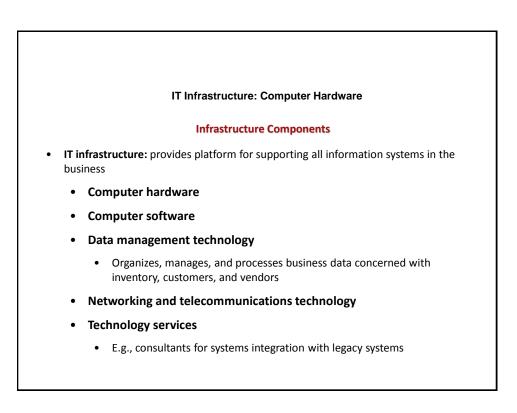
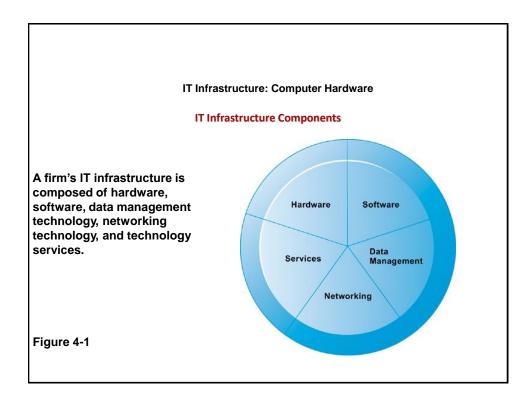
# IT Infrastructure: Hardware and Software

### LEARNING OBJECTIVES

- What are the components of IT infrastructure?
- What are the major computer hardware, data storage, input, and output technologies used in business?
- What are the major types of computer software used in business?
- What are the most important contemporary hardware and software trends?
- What are the principal issues in managing hardware and software technology?
- What is the meaning of Moore's Law

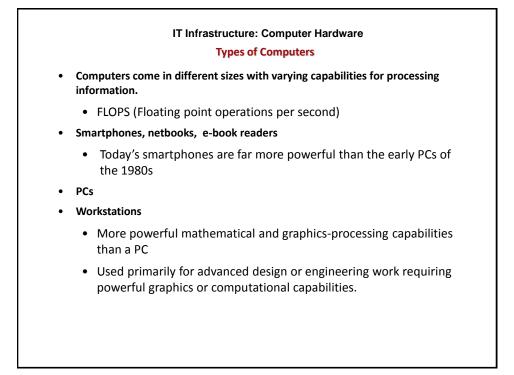




## Moore's Law

- Moore's Law predicts that the number of transistors fitting on a computer chip will double every one and a half to two years.
- This prediction about density also captures advances in processing speed, storage capabilities, cost, and other component features.
- Processing power and speed and storage capabilities have increased exponentially as the cost of computing devices has decreased.

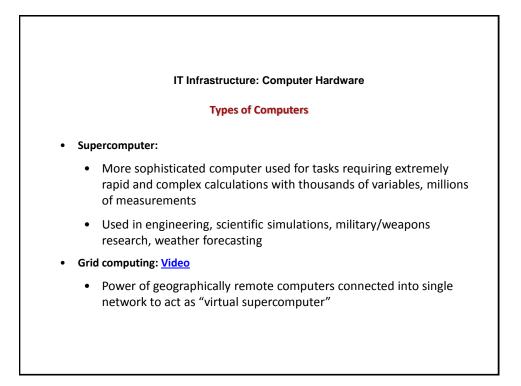
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### IT Infrastructure: Computer Hardware Types of Computers

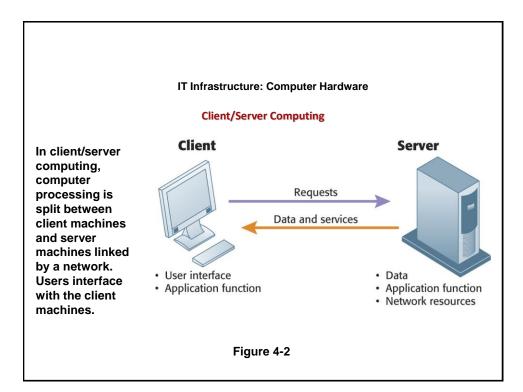
### • Servers:

