[Renewal Agreement - Data Center Space and Services - 3101 Gold Center Drive, Rancho Cordova, California - \$756,840 Annual Base Rent - Not to Exceed \$2,385,938.10]

Resolution authorizing a renewal agreement for the use of space and communication services within an existing data center located at 3101 Gold Center Drive, Rancho Cordova, California from the State of California Technology Agency, Office of Technology Services, for a three-year term, commencing July 1, 2018, through June 30, 2021, at a monthly base rate of \$62,720 for a total annual rate of \$756,840 in an amount not exceed \$2,385,938.10.

WHEREAS, Critical business systems of the City and County of San Francisco should have redundant recovery systems and facilities to be used in the event primary data centers become non-functional due to a natural disaster, criminal activity, or other emergency; and

WHEREAS, The Department of Technology has adopted and implemented a policy that calls for the development of a comprehensive information technology Disaster Recover ("DR") plan that involves not only placing business critical infrastructure at 200 Paul Street in San Francisco, but also designating a DR hot site at an appropriate out of area location so that such business critical operations of the City may continue until normal business operations resume and the selected out of area site is 3101 Gold Center Drive in Rancho Cordova (the "Facility"); and

WHEREAS, The Facility provides the City with an ability to replicate City data on a regularly scheduled basis, is accessible by the City, is in a secure and stable environment, provides an opportunity for monthly, quarterly and semi-annual tests to ensure full functionality, and is reasonably priced; and

WHEREAS, The State of California, through its Department of Technology (the "State"), has maintained this robust disaster recovery facility at a reasonable cost to other

agencies desirous of securing off-site critical data redundancy in a secure and stable environment; and

WHEREAS, The City and County of San Francisco has found the Facility meets our DR objectives to recover as quickly and effectively as possible from an unforeseen disaster or emergency which interrupts information systems and business operations; and

WHEREAS, A Renewal Agreement with the State has been negotiated by the Director of Property, in consultation with the City's Department of Technology, which is on file with the Clerk of the Board of Supervisors under File No. 180564 (the "Agreement"); and

WHEREAS, The Agreement has a term of three years, from July 1, 2018, to June 30, 2021; and

WHEREAS, The base monthly rental cost is pursuant to a rate structure published by the State, which results in a full service rate of \$62,720.00 per month to meet the needs of the City and County of San Francisco, with an additional annual installation expense of \$4,200.00 for necessary electrical circuits; and

WHEREAS, The Director of Property has determined that the proposed lease rates are reasonable and represent fair market rent for the Facility, given the services provided; now, therefore, be it

RESOLVED, That the Board of Supervisors, in accordance with the recommendations of the Director of Property and Director of Department of Technology, hereby approves the Agreement, in substantially the form presented to this Board, and authorizes City staff to take all actions necessary to occupy the Facility consistent with the Agreement; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of Property, in consultation with the City Attorney and Director of the Department of Technology, to enter into any additions, amendments, extensions, or other modifications to the Agreement that the Director of Property determines are in the best interests of the City, do not materially

decrease the benefits to the City, and are in compliance with all applicable laws, including the City's Charter, and may result in a fiscal impact due to either adjusted rate schedules as posted by the State, or expanded use of the Facility by City; and, be it

FURTHER RESOLVED, That the Director of Property is hereby authorized and urged, in the name and on behalf of the City and County, to take any and all steps (including, but not limited to, the execution and delivery of any and all certificates, agreements, notices, consents, and other instruments or documents) as the Director of Property deems necessary or appropriate in order to consummate the Agreement, or to otherwise effectuate the purpose and intent of this Resolution, such determination to be conclusively evidenced by the execution and delivery by the Director of Property of any such documents; and, be it

FURTHER RESOLVED, That the City shall occupy the Facility for the full term of the Agreement unless funds for the rental payments are not appropriated in any subsequent fiscal year at which time the City may terminate the Agreement with advance notice to State; and, be it

FURTHER RESOLVED, That said Agreement shall be subject to certification as to funds by the Controller, pursuant to Charter, Section 6.302; and, be it

FURTHER RESOLVED, That all actions heretofore taken by the officers of the City with respect to the Agreement, or authorized and directed by this Resolution, are hereby ratified, approved, and confirmed by this Board of Supervisors.

\$756.840.00 available

Fund: 28070 Dept: 207929 Authority: 17582 Project: 10024777 Activity: 0001 Account: 530000

Controller

Subject to the enactment of the Annual Appropriation Ordinance for Fiscal Year 2018/2019.

RECOMMENDED:

Director of Property

RECOMMENDED:

Department of Technology

John Updike

Linda Gerull

Director



City and County of San Francisco **Tails**

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Resolution

File Number:

180564

Date Passed: June 26, 2018

Resolution authorizing a renewal agreement for the use of space and communication services within an existing data center located at 3101 Gold Center Drive, Rancho Cordova, California from the State of California Technology Agency, Office of Technology Services, for a three-year term, commencing July 1, 2018, through June 30, 2021, at a monthly base rate of \$62,720 for a total annual rate of \$756,840 in an amount not exceed \$2,385,938.10.

June 20, 2018 Government Audit and Oversight Committee - RECOMMENDED

June 26, 2018 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

File No. 180564

I hereby certify that the foregoing Resolution was ADOPTED on 6/26/2018 by the Board of Supervisors of the City and County of San Francisco.

Clerk of the Board

Mark Farrell Mayor

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