants.

SITSD is working on the timeline. A decision brief has been submitted that addresses timeline and costs, it's estimated the process will take at least one year.

George Parisot commented that the pilot was successful, Perceptive was useful and effective. He contributed the success of the pilot to collaboration and full participation among the agencies. Collaboration is the key to success in these pilots. This product will be beneficial in dealing with Medicaid expansion.

IV. Enterprise Security Program

At the December ITB Meeting Lynne Pizzini provided a report of the Enterprise Risk Assessment, concluding an Enterprise Security Program needs to be established. The program is now in place, being led by Joe Frohlich as the Program Manager. Joe comes to SITSD from Ravalli County and is a CISSP. CISSP is the highest certification attainable as a security professional. Joe has been meeting with all of the agencies to get a feel for their security needs. The Information Security Advisory Council (ISAC) will be a part of Joe's program.

National Governors Association Cybersecurity Summit

Lynne attended the National Governors Association Cybersecurity Summit along with Ron Baldwin; Brian Fox, Homeland Security; Butch Huseby, DOJ; Brian Costigan, DOJ and the Fusion Center managers. On May 18, the group presented security needs for the state pertaining to three major areas to Governor Bullock. The areas covered were:

1. Governance of Cybersecurity
2. Posture of Cybersecurity
3. Incident Response

To address "Governance" ISAC was formed under Executive Order. ISAC will be comprised of Government representatives from Homeland Security, state entities, local government, the university system, legislative branch and the general public.

Action: Provide nominees for the ISAC to Lynne Pizzini or Joe Frohlich by Friday, June 19.

ISAC Meeting Information

Date: July 15, 2015

Time: 8:30 am – 10:30 am

Location: State Capitol, room 152

Contact: Joe Frohlich, jfrohlich@mt.gov

[Meeting materials link](#)

ISAC will be added as a standing ITB agenda item with Lynne Pizzini reporting in.

The Relationship between ISAC and ITB

ISAC will recommend policy and the ITB will review it. ITB is responsible for the governance, ISAC will address technical statutory and federal aspects of security and how they are implemented in Montana.

As designated by executive order by Governor Bullock, the ISAC will:

- Advise the Governor in respect to statewide, strategic information security program planning
- Develop strategies for implementing cybersecurity
- Provide yearly security assessments
- Establish enterprise level security procedures.
- Share information with agencies and the public
- Advise on security requirement specifications of state contracts
- Recommend appropriate, cost effective safeguards
- Conduct internal evaluations of the Enterprise Security Program

V. The CIO Top Five List

Each bureau within SITSD has a top five list of their highest priority projects. This prioritization method focuses attention and resources on the most critical projects/issues within the division. Some of the bureaus have up to 100 projects on their to-do list. The lists roll up to the CIO, then to the Director's Office and finally, Director Hogan submits her top five to the Governor's Office.

Current CIO Top Five:

- 1. ECM-DLI Pilot**
- 2. Enterprise Security Program**
- 3. IT Infrastructure Program**
Status: this is currently in draft and will be presented to this board upon completion.
- 4. Mobile Device Management**
Status: AirWatch was selected for mobile device management. This product will improve Montana's security posture. This service is being implemented because state enabled mobile devices currently are not secure. In a "bring your own device (BYOD) world", smart phones can be used to securely segregate functions and data while keeping personal information safe. A Montana App Library will be used with MDM. If employment is terminated, only work related items are wiped from the phone, not the entire phone.

AirWatch is being priced as a catalog item, there will be an initial licensing cost for each device along with an annual fee. An associated enterprise policy is being developed and will be in place when the product is rolled out.

5. Service Catalog

Status: SITSD is building a true, private cloud environment. The IT industry is headed in the “cloud direction”. Jerry Marks and Matt Van Syckle of SITSD are putting together the capability to compute and store services. vRealize will make the Service Catalog a consumable, amazon-like, online experience. The Service Catalog will include service descriptions and service level agreements.

