APEX Flex on Demand

With APEX Flex on Demand you can acquire the technology you need to support your changing business with payments that scale to match your actual usage.*

Today’s fast-moving business environment drives the need for on-demand IT solution availability. To ensure availability, many organizations buy excess capacity upfront and risk paying for technology they don’t use. This overprovisioning consumes budget and jeopardizes funding for other critical projects.

Flex on Demand provides you with elastic capacity, where we work with you to right-size capacity for your workloads as they shrink and grow over time. You gain immediate access to buffer capacity should you need it, while only paying for the technology you use. Your payment adjusts up or down to match your actual usage.

Flex on Demand is available with Storage, Sever, Converged and Hyper converged Infrastructure, Data Protection and Services.

APEX Flex on Demand gives you additional peace of mind by capping total monthly billing at 85% usage of total installed capacity - an offer unmatched by other infrastructure providers.**

How Flex on Demand Works:

1. Choose your technology. Determine the hardware, software and services that meet your needs.
2. Predict payments. Simplified pricing for custom configurations and the 85% billing cap enable you to budget and predict payments even when usage is variable.
3. Select your deployed capacity. We work with you to establish the Committed Capacity you currently need and the Buffer Capacity you will require in the future. All technology is installed and available to you on day one.
4. Meter usage. Each payment you make is comprised of a fixed Committed Capacity amount plus a variable Buffer Capacity amount. Buffer Capacity usage is measured at a component level on a regular basis using automated tools installed with your equipment.
5. Realize savings. Drive lower costs by selecting higher levels of committed capacity and longer usage periods and trigger lower usage rates as workloads increase beyond the initial committed capacity.
### Billing Metrics for Flex on Demand

As you can see from the table above, billing for actual usage is based on the type of product and the specific technology usage being measured.

For Dell EMC PowerEdge servers, we measure processor utilization and charge for that utilization via Activated Node Hours. Our Utility Configuration Collector (UCC) collects usage data from the integrated Dell Remote Access Controller (iDRAC), which reports CPU utilization several times per hour. This data is then used to calculate the number of Activated Node Hours – a node is considered active when usage is five percent or higher. Customers using VMware in their PowerEdge environments have the option to be billed based on average monthly memory usage.

For Storage, Data Protection and Converged and Hyperconverged Infrastructure (HCI) solutions, we measure consumed raw capacity or consumed usable capacity, depending on the product. Raw capacity is the total capacity of the storage media in the system. Usable capacity is how much data can be stored in the system before data reduction (compression and deduplication) but after capacity is allocated for RAID protection. The RAID allocation is used to protect against data loss and improve performance.

Dell Technologies sets the allocation for RAID protection for some products, while you set the allocation for others. For products where Dell Technologies sets RAID protection, we charge for usable capacity consumed. For products where you set RAID protection, we charge for raw capacity consumed.

Raw and usable capacity data is measured several times per day. A daily average is calculated, and a monthly average is then calculated from the daily average. Because the Utility Configuration Collector pulls usage metrics directly from the hardware, our measurements and billing are based on Gigabytes (GB) used instead of Gigabytes (GiB) used.

For HCI solutions, including VxRail, we measure RAM in addition to consumed storage capacity. VxRail data is collected from VMware vCenter, while usage data for Azure Stack is collected using Azure Stack APIs.

### Billing Process at a Glance

1. **Install Technology Solution**
   Your technology solution is deployed with both committed and buffer capacity.

2. **Collect Data**
   Usage data is collected by Utility Configuration Collector software. The software is pre-installed and deployed with your hardware.

3. **Validate and Store**
   The collected usage data is securely transferred to our Dell Financial Services database, where it is validated, parsed and saved into files. Usage data is collected at the metadata level, so detailed or identifiable data is never at risk.

4. **Process and Report**
   The files are processed, converting the raw data to pre-invoice reports, which are validated and verified by a billing specialist.

5. **Customer Approval**
   Validated reports are made available for download and review by the customer.

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<th>Servers</th>
<th>Storage</th>
<th>Data Protection</th>
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<td>Billing Metric (Compute)</td>
<td>Activated Node Hour/ Average Memory Usage (VMware only)</td>
<td>Consumed RAW/Usable GiB</td>
<td>Consumed Usable GiB</td>
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<td>Billing Metric (Storage)</td>
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**Billing Process at a Glance**

- **NO CHARGE FOR ANY CAPACITY USAGE GREATER THAN 85% OF TOTAL CAPACITY AVAILABLE**
Flex on Demand Proven Results

Flex on Demand delivers significant value, including clear cost savings with gains in efficiency, productivity and business agility. In a recent IDC study analyzing the business value of Dell Technologies pay-as-you-use consumption models, participants cited both cost and time savings as noteworthy advantages1.

For example, customers who moved to pay-as-you-use models with Dell EMC storage saw a 23 percent lower cost of storage operations per year and 25 percent lower storage acquisition costs. In addition, participants reported agility benefits, such as a 92 percent faster time to deploy new storage capacity.

Benefits of Flex on Demand

**SIMPlicity**
On day one, we install what you need now, and in the future and measure your usage with automated tools installed with our equipment.

**AGILity**
Respond quickly to new service requests, workload fluctuations and changes driven by the business to improve your IT flexibility.

**Control**
Customize hardware and software configurations based on your workload requirements and achieve cost control by paying for elastic resources only as they are consumed and avoid the costs of over-provisioning.

Learn More
Engage your Dell Technologies or Dell Financial Services account manager.

www.delltechnologies.com/flex-on-demand

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