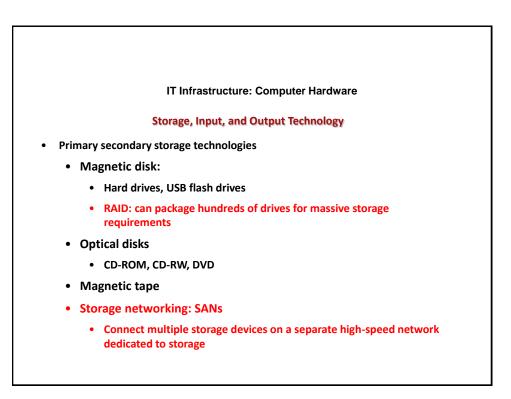
- Type of midrange computer.
- Support computer network, sharing files and resources.
- Provide hardware platform for e-commerce.
- Mainframes:
  - Large-capacity, high-performance computer that can process large amounts of data very rapidly
  - E.g., used by airlines for thousands of reservations per second
  - Mainframes are still a major revenue and profit source for IBM, one of the last large-scale commercial manufacturers of mainframe computers. They are used often as huge Web servers where they are more efficient than tens of thousands of PCs in processing large volumes of records

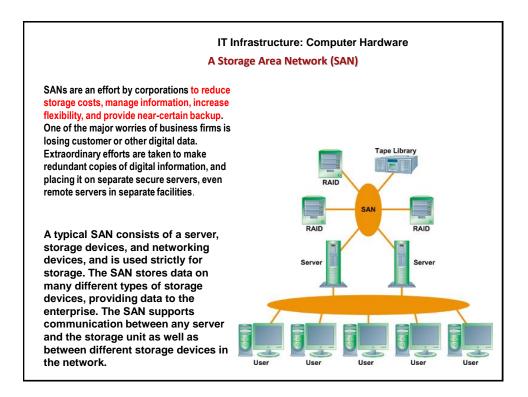


### IT Infrastructure: Computer Hardware Types of Computers

- Client/server computing:
  - Form of distributed computing
  - Splits processing between "clients" and "servers"
  - Clients: user point of entry
    - The user generally interacts directly only with the client portion of the application, often to input data or retrieve data for further analysis.
  - Servers: store and process shared data and perform network management activities





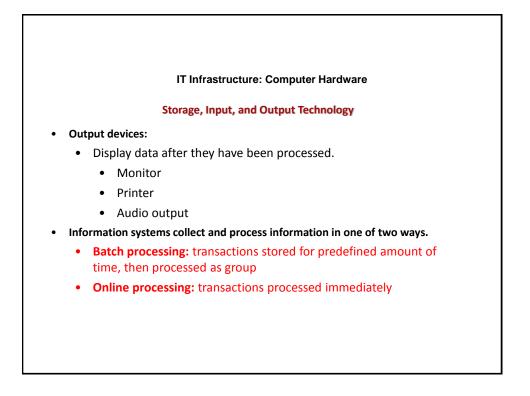


#### IT Infrastructure: Computer Hardware

#### Storage, Input, and Output Technology

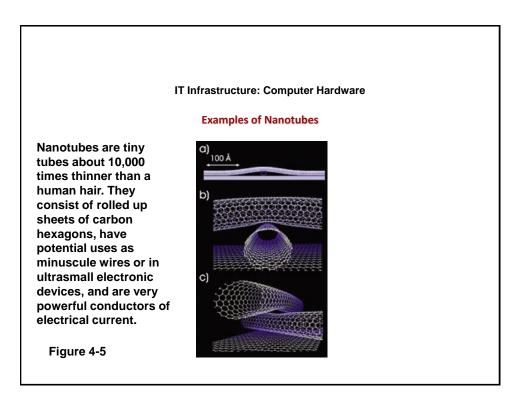
#### • Input devices:

- Gather data and convert them into electronic form.
  - Keyboard
  - Computer mouse
  - Touch screen
  - Optical character recognition
  - Magnetic ink character recognition
  - Pen-based input
  - Digital scanner
  - Audio input
  - Sensors



## IT Infrastructure: Computer Hardware Contemporary Hardware Trends • The emerging mobile digital platform • Based on new handheld hardware like cell phones, netbooks, and tablet computers. A new "platform." • Wireless communications through 3G cell networks and Wi-Fi. • New software apps. • Nanotechnology: video • Uses individual atoms and molecules to create computer chips and other devices that are thousands of times smaller than current technologies permit. • Nanotechnology shrinks the size of transistors down to the width of

several atoms.