There are many cloud offerings that have been reviewed and approved, we have limited resources for bandwidth and need to ensure they are secure. The State does approve cloud offerings. Examples of cloud services being used within the State include: DOA-HR, eProcurement, the ITPR process for DOJ, DPHHS call center and MSL ESRI/GIS service agreement. 50 services will be lifted onto the ESRI cloud.

VI. Open Forum

Inquiry:

“Where does SITSD fall in the Top Five list that is submitted to the Governor’s Office?”

Response:

“All five of the items on SITSD’s Top Five feed into the “Enterprise Strategies” on the Directors Office Top Five list”

State Phonebook

Inquiries:

“There are over six phone books agencies support data to and it is inefficient and cumbersome. Will there be a “master” phonebook?”

“We need to be able to easily access office numbers”

Responses:

“There may be a way the data portal can help with that, possibly pushing out a directory that will have work numbers. SITSD is always willing to work with agencies to solve these types of problems.”

“Call the Capitol Operators at 444-2511 to get any information on state employees or the offices.”

Opportunities for SITSD

SITSD is integrating their arms and services to work together, providing enterprise level resources that are definitive, gold standard and authoritative. They are developing a plan for the continuity of operations in the event of a disaster. This requires data cleanup and standardization of the process.

SITSD Rates

Susan Fox suggested it would be helpful to have a presentation on IT Volume 10 including the new set of accounting codes and how/where IT expenditures should be coded. Amy Sassano noted that personal services cost will be captured out of the HR system. Job codes will need to be provided for IT positions and managers will have to decide how to code positions, in particular, where job duties are split with only a portion of them being “IT”.

Ron Baldwin responded that the process is coming together. SITSD will deliver a full presentation on IT Volume 10 codes and policies to the ITB. It will address with agencies where/how to properly code IT expenses.

Action: Invite Cheryl Grey to give an IT Volume 10 Presentation at the next ITB meeting (add as an agenda item).

John Tubbs commented that in the past, it has been difficult to align IT Planning with the submission of agency budgets to the Governor’s Office. It would be beneficial to agencies if the information were available sooner to get a chance to sync IT Planning requirements.

It’s important to remember the process experiences frequent changes because of last minute items. SITSD will do their best to get information to agencies as soon as possible.

VII. Adjourn: meeting adjourned at: 11:39 am.

Next Meeting Information:

Date: September 3, 2015

Time: 8:30 am – 10:30 am

Location: State Capitol, room 152

VIII. Summary of Action Items

1. Add “MI Report Overview” as a standing ITB agenda item.
2. Provide nominees for the ISAC to Lynne Pizzini or Joe Frohlich by Friday, June 19.
3. Invite Cheryl Grey to give an IT Volume 10 Presentation at the next ITB meeting (add as an agenda item).

Attachments:

1. *Montana Interactive General Managers Report*
2. *SB220: Repeal of eGov Advisory Board*
3. *HB10*

