



Kings Park, NY

INFORMATION TECHNOLOGY SYSTEM SEPARATION PLAN

September 27, 2023

IT SYSTEM SEPARATION PLAN UPDATE

In the reformed OSA, LIPA and PSEG Long Island agreed to separate the IT systems used by Long Island from those of PSEG corporate and affiliates

- OSA required LIPA and PSEG Long Island to form a joint cross-functional team (the “**IT Team**”) to develop the Plan for IT System Separation by July 29, 2022
- IT Team identified approximately **46 IT systems*** (including cybersecurity systems) that are intermingled with New Jersey to be separated within **24 months** and developed the Plan
- The plan was adopted by LIPA Board at the September 2022 Board Meeting. The Plan contains the catalog of IT Systems to be separated and a high-level schedule. The 24-month timeline is aggressive but permits all systems to be separated before the end of the contract

The System Separation Program envisions an end-state where none of the systems remain intermingled by the end of two years (Q4 2024)

*An additional 27 small applications requiring separation, not previously included in the System Separation plan, have been identified.

IT SYSTEM SEPARATION PLAN MILESTONES

System Separation	LIPA PSEG LONG ISLAND SYSTEM SEPARATION DETAILS											
	2022			2023			2024				2025	
	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2
	Implementation Bundle 1	P	P	I	I	I	★					
	Implementation Bundle 2			P	I	I	I	I	★			
	Implementation Bundle 3*			P, I*	P	P	I	I	I	I	★	
	Implementation Bundle 4						P	I	I	I	★	
* Separation of Caseworks system to start 2023 Q2; remaining systems start 2024 Q1.												
P = Planning, I = Implementation, ★ = Go-Live												
Planning Milestones												
1 Implementation Bundle 1 - RFP issued by 11/30/2022												
2 Implementation Bundle 1 - System Integrator Selected by 1/31/2023												
3 Implementation Bundle 1 - PIP submitted for LIPA approval by 3/31/2023												
4 Implementation Bundle 2 - PIP submitted for LIPA approval by 6/30/2023												
5 Implementation Bundle 3 - PIP submitted for LIPA approval by 9/30/2023												
6 Implementation Bundle 4 - PIP submitted for LIPA approval by 3/31/2024												

IT SYSTEM SEPARATION PLAN MILESTONES

PSEG LI received bids from 6 vendors on 1/31/2023.

LIPA recommended a broad vendor competition to get the best value for our customers.

LIPA recommended a fixed-priced and single-phased implementation protocol.

PSEGLI received fixed-price and single-phased bids (BAFO) from six vendors on 7/5/2023.

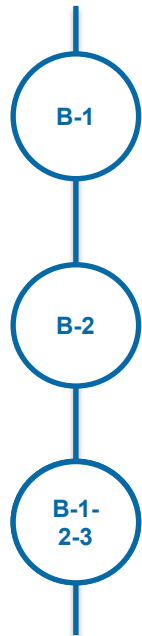
	Milestones	Baseline	Actual	Status
1	Bundle 1 RFP Issuance	11/30/2022	11/30/2022	Completed
2	Bundle 1 RFP System Integrator Selection	3/31/2023*		Delayed
3	Bundle 1 PIP submission to LIPA	3/31/2023	3/30/2023	Resubmittal
4	Bundle 2 PIP submission to LIPA	6/30/2023	6/30/2023	Resubmittal
5	Bundle 3 PIP submission to LIPA	9/30/2023		
6	Bundle 4 PIP submission to LIPA	3/31/2024		

Bundle 1 PIP will be resubmitted upon successful negotiation with System Integrator.

PSEG LI to resubmit with supporting information for deliverables, cost substantiation, and an integrated program schedule.

- The original schedule for selecting a system integrator has been changed from 1/31/2023 to 3/31/2023.

NEXT STEPS



- Award Contract to System Integrator for Bundle 1 by October 31, 2023
 - Implementation Kick-off - Bundle 1
 - **Complete Bundle 1 Implementation by May 31, 2024 (about 2 months delayed)**
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- Prepare and Release Request for Proposal (RFP) for Bundle 2 Systems/Applications Integrators
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- Develop an integrated project plan



Discussion

Questions?