

**TESTIMONY BEFORE BUDGET SECTION  
 MEDICAID SYSTEMS PROJECT UPDATE  
 JUNE 27, 2007**

Chairman Holmberg, members of the Budget Section, I am Jennifer Witham, Director of Information Technology Services for the Department of Human Services (DHS). I appear before you to provide information on the status of the Medicaid Systems Project.

The project is running on schedule in accordance with the Detailed Work Plan. Current expenditures for the project are \$7,330,031 of the \$62,529,371 budget and reflect payments made through May 31, 2007. Phase I of the project, which had been approved for the 2005 – 2007 biennium, allowed the expenditure of \$10 million. As we close out the expenditures for the biennium, we estimate that we will have expended just under that amount.

The majority of this effort by DHS, ACS State Healthcare, LLC. (ACS), and ITD has been in the areas of project planning and requirements analysis. To date, ACS has delivered the Requirements Analysis Document (RAD), the Requirements Traceability Matrix (RTM), and the Medicaid Information Technology Architecture (MITA) Roadmap. ITD has completed requirements documents related to historical data conversion, interfaces with secondary systems, and current claim edits and audits.

The Department is currently finalizing contracts for the Decision Support System and the Independent Verification and Validation.

**Overview of Budget**

Description	Budget	Expended	Remaining
Total Project	\$62,529,371	\$7,330,031	\$55,199,340
General Funds	\$3,643,133	\$0	\$3,643,133
Federal Funds	\$55,218,418	\$6,489,722	\$48,728,696
Other Funds	\$3,667,820	\$840,309	\$2,827,511