

for January 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 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>
10	1/11/21	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 9.	This is the ECA for contract year 3. The aggregate fiscal impact is \$135,696 (\$79,156 in FY21 and \$56,540 in FY22). These amounts are already budgeted for recovery in IT service rates.

### [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>
9	1/9/2021	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. The aggregate fiscal impact is \$590,682 (\$295,341 in FY21 and in FY22). These amounts are already budgeted for recovery in IT service rates.

### [Voice and Data Network \(VDN\) contract with Verizon \(VA-151028-MCI5\)](#)

<i>Number</i>	<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
5C	1/26/21	This modification is to bring modernized technology and additional services to the VDN tower, allowing customers to be removed from legacy circuits and providing additional flexibility, reliability, security controls, and increased capacity.	All new services are optional under the contract, and this amendment does not obligate funds. To the extent agencies use such services, they will incur charges. The amendment reflects increased consumption of existing voice service, resulting in an increase to contractual baseline charges of approximately \$76,000, but that is less than what we were paying for the same consumption under the unadjusted baseline. There is no effect on existing voice rates as costs are already recovered through the established service rate.

## Other Contract Changes<sup>1</sup>

### [Multisourcing Service Integrator \(MSI\) contract with SAIC \(VA-170822-SAIC\)](#)

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs)	None
1/13/2021	Update to Key Personnel	None

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

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs)	None

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

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs) and addition of RCD 2.18 Transition Plan	None

### [Voice and Data Network \(VDN\) contract with Verizon \(VA-151028-MCI5\)](#)

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs) and addition of RCD 2.18 Transition Plan	None

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

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs) and addition of RCD 2.18 (Transition Out Plan)	None

### [Managed Print Services \(MPS\) contract with Xerox \(VA-180915-XERX\)](#)

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/2021	Quarterly changes to Service Level Agreements (SLAs) and addition of RCD 2.18 (Transition Out Plan)	None

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

<i>Date</i>	<i>Description</i>	<i>Fiscal Impact</i>
1/1/21	Quarterly changes to Service Level Agreements (SLAs) and addition of RCD 2.18 (Transition Out Plan)	None

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<sup>1</sup> 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.