Amendment of the Whole in Committee. 1/19/11

FILE NO. 101495

RESOLUTION NO. 26-11

[License with UnitedLayer to Use Property - 200 Paul Street]

Resolution authorizing the license of space and services with UnitedLayer at 200 Paul Street for the Department of Technology.

WHEREAS, The Department of Technology operates the City's critical need data center operations in leased space at One Market Plaza; and

WHEREAS, The Department of Technology reports that One Market Plaza no longer physically meets the infrastructure needs of the City; and

WHEREAS, The lease at One Market Plaza is to be terminated soon; and

WHEREAS, The City has the need for 40 server racks, in addition to mainframes and other large free standing equipment to be located in secure, mission critical facilities; and

WHEREAS, The Committee on Information Technology ("COIT") through a unanimous vote on October 21, 2010 recommended the consolidation of mission critical IT systems in reliable and appropriate facilities in order to

- Achieve economies of scale
- Enhance physical security
- Improve the quality of management of equipment
- Improve reliability of operating conditions in terms of power, cooling and fire suppression
- Improve disaster preparedness and recovery
- Reduce carbon emissions; and

WHEREAS, COIT recommends that the City's critical infrastructure be located in Tier II (as determined by the Uptime Institute) facilities or better; and

WHEREAS, The proposed License, among many other data needs, will serve

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- The City's websites
- The City's email system
- The Controller's FAMIS & payroll equipment

• The State of California's CLETS, AFIS and JUSTIS equipment; and

WHEREAS, UnitedLayer, Inc. provides build out infrastructure and space with power distribution, cooling, fire suppression, for large data processing requirements with 24/7 maintenance and servicing and is the only HRC 12B compliant vendor at 200 Paul; and

WHEREAS, The Department of Technology's consultant, California Data Center Design, has reviewed the proposed transaction and has confirmed, considering all factors, that the proposed terms and conditions are fair market value; and

WHEREAS, The Department of Technology recommends the proposed license as the best facility to meet COIT's recommendations and the needs of the City's main data center; and; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of the Department of Technology, the Director of Property is hereby authorized to take all actions on behalf of the City and County of San Francisco, as Licensee, to execute a license (copy of the proposed license is on file with the Clerk of the Board) with UNITEDLAYER, INC., a California corporation ("Licensor")), for server racks and space in the building commonly known as 200 Paul Street, San Francisco, California, for the areas on the first and fifth floors as more particularly described in the License (the "Premises") on the terms and conditions set forth herein, and on a form approved by the City Attorney; and, be it

FURTHER RESOLVED, That the License shall be for a term of five (5) years commencing February 1, 2011. The License shall be terminable by the City without cost after January 31, 2013 with 9 months advance notice. The initial base rent shall be \$147,515.00 per month, and beginning February 1, 2012, the base rate shall be annually increased by four

Real Estate Department BOARD OF SUPERVISORS (4) percent. The Licensor shall pay for utilities, janitorial services, and building maintenance and repairs except for the separately-metered electricity used in the 5th floor premises; and, be it

FURTHER RESOLVED, That the City shall have the option to increase or reduce the by up to six (6) server racks in the 1st floor premises based on the cost schedule contained in the License.

FURTHER RESOLVED, That the License shall include a clause, indemnifying, holding harmless, and defending Licensor, other related parties, and its agents from and against any and all claims, costs and expenses, including without limitation, reasonable attorneys' fees, incurred as a result of any default by the City in the performance of any of its material obligations under the License, or any negligent acts or omissions of the City or its agents, in, on, or about the Premises or the property on which the Premises are located, excluding those claims, costs and expenses incurred as a result of the negligence or willful misconduct of the License or its agents; and, be it

FURTHER RESOLVED, That all actions heretofore taken by the officers of the City with respect to such License are hereby approved, confirmed and ratified; and, be it

FURTHER RESOLVED, That the Board of Supervisors authorizes the Director of Property to enter into any amendments or modifications to the License (including, without limitation, the exhibits) that the Director of Property determines, in consultation with the City Attorney, are in the best interest of the City, do not increase the rent or otherwise materially increase the obligations or liabilities of the City, except in the case where the City increases the number of server racks, are necessary or advisable to effectuate the purposes of the License or this Resolution, and are in compliance with all applicable laws, including the City Charter; and, be it

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FURTHER RESOLVED, That the City shall occupy the entire Premises for the full term of the License unless funds for the Department of Technology's rental payments are not appropriated in any subsequent fiscal year at which time the City may terminate the License. Said License shall be subject to certification as to funds by the Controller, pursuant to Section 6.302 of the City Charter: and, be it FURTHER RESOLVED, That the Department of Technology shall provide written reports to the Board of Supervisors every six months on the progress made towards consolidation of information technology facilities, equipment and staff and the associated documented efficiencies and cost savings. \$737,575.00 Available (5 mos.@ \$147,515.00) Project: PTI001 Index Code: 750600 Controlle **RECOMMENDED:** Department of Technology **RECOMMENDED:** Director of Property **Real Estate Division**

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City and County of San Francisco Tails Resolution

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

File Number: 101495

Date Passed: January 25, 2011

Resolution authorizing the license of space and services with UnitedLayer at 200 Paul Street for the Department of Technology.

January 19, 2011 Budget and Finance Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

January 19, 2011 Budget and Finance Committee - RECOMMENDED AS AMENDED

January 25, 2011 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar, Mirkarimi and Wiener

File No. 101495

I hereby certify that the foregoing Resolution was ADOPTED on 1/25/2011 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Mayor Edwin/Lee

Date Approved