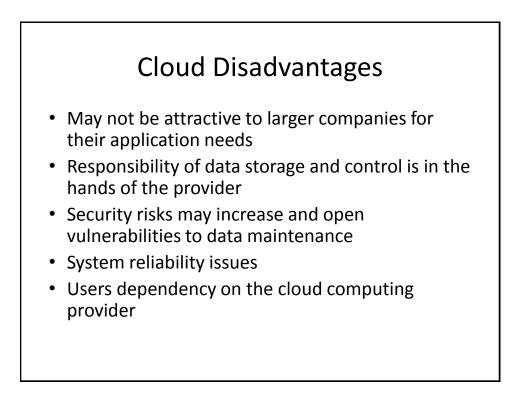


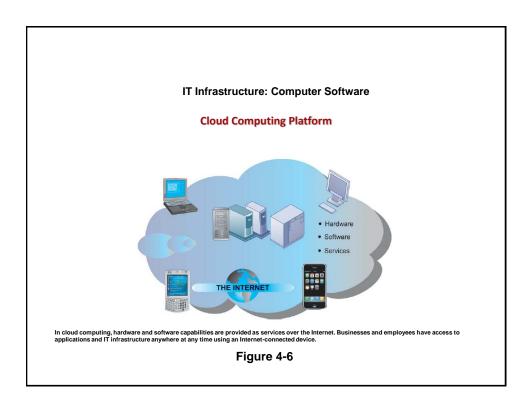
### IT Infrastructure: Computer Hardware Contemporary Hardware Trends

- Cloud Computing: <u>video</u>
  - A model of computing in which firms and individuals obtain computing resources over the Internet
    - Cloud infrastructure as a service
      - customers use processing, storage, networking, and other computing resources from cloud service providers to run their information systems.
    - Cloud platform as a service
      - customers use infrastructure and programming tools hosted by the service provider to develop their own applications.
    - Cloud software as a service
      - customers use software hosted by the vendor.
  - Top Free Cloud Computing Software

# **Cloud Advantages**

- Eliminates need for large up-front capital investments in systems
- Eliminates lengthy implementations on corporate computers
- Low cost subscriptions; no expensive licensing and maintenance fees
- No hardware for subscribers to purchase, scale, and maintain
- No operating systems, database servers or applications servers to install
- No consultants and staff
- Accessible via standard Web browser with behind-the-scene software updates
- Better scalability, eliminate cost and complexity of managing multiple layers of hardware and software

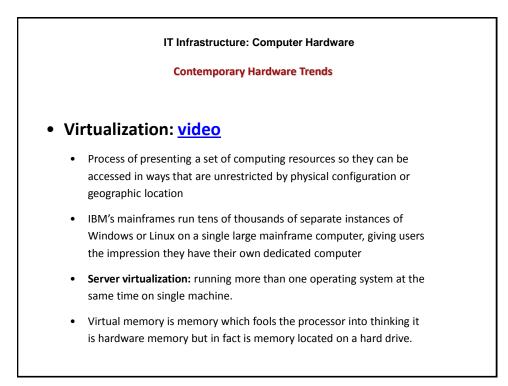




## Virtualization

• Autonomic computing:

 Development of systems that can configure themselves, heal themselves; e.g., self-updating antivirus software

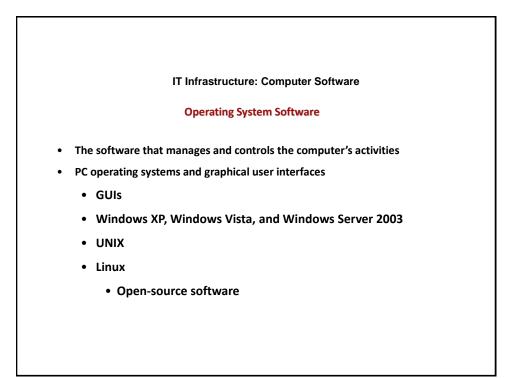


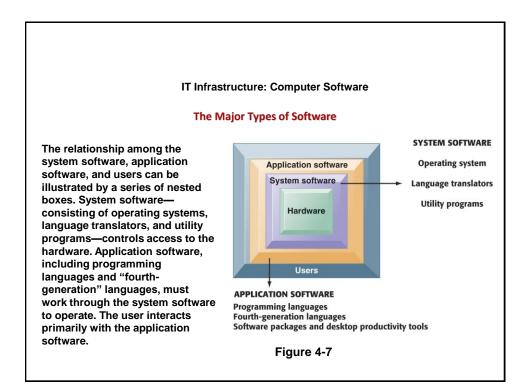
### IT Infrastructure: Computer Hardware

