

Introduction

About this guide

This is a "how to" guide for adding managed power services to your solutions portfolio — a market opportunity that is far from saturated. Because many end users lack visibility into their entire infrastructure, they need help managing their edge computing or distributed IT sites. As an IT solution provider, you can monitor both the digital (IT infrastructure) and physical infrastructure aspects (power, cooling, environmental monitoring, and physical security) of their edge environments.

By physical infrastructure we mean the power and cooling systems that support the IT assets.

- Power acts as the "backup to the backup"
- Managing power and cooling prevents downtime when nothing else will

Who wrote this guide?

Schneider Electric experts wrote this guide.
Schneider Electric provides energy and automation digital solutions for efficiency and sustainability.
Our APC brand products offer certainty in a connected world with reliable, integrated physical infrastructure and software solutions that help keep the power on, and the data flowing.

Who should read this?

- Established Managed Service
 Providers (MSP): If you want to expand your current capabilities.
- Newer Managed Service Providers:
 If you want to unlock more recurring revenue with software and services.
- Aspiring Managed Service Providers or Value Added Resellers (VAR):
 If you want to learn how to grow your business beyond point products.



Why read this guide?

You will get:

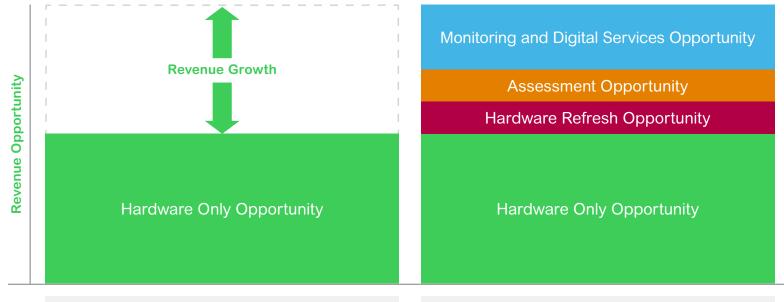
- Guidance to incorporate managed power services into your product portfolio
- Important support resources and educational materials
- New approaches for expanding every sale
- Updates on remote power management software and digital services for edge computing deployments

A closer look at the managed power services opportunity

As an IT solution provider, you can expand your software and digital services portfolio to include power, cooling, environmental monitoring, and security for IT infrastructure to increase recurring revenue and margins.



Hardware only versus managed power services revenue opportunity



Hardware offerings:

- Single-phase uninterruptible power supply (UPS)
- Rack
- Cooling, access control, physical security

Hardware offerings:

- Single-phase UPS
- Rack
- Cooling, access control, physical security

Assessment, Monitoring, and Services offerings:

- Assessment services
- Hardware refresh opportunity
- Installation services
- Support services
- Performance services
- Monitoring and maintenance services

Benefits from adding managed power services

- Up to 40% revenue growth per transaction*
 - *Based on Schneider Electric survey
- Differentiate market position as a strategic advisor
- Establish long-term, growing annuity revenue streams

By adding managed power services, IT solution providers can realize two types of revenue sources.

Monthly Red		Hardware Refresh Opportunity
×	375 Connected Assets \$40 per asset per month	MRR* x 12 months; \$180,000 per year x 2.5 hardware refresh
=	\$15,000 per month (20–50% margin)	= \$450,000 per opportunity
SMB**	\$4K/mo (100 Assets)	SMB \$48K (USD, 1x yearly MRR)
Mid-Market	\$20K/mo (500 Assets)	Mid-Market \$480K (USD, 2x yearly MRR)
Enterprise	\$40K/mo (1000 Assets)	Enterprise \$1.2M (USD, 2.5x yearly MRR)

^{*} Monthly recurring revenue based on a pool of 15 customers who average 25 monitored devices per customer.

^{**} Small to medium business



What is...

Monthly Recurring Revenue (MRR): income a company can reliably anticipate every 30 days and one of the key metrics for channel partner companies.