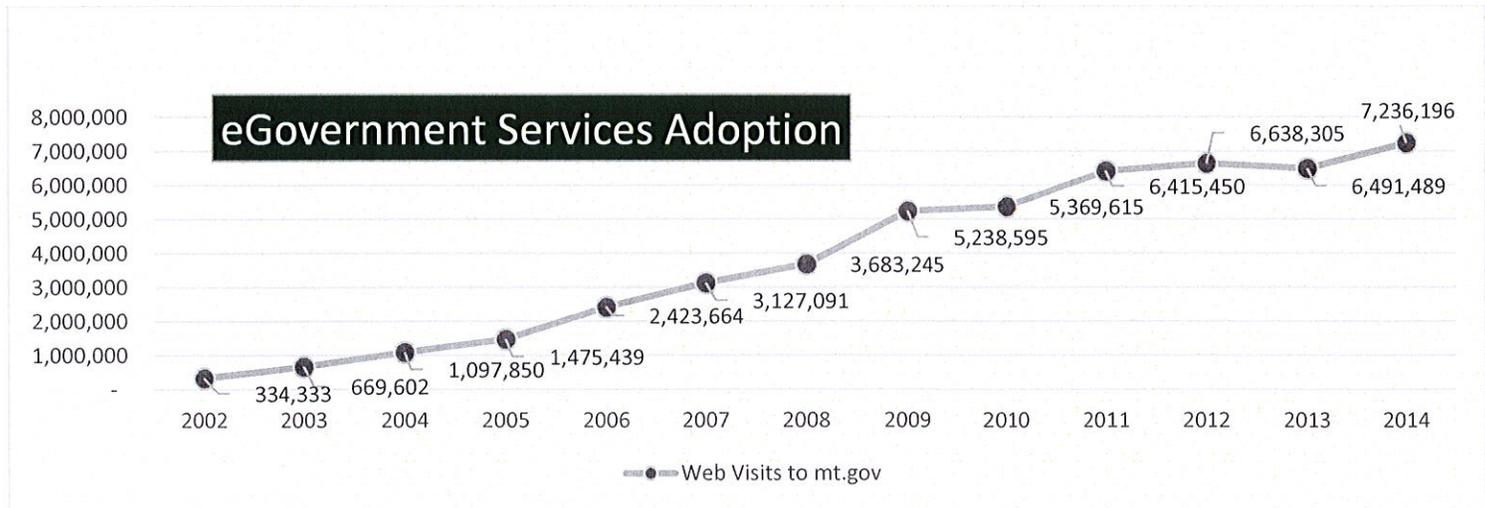
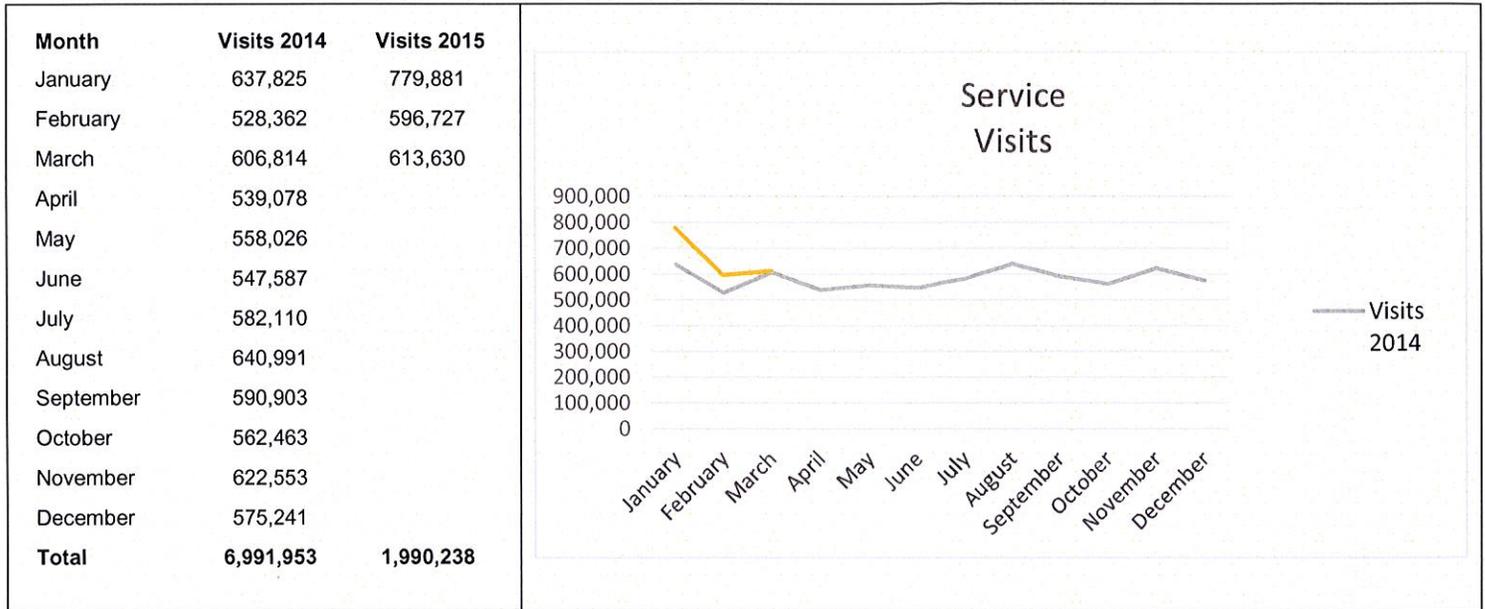
Meeting minutes completed by: Samantha Cooley
Draft submitted for review: July 9, 2015