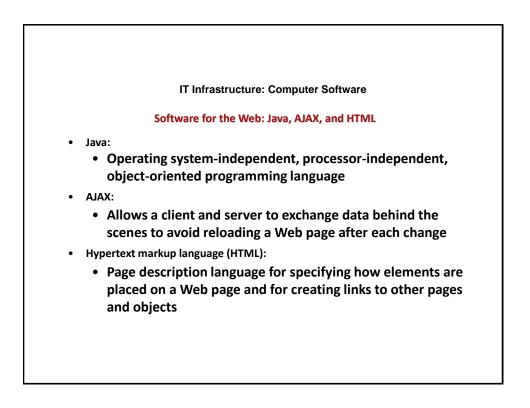
### **Contemporary Hardware Trends**

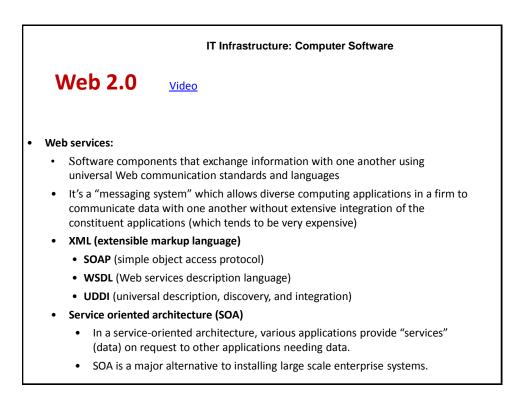
### • Multicore processors:

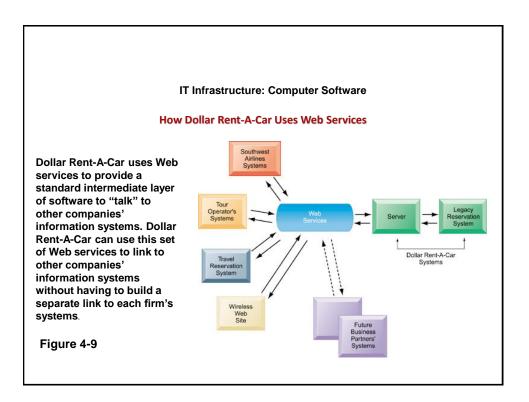
- Integrated circuit with two or more processors
- Enhanced performance, reduced power consumption, and more efficient simultaneous processing of multiple tasks











### IT Infrastructure: Computer Software

### Software Trends

- Open Source Software
  - Linux, Apache
- Cloud Computing
  - Google Apps, Office Web Apps

Mashups are Web applications that combine content or data from multiple online sources into new Web applications

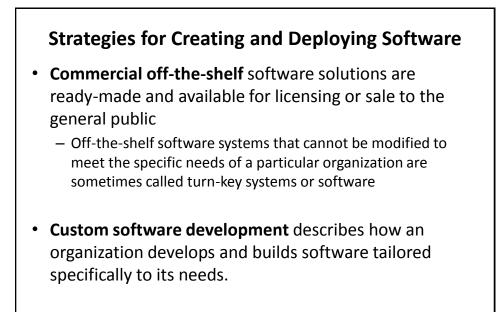
- Contents are continually updated
- Content for mashups often comes from Web feeds and Web services
- Amazon uses mashup technologies to aggregate product descriptions with partner sites and user profiles, commentaries, and images.
- Travel sites, such as Travelocity, Kayak, Matador, and Travature, integrate standard content (such as airfare search engines, travel guides, maps, and hotel reviews) with comments, ratings, and images from users.
- Software as a Service (SaaS)
  - Salesforce.com