Hardware Refresh Opportunity: IT solution providers can increase hardware sales through an assessment to identify old equipment that needs to be replaced.



Get started with 6 Steps

Ready to add managed power services to increase revenue and grow your business? Jump to a section by clicking one of the steps below.

Managed power services terms and fast facts



Did you know...



Edge Computing is a deployment methodology designed to put applications and data as close as possible to the users or things that need them.



Only **27%** MSPs provide power monitoring today, and most only monitor power for online/offline status.⁴



"While project work and one-time hardware sales may be tempting, there's no better way to grow and strengthen an IT practice than by shifting as much business as possible to the managed services model."

- Datto



By 2025, **41.6 billion** connected IoT devices will be generating **79.4 zettabytes (ZB)** of data. Edge computing will be required to process and manage much of this data.¹



High growth MSPs set themselves apart from their peers and achieve success by generating a higher portion of their total revenue from managed services.⁵



Edge infrastructure spending on compute and storage is expected to grow at a five-year CAGR of 18.9% to reach \$33.3 billion by 2024.²



For every 10 percent of total revenue derived from managed services, MSPs add **0.25 to 0.75 additional points of annual growth** to their businesses.⁵



According to IDC, almost **80%** of end users plan to deploy more IT services at edge locations.³

Beyond this guide



Learn how IT Solution Providers benefit from managed power services

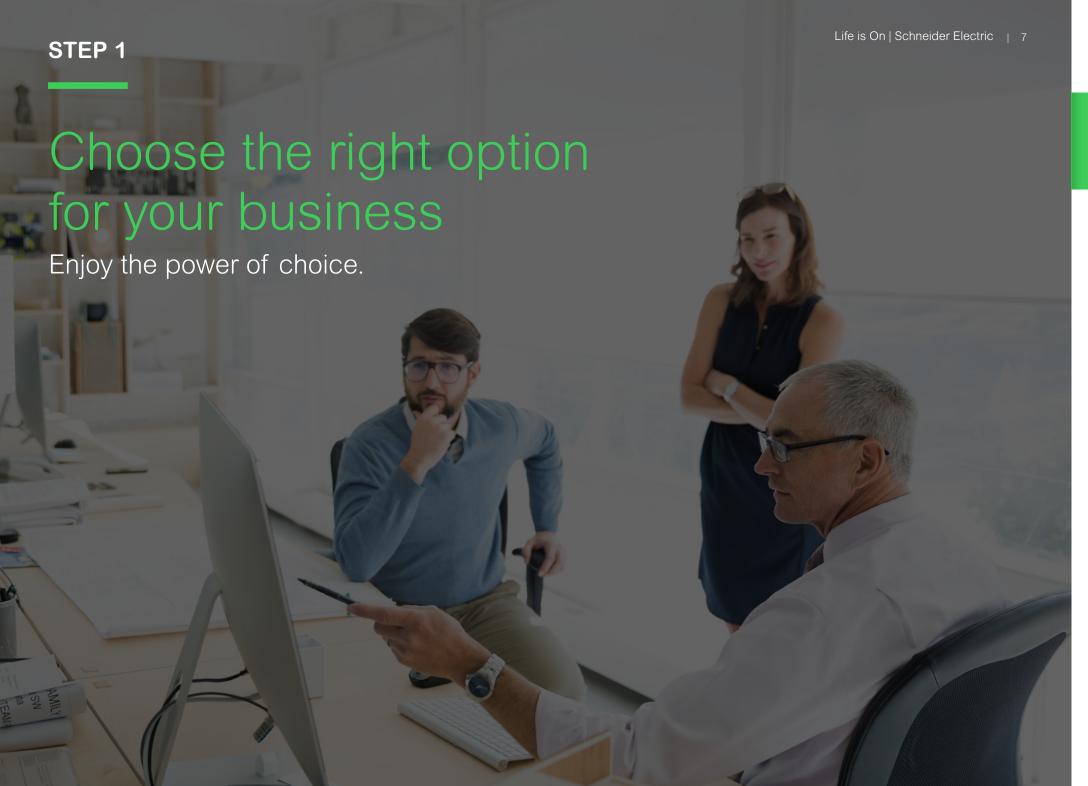
¹ IDC Press Release, IoT Growth Demands Rethink of Long-Term Storage Strategies, July 2020.

