SUBJECT: Service Contract Inventory – FY 2010 Analysis of Special Interest Functions

NEH is a small, independent agency of about 170 FTE. Because of its size, NEH has limited funds for general acquisition purposes. As a result we only have three contracts that fall into two of the Special Interest Function PSC’s. Since there are so few, we are providing an analysis of both of the PSC’s.

D302  ADP SYSTEMS DEVELOPMENT SERVICES

As a Federal grant-making agency we are required to support the eGov initiative Grants Management Line of Business [GMLoB]. All applications for Federal grants must come through this single Government portal. We have utilized this program quite successfully and have tied the GMLoB application submission into the internally developed and managed NEH Grants Management System for a seamless flow of grant application processing.

The one contract under this Special Interest Function was an Interagency Agreement in the amount of $26,931 for ongoing development, management, and support of the GMLoB.

D307  AUTOMATED INFORMATION SYSTEM SVCS

Under this Special Interest Function there were two contracts.

1. The first in amount of $36,000 was for services that provide a subscription to legal, news, company, financial, and public records databases. In addition, the service provides an advanced content delivery tool that offers an easy way to distribute key, targeted information designated audiences.

   We have determined there is simply no other alternative for obtaining the information that is available through this service in order for NEH to continue to meet its business requirements.

2. The other contract in the amount of $336,000 was for web hosting and support services for the NEH Financial Management System. NEH financial data is housed in secure servers at the vendor’s data processing center and is accessed by NEH staff via secure web portals.

   - In FY 2003, after investigating numerous options to replace its legacy accounting system, NEH decided that hosted [cloud] services would provide the most cost-effective and efficient means of managing the NEH acquisition and accounting
processes.

- The services meet all FISMA and NIST requirements and the vendor maintains all appropriate certifications.

- The vendor’s support staff performs no federal functions. Their activities are limited to managing web access and providing functional and technical expertise and support, system maintenance and upgrades, as well as license support. The support staff are all US Citizens with security clearances.

- Utilization of the hosted services means that NEH has eliminated the need for expensive hardware and special staff expertise that are required to manage other types of systems. The system has been hugely successful for NEH.

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