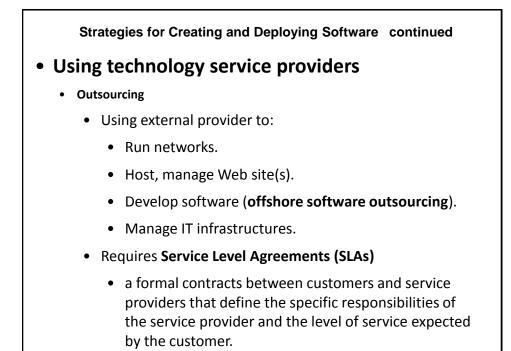
### Managing Hardware and Software Technology

- Capacity planning
  - Process of predicting when hardware system becomes saturated
  - Ensuring firm has enough computing power for current and future needs
  - Factors include:
    - Maximum number of users
    - Impact of current, future software
    - Performance measures
      - minimum response time for processing business transactions.
      - Throughput
- **Scalability:** ability of system to expand to serve large number of users without breaking down
  - Organizations must ensure they have sufficient computer processing, storage, and network resources to handle surging volumes of digital transactions and to make such data immediately available online.

### Managing Hardware and Software Technology Total Cost of Ownership (TCO) model ٠ Used to analyze direct and indirect costs to help determine the actual ٠ cost of owning a specific technology • Direct costs: hardware, software purchase costs ٠ Indirect costs: ongoing administration costs, upgrades, maintenance, technical support, training, utility, and real estate costs • Hidden costs: support staff, downtime, additional network management Five year TCO for computing equipment can be 3 – 10 times the original ٠ purchase price • TCO can be reduced through increased centralization, standardization of hardware and software resources.

Hardware acquisitionPurchase price of hardware including computers, terminals, storage and printersSoftware acquisitionPurchase or license of software for each userInstallationCost to install hardware and softwareTrainingCost to train IT staff and end-usersSupportCost to provide ongoing technical support; help desks, documentation etcInfrastructureCost to acquire, maintain and support related infrastructure such as networks and specialized equipment (including storage and backup units)DowntimeLost productivity if hardware or software failures cause the system to unavailable for processing user tasksSpace and energyReal estate and utility costs for hosing and providing power for the technology	Components of TCO for a IT System	
Installation Cost to install hardware and software   Training Cost to train IT staff and end-users   Support Cost to provide ongoing technical support; help desks, documentation etc   Infrastructure Cost to acquire, maintain and support related infrastructure such as networks and specialized equipment (including storage and backup units)   Downtime Lost productivity if hardware or software failures cause the system to unavailable for processing user tasks	Hardware acquisition	Purchase price of hardware including computers, terminals, storage and printers
Training Cost to train IT staff and end-users   Support Cost to provide ongoing technical support; help desks, documentation etc   Infrastructure Cost to acquire, maintain and support related infrastructure such as networks and specialized equipment (including storage and backup units)   Downtime Lost productivity if hardware or software failures cause the system to unavailable for processing user tasks	Software acquisition	Purchase or license of software for each user
Support Cost to provide ongoing technical support; help desks, documentation etc   Infrastructure Cost to acquire, maintain and support related infrastructure such as networks and specialized equipment (including storage and backup units)   Downtime Lost productivity if hardware or software failures cause the system to unavailable for processing user tasks	Installation	Cost to install hardware and software
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Downtime Lost productivity if hardware or software failures cause the system to unavailable for processing user tasks	Support	Cost to provide ongoing technical support; help desks, documentation etc
processing user tasks	Infrastructure	
Space and energy Real estate and utility costs for hosing and providing power for the technology	Downtime	
	Space and energy	Real estate and utility costs for hosing and providing power for the technology





### Advantages of Outsourcing

- Allows a business to concentrate on its core competencies rather than focusing on technology issues.
- Instead of purchasing all the necessary hardware and software for hosting a Web site, a business can use a Web hosting service that maintains a large Web server
- Outsourcing custom software development or maintenance to outside firms benefits a company because it won't have to hire programmers, analysts, and managers with the necessary skills.
- An outsourcer often has the technical and management skills to do the job better, faster, and more efficiently.
- Even though it's often cheaper to outsource the maintenance of an IT infrastructure and the development of new systems to external vendors, a business must weight the pros and cons carefully.