² IDC Market Forecast, Worldwide Edge Compute and Storage Infrastructure Forecast, 2020–2024; Service Expansion Despite COVID-19, Doc # US47075020, December 2020.

³ IDC's Key Findings: 2020 Datacenter Operational Survey — Cloud to Edge Datacenter Trends, Doc # US46752920, August 2020.

⁴ SolarWinds and The 2112 Group: 2019 Trends in North American Managed Services, December 2019.

⁵ Datto's Global State of the MSP Report



Step 1: Choose the right option for your business

There are <u>multiple ways</u> to add managed power services to your portfolio.

Mix and match the right solution for your business. Pick one or more software and/or digital service solution options.

EcoStruxure[™] **IT Expert**

A hosted software for do-it-vourself remote monitoring and device management by you or your customers.

- Add managed power services to your portfolio
- Unlock new hardware opportunities
- Gain recurring monthly revenue
- Proactively plan on-site support with your own services team
- Integrate EcoStruxure IT Expert into your existing remote monitoring and management (RMM) system by leveraging its public APIs

EcoStruxure Asset Advisor

A monitoring service offer that includes 24/7 remote monitoring and support from Schneider Electric for faster remediation and greater visibility.

- Get access to our Network Operations Center (NOC)
- Capture recurring monthly revenue by letting us handle monitoring and remote support
- Easily collaborate and quickly troubleshoot with us on our incident-based chat
- Receive personalized monthly reports with insights and recommendations



Dispatch Services

An upgrade service offer to EcoStruxure IT Expert that provides advanced remote and onsite support from Schneider Electric, with parts and labor included.

- Remain in control and monitor using our hosted software
- Get training from our experts to perform basic remote support
- Position yourself to earn more monthly revenue on our software
- Avoid unpredictable service costs

Monitoring & Dispatch Services

A completely hands-off service offer that includes 24/7 proactive monitoring, remote support, and on-site support from Schneider Electric, with parts and labor included.

- Leverage our extended team of experts to handle everything and extend your reach in the field
- Free up your staff and let them focus on other areas of your business
- Minimize business disruptions and reduce your OpEx with more proactive service support
- · Gain peace of mind

What is EcoStruxure IT?

EcoStruxure IT is a vendor-neutral platform designed to deliver real-time, remote visibility into the health and availability of an IT environment. The proactive, real-time insights it delivers help optimize performance and mitigate risk, while its open design sets a new standard in partner access and visibility.

EcoStruxure IT revolutionizes the way IT solution providers monitor and manage critical IT infrastructure at the edge.

These powerful monitoring tools offer new ways to remotely manage assets in the field. EcoStruxure IT, for example, automatically collects critical infrastructure sensor values on a regular basis and submits that data to a centralized data lake in the cloud, where that data is pooled with the rest of the anonymized data collected from thousands of other sites.





Value add example

Using EcoStruxure IT monitoring tools, you can inform your customer that a UPS battery needs replacement before the unit fails. You can also easily warn a customer of increased security risk due to outdated firmware. Offering such proactive consultative guidance helps to guickly build customer loyalty.



Did you know?

Aggregate data from a data lake provides a clear record of actions and their consequences, positive and negative. It identifies root causes of problems and can generate reports that advise operators on which actions to take when a particular problem arises. Artificial intelligence (AI) algorithms identify the critical patterns of equipment behavior and generate output reports for stakeholders.

The benefits of partnering with Schneider Electric

By partnering with Schneider Electric, you leverage the technology, expertise, and marketing power of a global organization and can spend more time generating a closer-than-ever relationship with clients.