DRAFT

Montana Interactive General Manager's Report: Q1 2015

Executive Summary *

- 2015 Non-Monetary Transactions processed to date..... 1,308,509
- 2015 Monetary Transactions processed to date..... 1,639,702
- 2015 Web visits to mt.gov services to date..... 1,990,238
- 2015 Statutory/Rule funds collected to date..... \$ 142,853,772
- Overall State Costs Avoided (by not paying for development or maintenance costs **since 2001**)... \$ 13,028,623



Service Name	Visits
Unemployment Insurance Filing	408,508
ePass Montana	326,140
Hunting and Fishing Licenses	179,854
Convicted Offender Network	172,381
Child Support Payment Display	156,011
Prescription Drug Registry	132,251
Business Entity Search	124,681
Temporary Registration Permit	56,559
Business Entity Annual Reports	45,633

* The information contained in this report is tentative and has not yet been fully finalized. The final report to be provided to SITSD June 30th.



AN ACT ABOLISHING THE ELECTRONIC GOVERNMENT ADVISORY COUNCIL; TRANSFERRING THE COUNCIL'S DUTIES TO THE INFORMATION TECHNOLOGY BOARD; REQUIRING A REPORT TO THE STATE ADMINISTRATION AND VETERANS' AFFAIRS INTERIM COMMITTEE; AMENDING SECTIONS 2-17-513, 2-17-1102, AND 2-17-1103, MCA; REPEALING SECTION 2-17-1105, MCA; AND PROVIDING AN EFFECTIVE DATE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 2-17-513, MCA, is amended to read:

"2-17-513. Duties of board. The board shall:

(1) provide a forum to:

(a) guide state agencies, the legislative branch, the judicial branch, and local governments in the development and deployment of intergovernmental information technology resources;

(b) share information among state agencies, local governments, and federal agencies regarding the development of information technology resources;

(2) advise the department:

(a) in the development of cooperative contracts for the purchase of information technology resources;

(b) regarding the creation, management, and administration of electronic government services and information on the internet;

(c) regarding the administration of electronic government services contracts;

(d) on the priority of government services to be provided electronically;

(e) on convenience fees prescribed in 2-17-1102 and 2-17-1103, if needed, for electronic government services; and

(f) on any other aspect of providing electronic government services;

(3) review and advise the department on:

(a) statewide information technology standards and policies;

- (b) the state strategic information technology plan;
- (c) major information technology budget requests;
- (d) rates and other charges for services established by the department as provided in 2-17-512(1)(t);
- (e) requests for exceptions as provided for in 2-17-515;
- (f) notification of proposed exemptions by the university system and office of public instruction as provided for in 2-17-516;
- (g) action taken by the department as provided in 2-17-514(1) for any activity that is not in compliance with this part;
- (h) transfer of information technology funds, resources, and employees as provided for in 2-17-531; ~~and~~
- (i) the implementation of major information technology projects and advise the respective governing authority of any issue of concern to the board relating to implementation of the project; and
- (j) financial reports, management reports, and other data as requested by the department;
- (4) study state government's present and future information technology needs and advise the department on the use of emerging technology in state government; ~~and~~
- (5) request information and reports that it considers necessary from any entity using or having access to the statewide telecommunications network or central computer center-;
- (6) assist in identifying, evaluating, and prioritizing potential departmental and interagency electronic government services;
- (7) serve as a central coordination point for electronic government services provided by the department and other state agencies;
- (8) study, propose, develop, or coordinate any other activity in furtherance of electronic government services as requested by the governor or the legislature; and
- (9) prepare and submit to the state administration and veterans' affairs interim committee by September 15 in the year preceding the regular legislative session and in the manner provided in 5-11-210 a report including but not necessarily limited to a summary of the board's activities, a review of the electronic government program established under part 11 of this chapter, and any key findings and recommendations that the board presented to the department."

