



Feidhmeannacht na Seirbhíse Sláinte
Health Service Executive

Oifig an Phríomhoifigigh Airgeadais
Feidhmeannacht na
Seirbhíse Sláinte
Seomra 125, Ospidéal
Dr. Steevens
BÁC 8

Office of the Chief Financial Officer
Health Service Executive
Room 125, Dr Steevens
Hospital
Dublin 8

2nd October 2019

Deputy Catherine Murphy TD,
Dáil Éireann,
Leinster House,
Kildare Street,
Dublin 2.

Re PQ 37787 19: *To ask the Minister for Health the costs incurred to date and the projected costs regarding the integrated finance and procurement management system project design that is being refined to incorporate changes arising from the decision to create six new regional health areas; and if he will make a statement on the matter. -Catherine Murphy*

Dear Deputy Murphy,

The Health Service Executive has been requested to reply directly to you in the context of the above Parliamentary Question, which you submitted to the Minister for Health for response. Your PQ above has been referred to me for response.

In accordance with the approved Business Case for the new Finance Operating Model (June 2014), the capital cost of implementing the Integrated Finance and Procurement System is **€82 million**.

SAP S/4 HANA was selected in June 2017 as the new ERP software upon which IFMS will be built. Capital expenditure to the end of August 2019 was **€8.2 million**.

FRP ICT Capital Spend to August 2019	Capital Cost
SAP Phase 1 Stabilisation - Implementation Mid-West	€ 1,354,289
SAP Implementation Consolidated Finance Intelligence	€ 787,692
SAP Phase 2 Stabilisation - Implementation North West, Crumlin and CHI	€ 2,070,282
IFMS Lot 1 SAP - ERP Software Solution	€ 3,904,203
External Specialist Project Support	€ 56,087
Total ICT Capital Expenditure	€ 8,172,553

There are no forecasted incremental or additional costs associated with the decision to create six new regional health areas. The design of the IFMS system will be sufficiently flexible and adaptable to accommodate multiple variants, current and future, of the HSE organisation structure.

If you have any queries, please do not hesitate to contact me at sarah.anderson1@hse.ie or tel: 045 882559.

Yours sincerely

Sarah Anderson

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