Benefit from a high level of brand recognition - Strong brand trust in APC's line of UPS and power distribution products can build customer confidence and act as a gateway for sales to expand beyond hardware to capture revenue from software and services.

Leverage the power of data analytics – When monitoring systems, nuisance alarms often consume valuable systems administration time. EcoStruxure IT bundles only those alarms that are actually significant based on historical data. This helps you quickly find the root cause of a problem, without having to sort through hundreds of thousands of logs a day.

Become a strategic advisor - As a Schneider Electric partner, you gain access to a variety of asset behavior reports that in turn help you consult with your customer to drive operational

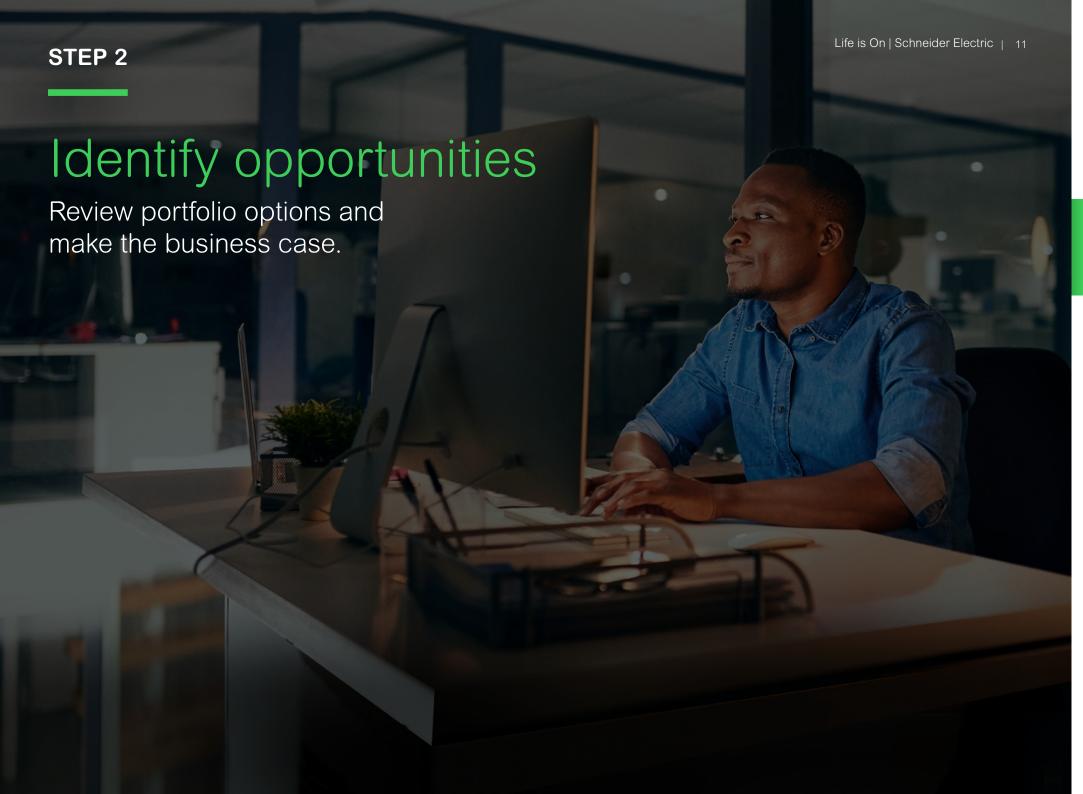
efficiencies and improve IT equipment performance. As your clients become more reliant on your technology guidance, opportunities for new business and more lucrative collaborative deals increase.

Access technical experts - MSPs and

IT solution providers that partner with Schneider Electric are given direct acc Schneider Electric are given direct access to product and integration experts who can quickly provide the technical information required. Your time won't be wasted having calls rerouted in a fruitless effort to find the right resource.