Section 2. Section 2-17-1102, MCA, is amended to read:

"2-17-1102. Definitions. As used in this part, unless the context requires otherwise, the following definitions apply:

~~(1)~~ "Advisory council" means the electronic government advisory council established in 2-17-1105.

~~(2)~~(1) "Convenience fee" means a fee charged to recover the costs of providing electronic government services.

~~(3)~~(2) "Costs" means the overall costs that the department may incur to provide electronic government services, including the costs of contracts entered into with private entities to assist in providing electronic government services.

~~(4)~~(3) "Department" means the department of administration provided for in 2-15-1001.

~~(5)~~(4) "Infrastructure" means the underlying technology necessary to provide electronic government services."

Section 3. Section 2-17-1103, MCA, is amended to read:

"2-17-1103. Responsibilities of department for electronic government. (1) The department shall:

(a) provide the ability for state agencies to offer electronic government services by providing a reasonable and secure infrastructure;

(b) provide a point of entry for electronic government services to achieve a single face of government;

(c) encourage a common look and feel for all electronic government services for the benefit of the customers of the services;

(d) set technological standards for electronic government services;

(e) use technology that enables the greatest number of customers to obtain access to electronic government services;

(f) promote the benefits of electronic government services through educational, marketing, and outreach initiatives;

(g) promote transparency in information management; and

(h) share and coordinate information with political subdivisions whenever possible.

(2) To fulfill the responsibilities in subsection (1), the department may contract with private entities. The department may charge convenience fees and may allow private entities to collect the convenience fees on selected electronic government services in order to provide funding for the support and furtherance of electronic

government services. ~~The advisory council may advise the department on the amount of fees and the services on which to charge fees.~~

(3) The department or a private entity under a contract as provided in subsection (2) may not use any data associated with providing electronic government services for any purpose that is not provided for by law."

Section 4. Repealer. The following section of the Montana Code Annotated is repealed:

2-17-1105. Electronic government advisory council.

Section 5. Effective date. [This act] is effective July 1, 2015.

- END -

I hereby certify that the within bill,
SB 0220, originated in the Senate.

Secretary of the Senate

President of the Senate

Signed this _____ day
of _____, 2015.

Speaker of the House

Signed this _____ day
of _____, 2015.

SENATE BILL NO. 220

INTRODUCED BY C. KAUFMANN

AN ACT ABOLISHING THE ELECTRONIC GOVERNMENT ADVISORY COUNCIL; TRANSFERRING THE COUNCIL'S DUTIES TO THE INFORMATION TECHNOLOGY BOARD; REQUIRING A REPORT TO THE STATE ADMINISTRATION AND VETERANS' AFFAIRS INTERIM COMMITTEE; AMENDING SECTIONS 2-17-513, 2-17-1102, AND 2-17-1103, MCA; REPEALING SECTION 2-17-1105, MCA; AND PROVIDING AN EFFECTIVE DATE.



AN ACT REVISING LAWS RELATED TO INFORMATION TECHNOLOGY CAPITAL PROJECTS; APPROPRIATING MONEY FOR INFORMATION TECHNOLOGY CAPITAL PROJECTS FOR THE BIENNIUM ENDING JUNE 30, 2017; PROVIDING FOR MATTERS RELATING TO THE APPROPRIATIONS; PROVIDING FOR A TRANSFER OF FUNDS FROM THE GENERAL FUND TO THE LONG-RANGE INFORMATION TECHNOLOGY PROGRAM ACCOUNT; PROVIDING FOR THE DEVELOPMENT AND ACQUISITION OF NEW INFORMATION TECHNOLOGY SYSTEMS FOR THE DEPARTMENT OF ADMINISTRATION, THE DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES, THE DEPARTMENT OF TRANSPORTATION, AND THE JUDICIAL BRANCH; AND PROVIDING EFFECTIVE DATES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Definitions. For the purposes of [this act], the following definitions apply:

