

for November 2021

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 2021 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 report, VITA continues to report in detail on the IT infrastructure services contracts and platform through other legislative and executive reporting and through the committees’ staff and Joint Legislative Audit and Review Commission (JLARC) staff.

REPORT

Copies of amendments (and other contract documents) are made available as soon as practicable 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

[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>
9	11/29/21	Annual Economic Change Adjustment (ECA), 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. Updates to deliverable acceptance criteria. Key Personnel updates. Various administrative corrections.	This is the ECA for contract year 4, which begins in December 2021. The total impact is \$995,000. ECAs are accounted for in VITA's rates moving forward. The other changes in this amendment do not have a fiscal impact.

[Mainframe contract with Perspecta¹ \(VA-160926-HPEN\)](#)

<i>Number</i>	<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
Change Order 13	11/5/21	Change in supplier name (to Peraton). Exercise of both of VITA's one-year renewal options, extending the contract through June 2, 2024. Updated software pricing and software assets.	For the final pre-option contract year and each of the two option years, the updated software pricing is \$1,543,750 per year, invoiced monthly, which is an increase from past pricing. The updated pricing is accounted for in VITA's rates moving forward.

Other Contract Changes²

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

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
11/9/21	Key Personnel update	None

¹ The Perspecta contract uses the terminology of "change orders" rather than "amendments" or "modifications."

² 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.