

for December 2020

To: The Honorable Ralph Northam, Governor of Virginia
The Honorable Luke E. Torian, Chair, House Appropriations Committee
The Honorable Janet D. Howell, Chair, Senate Finance and Appropriations Committee

From: Virginia Information Technologies Agency (VITA)

BACKGROUND / INTRODUCTION

VITA, on behalf of the Secretary of Administration, Grindly Johnson, and the Chief Information Officer of the Commonwealth, Nelson Moe, respectfully submits this report pursuant to [Item 92\(D\)](#) of the 2020 Appropriation Act, which provides:

“The Chief Information Officer and the Secretary of Administration shall provide the Governor and the Chairmen of the House Appropriations and Senate Finance Committees with a report detailing any amendments or modifications to the information technology infrastructure services contracts. The report shall include statements describing the fiscal impact of such amendments or modifications and shall be submitted within 30 days following the signing of any amended agreement.”

In addition to this formal report, VITA continues to report to policymakers in detail on the IT infrastructure services contracts and platform through both executive reporting and ongoing oversight by Joint Legislative Audit and Review Commission (JLARC) staff.

REPORT

Copies of these amendments (and other contract documents) may be found on VITA’s public contracts portal at <https://vita.cobblestonesystems.com/public/>. The links below go directly to each contract on that portal.

Amendments/Modifications

[Managed Security Services \(MSS\) contract with Atos \(VA-180112-ATOS\)](#)

<i>Number</i>	<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
9	12/30/20	Changes the name and service level for one of the Vera Code products for source code scanning.	None

[Server, Storage, and Data Center Services \(SSDC\) contract with Unisys \(VA-180815-UC\)](#)

<i>Number</i>	<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
8	12/15/20	Changes hardware service charge calculations to account for the fact that there are now less than 60 months remaining in the Unisys contract.	This amendment does not change the total amount of the charges associated with new hardware; it changes the distribution of charges over time. While more than 60 months remained, we could pay equal set installments for the entire period. This amendment avoids balloon payments being due at the end of the contract, in favor of spreading the total hardware charges over the remaining months of the contract.
10	12/31/20	Imperva web application firewall (WAF)	The added WAF services are optional under the contract, and this amendment does not obligate funds. To the extent agencies use such services, they will incur the charges set forth in the amendment.

[End User Services-Computing \(EUS\) contract with Iron Bow \(VA-180915-IBTL\)](#)

<i>Number</i>	<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
7	12/15/20	Annual Economic Change Adjustment, which the contract provides shall be applied to identified inflation sensitive billing items based on the U.S. Department of Labor's unadjusted Consumer Price Index for All Urban Consumers (the CPI-U), as described in Exhibit 4.0 section 10.	This is the ECA for contract year 3, which began in December 2020. The ECA inflation factor for CY3 is 0.788%, and the total impact is \$200,343.

Other Contract Changes¹

[Messaging Services contract with Tempus Nova](#) (VA-160720-TEMP)

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
12/08/2020	SOW 28 Google supplemental licenses (adjusting for changes in licensing usage over time)	As itemized in the amendment, the total cost for the additional license quantities in this SOW is \$448,922.83.

¹ The infrastructure contracts permit certain changes to the contract documents, such as updated designations of key personnel or certain changes to service levels, to occur through notices rather than through the formal contract amendment process. Such changes are included in this report to be as thorough and transparent as practicable.