Discover more about the benefits of the mySchneider IT Solutions Partner Program



Packaging your managed power services portfolio

Based on your customers' requirements and your preferred business model you may propose a critical IT monitoring portfolio to your customers similar to this:

Basic

Critical IT power monitoring

Use the Schneider Electric EcoStruxure IT Expert for Partners software to monitor if there's a problem. This package could include:

- NOC support
- Online/Offline status reporting

Premium

Critical IT power monitoring and virtual remediation

Leverage your own NOC with EcoStruxure IT Expert or Schneider Electric EcoStruxure Asset Advisor software to perform 24/7 monitoring and virtual remediation. This package could include:

- Basic features PLUS
- Virtual alarm remediation
- Configuration and management
- Analytics
- Quarterly health checks

Premium Plus

Critical IT power monitoring and on-site servicing

Leverage your own NOC with EcoStruxure IT Expert for Partners with Dispatch, and/or your service arm, or use Schneider Electric Monitoring & Dispatch Services to perform 24/7 monitoring, and virtual or physical remediation. This package could include:

- Premium features PLUS
- Physical alarm remediation
- On-site support including parts and labor

Step 2: Explore case studies



Service Solution Monitoring & Dispatch Services

Customer UPS Protection, Inc.

UPS Protection is a California-based IT solution provider and electrical contractor specializing in the design, sale, installation, and service of single-phase and three-phase UPS power solutions.

Goal

Supplement IT staff effectiveness and improve edge network wiring closet uptime.

Story

A growing California-based community college looks to UPS Protection to provide an integrated remote monitoring support solution in order to reduce IT support staff workload constraints.

Solution

A roll-out of 120 APC Smart UPS™ power protection devices and the implementation of Monitoring & Dispatch Services solutions from Schneider Electric.



Results

- A customer who experiences less downtime and seamless next
- An IT solution provider who builds new customer trust and loyalty.



Service Solution EcoStruxure[™] IT Expert and Dispatch Services Customer ePlus

ePlus is a provider of annuity-based managed consulting, design and implementation services that help organizations navigate their technology options through use of cloud, security, AI, and digitization tools.

Goal

Enrich core service offerings through the use of advanced asset management solutions that enable faster decisions, drive lower costs, and offer more comprehensive business intelligence.

Story

An innovative managed services organization partners with Schneider Electric to enrich both its internal solution portfolio development while enabling customers to implement more comprehensive executive asset performance dashboards.

Solution

Schneider Electric's EcoStruxure IT Expert and Dispatch Services add-on offers provide ePlus and its customers with unique visibility into the performance of physical infrastructure power and cooling assets as well as a remediation plan when issues occur.



