

**TESTIMONY BEFORE BUDGET SECTION
MEDICAID SYSTEMS PROJECT UPDATE
DECEMBER 8, 2010**

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

The Medicaid Systems Project is on track for completion on June 1, 2012. We continue to work toward the finalization of the cost negotiations with ACS. Once completed, the ACS contract will also require submission to CMS for final approval.

The table below outlines the expenditures through the month of October 2010.

Description	Budget	Expended	Remaining
Total Medicaid System Project	\$62,529,371	\$37,881,401	\$24,647,970
General Funds	\$3,643,133	\$2,651,033	\$992,100
Federal Funds	\$55,218,418	\$33,365,088	\$21,853,330
Other Funds	\$3,667,820	\$1,865,280	\$1,802,540

Medicaid Claims

As of December 6, 2010, there were 26,707 Medicaid claims in suspense. If you have any questions, I would be happy to address them at this time.