Renewal Agreement - Data Center Space and Services - 3101 Gold Center Drive, Rancho Cordova, California - $639,480 Annual Base Rent - Not to Exceed $2,015,960.70

Resolution authorizing and approving 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, 2021, through June 30, 2024, at a monthly base rate of $52,940 for a total annual rate of $639,480 in a total amount not to exceed $2,015,960.70.

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 Recovery ("DR") plan that involves not only placing business critical infrastructure 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. 210530 (the “Agreement”); and

WHEREAS, The Agreement has a term of three years, from July 1, 2021, through
June 30, 2024; 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 $52,540 per month to meet the needs of the
City and County of San Francisco, including an annual installation expense of $4,200 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; and, be it

FURTHER RESOLVED, That within thirty (30) days of the Agreement being fully
executed by all parties, the Director of Property shall provide the final Agreement to the Clerk
of the Board for inclusion into the official file.
$639,480.00 available
Fund: 28070
Dept: 207929
Authority: 17582
Project: 10024777
Activity: 0001
Account: 530000
Fiscal Year 2021/2022 increase $639,480.00

_/s/________________________
Michelle Allersma, Budget and Analysis
Division Director on behalf of
Ben Rosenfield, Controller

Subject to the enactment of the Annual
Appropriation Ordinance for Fiscal Year
2021/2022.

RECOMMENDED:

_/s/______________________
Andrico Q. Penick
Director of Property

RECOMMENDED:

_/s/______________________
Linda Gerull
Director
Department of Technology
Resolution authorizing and approving 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 on July 1, 2021, through June 30, 2024, at a monthly base rate of $52,940 for a total annual rate of $639,480 in a total amount not to exceed $2,015,960.70.

June 23, 2021 Government Audit and Oversight Committee - RECOMMENDED

June 29, 2021 Board of Supervisors - ADOPTED
   Ayes: 11 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

I hereby certify that the foregoing Resolution was ADOPTED on 6/29/2021 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

7/9/2021
Date Approved