

State of Maine Procurement Justification Form

This form must accompany all contract requests and sole source requisitions (RQS) over \$5,000 submitted to the Division of Procurement Services.

INSTRUCTIONS: Please provide the requested information in the white spaces below. All responses (except signatures) must be typed; no hand-written forms will be accepted. See the guidance document posted with this form on the Division of Procurement Services website (Forms page) for additional instructions.

PART I: OVERVIEW

Department Office/Division/Program:		DAFS/OIT/PEGA Application Support	
Department Contract Administrator or Grant Coordinator:		W. Mason	
(If applicable) Department Reference #:		N/A	
Amount: (Contract/Amendment/Grant)	\$15,696.36 increase	Advantage CT / RQS #:	CT 18B 20180928*1170
CONTRACT	Proposed Start Date:		Proposed End Date:
AMENDMENT	Original Start Date:	10-8-2018	Effective Date:
	Previous End Date:	9-30-2022	New End Date:
GRANT	Project Start Date:		Grant Start Date:
	Project End Date:		Grant End Date:
Vendor/Provider/Grantee Name, City, State:		Pegasystems, Inc. One Rogers Street Cambridge, MA 02142	
Brief Description of Goods/Services/Grant:		Pega Platform/Cloud Managed Service	

PART II: JUSTIFICATION FOR VENDOR SELECTION

Mark an "X" before the justification(s) that applies to this request. (Check all that apply.)

	A. Competitive Process		G. Grant
	B. Amendment		H. State Statute/Agency Directed
x	C. Single Source/Unique Vendor		I. Federal Agency Directed
	D. Proprietary/Copyright/Patents		J. Willing and Qualified
	E. Emergency		K. Client Choice
	F. University Cooperative Project		L. Other Authorization

PART III: SUPPLEMENTAL INFORMATION

Please respond to ALL of the following:

1. Provide a more detailed description and explain the need for the goods, services or grant to supplement the response in Part I.

State of Maine Procurement Justification Form

PART III: SUPPLEMENTAL INFORMATION

The Pegasystems hosting and services agreement includes an annual pricing adjustment to occur in October of each year, see below. This contract amendment increases the contract value \$15,696.36 for that.

“Customer will pay Pegasystems \$871,200.00 annually subject to annual Inflation adjustments in an amount up to the corresponding increase in the U.S. Consumer Price Index (All Urban Consumers) or to a 3% increase whichever is less, in accordance with the Agreement. Inflation adjustments must be incorporated in a written amendment to the Agreement signed by both parties.”

The increase, CPI, is 0.01%. \$885.96 increase from 10/2019 value.

Pegasystems currently provides licensing and hosting of their proprietary software and platform for:
ACF MEPerls
DOL Constituent Portal
DMR LEEDS
DAFS MainePays/Travel
Treasury PayMaine
PurchasingMe

2. Provide a brief justification for the selected vendor to supplement the response in Part II.

Since Pegasystems is a proprietary cloud hosting environment and no code/low code platform, there are no other supplier/hosting services available.

3. Explain how the negotiated costs or rates are fair and reasonable; or how the funding was allocated to grantee.

See #2 above, price adjustment per contract terms.

4. Describe the plan for future competition for the goods or services.

Discussions are being held between State and Pegasystems for services beyond 2022.

PART IV: APPROVALS

**Signature of requesting
Department's Commissioner
(or designee):**

By signing below, I signify that I approve of this procurement request.

DocuSigned by:



Printed Name:

052B9AC7F56A489...
Frederick Brittain

Date:

8/25/2020

**Signature of DAFS
Procurement Official:**

DocuSigned by:



Printed Name:

AEEED9C7B3A8044E...
Justin Franzose

Date:

8/26/2020

State of Maine Procurement Justification Form