

Seven questions your CIO wants answered.



Start the outsourcing discussion with your CIO using these questions as a guideline. They cover all the hot-button issues – from the changing role of IT and the challenges it brings, to the solutions needed to meet them.

1. Are the expectations of the IT department's role really changing?

According to the Gartner report "Reimagining IT: The 2011 CIO Agenda," by 2015 the annual compensation of most Global 2000 CIOs will be determined by the new revenue IT generates each year. There's no denying it: business value is the new benchmark for success.

2. How can I meet operational obligations, as well as new expectations for enabling revenue-generation?

You'll need to free up resources to focus on innovation and process improvements. With an outsourcing strategy, maintaining availability, resiliency and continuity of the network can be offloaded to a trusted partner. Your team can concentrate on projects that are business drivers, such as data analytics or social media initiatives.

3. How can I sell outsourcing to my C-suite colleagues?

Frame the outsourcing argument by its business value, not just its budget requirements. Use metrics that are related to the end-user experience, a specific organizational goal, or a measurable return on investment.

4. I want to outsource. Where do I start?

Outsourcing is not an all-or-nothing proposition. Evaluate the technical as well as the business needs of the organization and see where a managed service could be a fit, with consideration for:

- **Finance:** Does it deliver cost savings, or valuable benefits that outweigh costs?
- **Strategy:** Is it in line with or contribute to the organization's goals?

5. What should be included in a cost comparison of in-house solutions versus outsourcing?

When evaluating your in-house solutions, ensure you look at the total cost of ownership, not just the price of a server. Include capital investment for housing, energy bills, maintenance, and staffing, plus any costs associated with future upgrades (included in an outsourcing service).

6. How can I mitigate outsourcing risk?

Secure outsourcing begins with picking the right partner. One that knows the strengths and limitations of managed services, and can help design a selective outsourcing strategy that meets not only your needs, but also your risk comfort level.

7. How does outsourcing change the way the IT department works?

The goal of outsourcing is to enable the IT department to move away from operations tasks, and focus on business-driving innovations. This requires team members with the ability to see the business value in IT initiatives, and who have a desire to embrace IT's changing role, contributing as integral players to business success and growth.