- (1) "Chief information officer" has the meaning provided in 2-17-506.
- (2) "Information technology" has the meaning provided in 2-17-506.
- (3) "Information technology capital project" means a group of interrelated information technology activities that are planned and executed in a structured sequence to create a unique product or service.
- (4) "LRITP" means the long-range information technology program account in the capital projects fund type.

Section 2. Appropriations and authorizations. (1) All business application systems funded under this section must have a plan approved by the chief information officer for the design, definition, creation, storage, and security of the data associated with the application system. The security aspects of the plan must address but are not limited to authentication and granting of system privileges, safeguards against unauthorized access to or disclosure of sensitive information, and, consistent with state records retention policies, plans for the removal of sensitive data from the system when it is no longer needed. It is the intent of this subsection that specific consideration be given to the potential sharing of data with other state agencies in the design, definition, creation,

storage, and security of the data.

(2) Funds may not be released for a project until the chief information officer and the budget director approve the plans described in subsection (1).

(3) The following money is appropriated to the department of administration to be used only for the indicated information technology capital projects:

Agency/ Project	LRITP	State Special Revenue	Federal Special Revenue	Proprietary	Total
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DEPARTMENT OF ADMINISTRATION

Statewide Information Technology Projects

	6,466,000				6,466,000
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The department of administration may prioritize the expenditure of the statewide information technology projects appropriation among the network and security upgrades, data protection initiative, statewide public safety communication system, security system replacement/assessments, and court technology improvement program projects. The department will report the use of the funds to the legislative finance committee.

Enterprise Electronic Content Management					
	\$1,000,000				\$1,000,000

DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES

Enhanced Federal Financial Participation and A-87 Cost Allocation Waiver

	2,000,000		18,000,000		20,000,000
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DEPARTMENT OF TRANSPORTATION

PPMS, Risk-Based Management, Linear Referencing System

	650,000	4,350,000			5,000,000
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Financial Management Suite

	3,000,000				3,000,000
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Section 3. Fund transfer. The amount of \$10.3 million is transferred from the general fund to the LRITP on July 1, 2015.

Section 4. Judicial branch information technology capital projects appropriation. (1) There is appropriated to the supreme court \$834,000 from the LRITP for courtroom technology improvements in the judicial branch.

(2) Before encumbering any funds appropriated in subsection (1), the office of court administrator shall submit a project and security plan, as described in [section 2(1)], to the chief information officer. The chief information officer shall promptly review the plan and, if necessary, make timely recommendations to the office of court administrator regarding implementation of the plan.

(3) As part of the annual report to the law and justice interim committee and the house appropriations subcommittee required under 3-1-702, the office of court administrator shall include an update on the implementation of projects funded under this section.

Section 5. Direction to department of administration -- state data center. The department of administration is directed to:

(1) encourage all state agencies to transition to the state data center unless there is a documented financial or security reason that justifies why the agency should not use the state data center;

(2) leverage the state data center for local governments, school districts, and the university system to use; and

(3) market the use of the state data center to other states if excess capacity exists.

Section 6. Statewide networks efficiencies. (1) The department of administration is directed to leverage federal funds and other resources to the maximum extent possible to assist with infrastructure obligations associated with federal and other programs.

(2) State agencies are authorized to utilize existing appropriation authority to support or enhance enterprise electronic content management services.

Section 7. Appropriation -- third-party audit requirement for medicaid management information systems replacement. (1) The department of public health and human services is appropriated \$7,500 in general fund and \$67,500 in federal funds for the purpose of securing an independent audit as set forth in subsection (2).

