Deploying Technology Business Management (TBM) model at IBM

Challenge

The IBM Chief Information Officer (CIO) initiated needed a way to analyze business costs and spending optimization in order to reallocate the IT budget toward transforming the hybrid cloud environment. This would address:

- unaligned IT and business goals
- · nontransparent IT spending
- opaque application total cost of ownership
- public cloud sprawl
- · increased transformation costs

Solution

The CIO organization leveraged Apptio integrated suite to deploy the TBM model. The journey started in 2021 with a proof of concept.

The Apptio initiative increased cost transparency and enabled the CIO organization with application total cost of ownership (TCO) visibility by supporting data-driven decisions based on true costs of applications and real time business insights.

Outcomes

The Apptio transformation journey has provided insights for:

- Application TCO data
- Stranded IT cost
- Third-party software expenses

\$200M in savings

- Using App TCO data to rationalize portfolio
- Reduced stranded IT cost and re-invested in transformation funding
- Reducing redundant 3rd party software expense
- Reduced cycle time for business to see monthly financial results (on the glass)
- Utilizing data to set performance optimization targets
- The Apptio integrated suite provides insights into the overall \$2.5 B USD IBM CIO IT stack

Case Study

Solution includes:



Apptio Costing (formerly ApptioOne), Targetprocess, Apptio Planning, Cloudability

"Focus on progress over perfection. The key is having transparency on the data so you can improve its quality."