Results

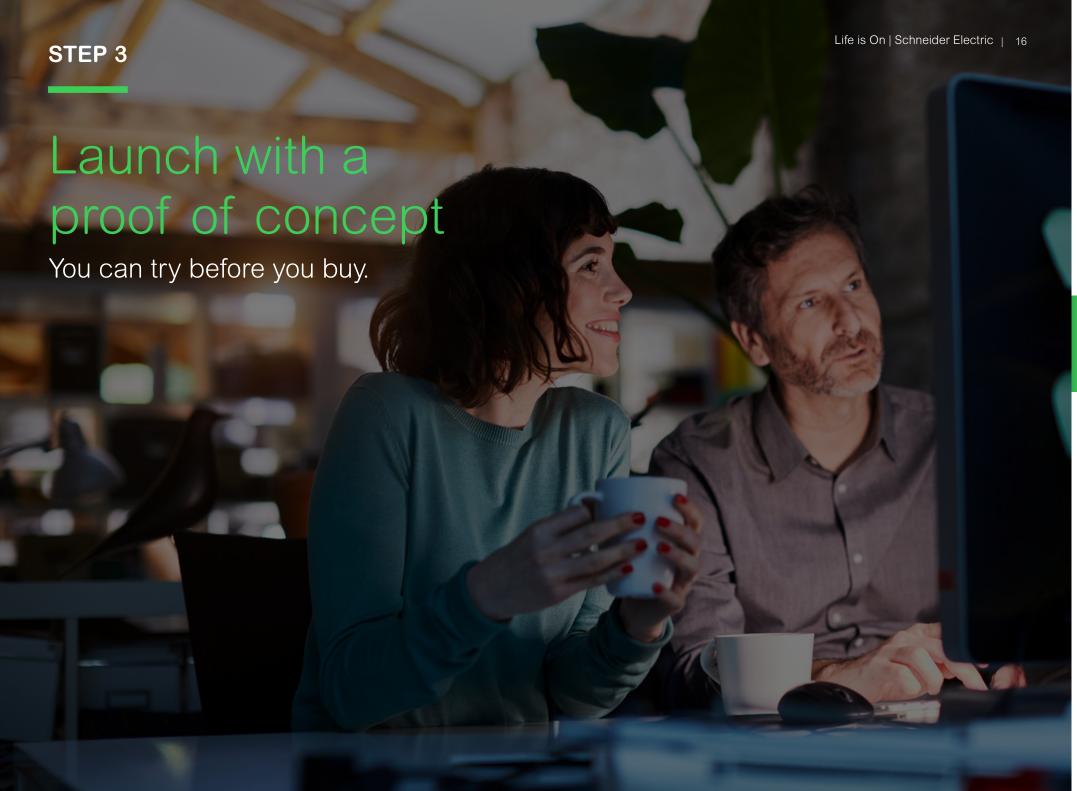
- Developers quickly produced a multi-tenant secure managed services platform with builtin API capabilities that provides customers with a more comprehensive dashboard view of operational assets.
- Software enabled a deeper level of instrumentation resulting in the incorporation of more inclusive data lakes across the customer base, which translated into easily measurable and demonstrable cost benefits.

Make the business case

Now that you have assessed the managed power services opportunity and the potential revenue opportunity, how do you get buy-in from your organization?

- If you're the decision maker, you'll need to get your employees as excited as you are. Convince them with the following formula: A little bit more work = a lot more money. Everyone continues to do what they're good at while Schneider Electric provides the built-in tools and support structure you need to succeed.
- If you're NOT the decision maker, communicate the benefits of the new services in terms that reflect business value. This managed power services offer can expand your business capabilities and improve profitability with recurring monthly revenue while improving uptime, reducing costs, and improving operational efficiencies for end customers.





Step 3: Launch with a proof of concept

Before you commit to fully adding edge managed power services to your portfolio, you can run a pilot either internally or with an existing customer. To get you started, Schneider Electric is offering a free trial of EcoStruxure IT Expert for Partners.