(2) The department of public health and human services shall retain its current independent verification and validation vendor to audit, review, and issue a report regarding the medicaid management information systems replacement contract vendor's activities related to contract 12-12-1-01-001-1. At a minimum, the audit and report by the current independent verification and validation vendor must:

(a) analyze the ability of the replacement contract vendor to complete and comply with all contractual requirements, terms, and conditions, in particular, by the May 2017 implementation date pursuant to amendment number 5 to the contract; and

(b) review projects in other states where the replacement contract vendor has implemented or is in the process of implementing a medicaid management information system to understand and extrapolate the experiences, impacts, costs, and delays of those states and analyze the potential for the same issues occurring with the Montana systems replacement in the future.

(3) The outcomes and recommendations from the current independent verification and validation vendor must be reported to the legislative finance committee no later than July 1, 2015.

Section 8. Fiscal agent services for current legacy medicaid management information systems.

In the event of nonperformance or breach of contract 12-12-1-01-001-1 by the medicaid management information systems replacement contract vendor or of adverse audit recommendations by the independent verification and validation vendor regarding the inability of the replacement contract vendor to fulfill all contractual requirements, terms, and conditions of the contract by the May 2017 implementation date, the department of public health and human services is authorized to request a bid for a new fiscal agent for the current legacy medicaid management information system. The department may not accept any bids from the medicaid management information systems replacement contract vendor unless and until the department has reached an agreement with the contract vendor on any pending or threatened legal action.

Section 9. Authorization for department of public health and human services to terminate medicaid management information systems replacement contract. (1) In the event of nonperformance or

breach of contract 12-12-1-01-001-1 by the medicaid management information systems replacement contract vendor or of adverse audit recommendations by the independent verification and validation vendor regarding the inability of the replacement contract vendor to fulfill all contractual requirements, terms, and conditions of the

contract by the May 2017 implementation date, the department of public health and human services is authorized to terminate contract 12-12-1-01-001-1 and to procure medicaid management information system services consistent with the direction and approval of the centers for medicare and medicaid services.

(2) If the department elects to terminate the contract, it is directed to take all legal action necessary to recover previously appropriated funds and any other damages caused by or related to the replacement contract vendor's inability to timely comply with its contractual obligations.

(3) In addition to the amounts authorized in [this act], the department may utilize its existing appropriation authority to take advantage of the A-87 cost allocation waiver.

Section 10. Severability. If a part of [this act] is invalid, all valid parts that are severable from the invalid part remain in effect. If a part of [this act] is invalid in one or more of its applications, the part remains in effect in all valid applications that are severable from the invalid applications.

Section 11. Effective date. (1) Except as provided in subsection (2), [this act] is effective July 1, 2015.

(2) [Section 7] and this section are effective on passage and approval.

- END -

I hereby certify that the within bill,
HB 0010, originated in the House.

Chief Clerk of the House

Speaker of the House

Signed this _____ day
of _____, 2015.

President of the Senate

Signed this _____ day
of _____, 2015.

HOUSE BILL NO. 10

INTRODUCED BY K. MCCARTHY

BY REQUEST OF THE OFFICE OF BUDGET AND PROGRAM PLANNING

AN ACT REVISING LAWS RELATED TO INFORMATION TECHNOLOGY CAPITAL PROJECTS; APPROPRIATING MONEY FOR INFORMATION TECHNOLOGY CAPITAL PROJECTS FOR THE BIENNIUM ENDING JUNE 30, 2017; PROVIDING FOR MATTERS RELATING TO THE APPROPRIATIONS; PROVIDING FOR A TRANSFER OF FUNDS FROM THE GENERAL FUND TO THE LONG-RANGE INFORMATION TECHNOLOGY PROGRAM ACCOUNT; PROVIDING FOR THE DEVELOPMENT AND ACQUISITION OF NEW INFORMATION TECHNOLOGY SYSTEMS FOR THE DEPARTMENT OF ADMINISTRATION, THE DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES, THE DEPARTMENT OF TRANSPORTATION, AND THE JUDICIAL BRANCH; AND PROVIDING EFFECTIVE DATES.