



Payroll Modernization Project - JTC Monthly Update

August 28, 2023

Project Progress

1. Which elements of the project are currently underway? Which elements have been completed since the department last updated the JTC? Is the project on schedule with initial plans?

DPA is moving from vendor evaluation to the negotiation phase of the Invitation to Negotiation (ITN) to select the new payroll platform. We have contracted with Gartner for market insight to help negotiate and finalize the Statement of Work. The negotiation process is estimated to take about 12 weeks. DPA will take as much time as necessary to secure the most advantageous and best contract for the State.

2. How much money has been obligated and spent at this point? Please break down amounts and spent separately.

Payroll Modernization	Encumbered	Spent	Total
Agile Vendor (data conversion preparation)	\$2,605,392	\$924,495	\$3,529,887
Data Environment (data catalog, data warehouse)	\$131,250	\$98,107	\$229,357
ERP Procurement and Contracting Consultant	\$249,000	\$379,000	\$628,000
OIT Services	\$2,407,302	\$1,000	\$2,408,302
DPA Staffing	\$0	\$68,305	\$68,305
Total	\$5,392,944	\$1,470,907	\$6,863,851

3. What is anticipated to be completed by the next quarterly update?

By the next quarterly update we expect to have completed the data warehouse proof of concept.

4. When does the department/institution anticipate that the project will be complete?

The Department still estimates that replacing the payroll system is a 3 to 5 year effort. However, we will have more details about the expected schedule after the vendor is selected and the contract is finalized.



5. Are there any important concerns or updates you wish to share with the committee?

None at this time.

6. For multi-phase projects, has there been any insight gained through this phase of the project that will cause changes in the next requested phase of the project?

The Request for Information DPA conducted in the summer of 2022 followed by the vendor evaluation in 2023 confirmed that the Department's planned scope, schedule, and budget are in line with payroll solutions offered in the market. At this time no changes are anticipated for the next requested phase.