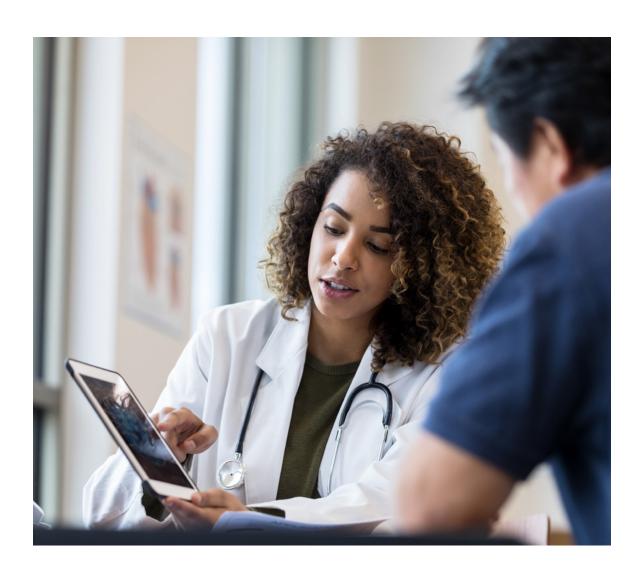
Start your free trial

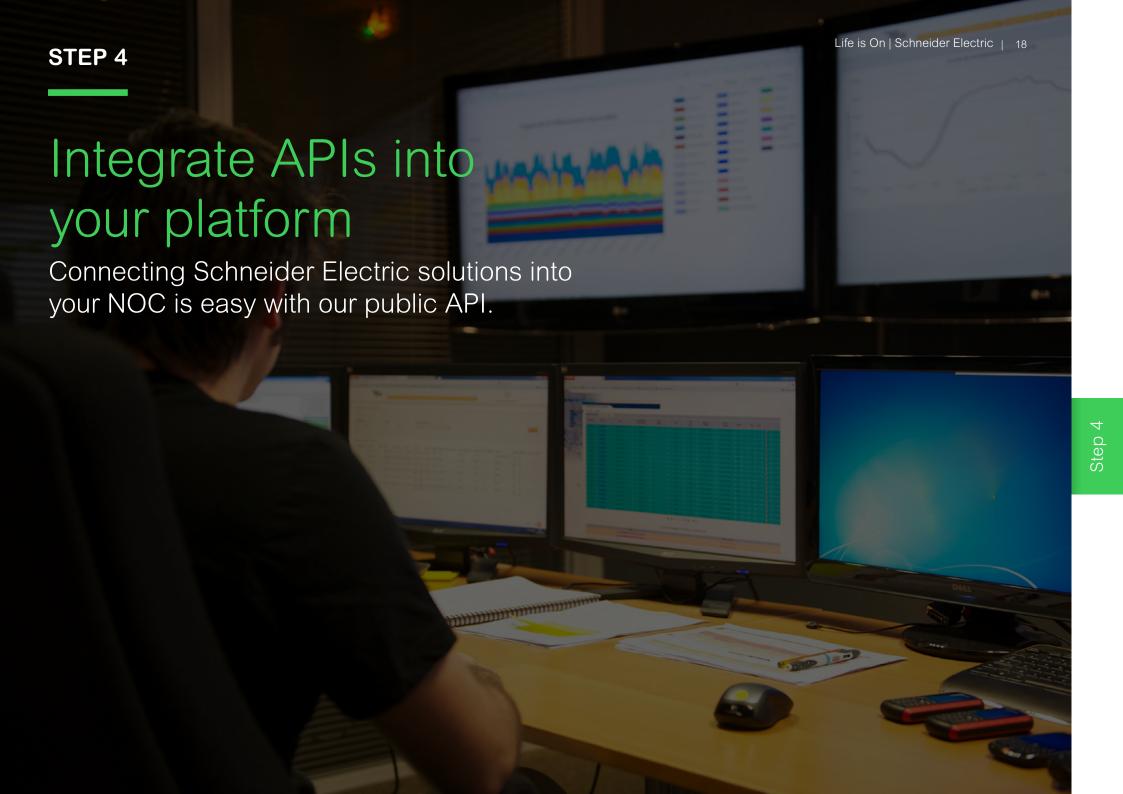
It's simple to initiate the pilot:

- 1. Sign up at https://ecostruxureit.com/for-partners
- Create an account
- 3. Invite your customers to connect via a gateway* * The onboarding process will take you through these steps



- Low investment/high return scenario
- Power issues can be resolved remotely instead of having to send technicians on site
- Remote work is safer and less costly
- Experience ease-of-use through a hands-on approach





Step 4: Leverage APIs

Connecting systems from different vendors is now easier than ever.

- Schneider Electric's open EcoStruxure IT platform makes it simple to integrate APIs with vendor agnostic protocols.
- Because APIs can access the app components, the delivery of digital services and information is more flexible. Updates to workflows are faster and more productive.



In summary:

- Signing the contract provides you with access to and use of Schneider Electric public EcoStruxure IT APIs at no charge and offers you the option to monetize the API as part of your solution.
- You agree that your customer has granted you consent to use and duplicate their relevant company data.*
- Terms comply with all applicable laws and regulations surrounding data privacy.
 - Check out the EcoStruxure IT Terms & Conditions template



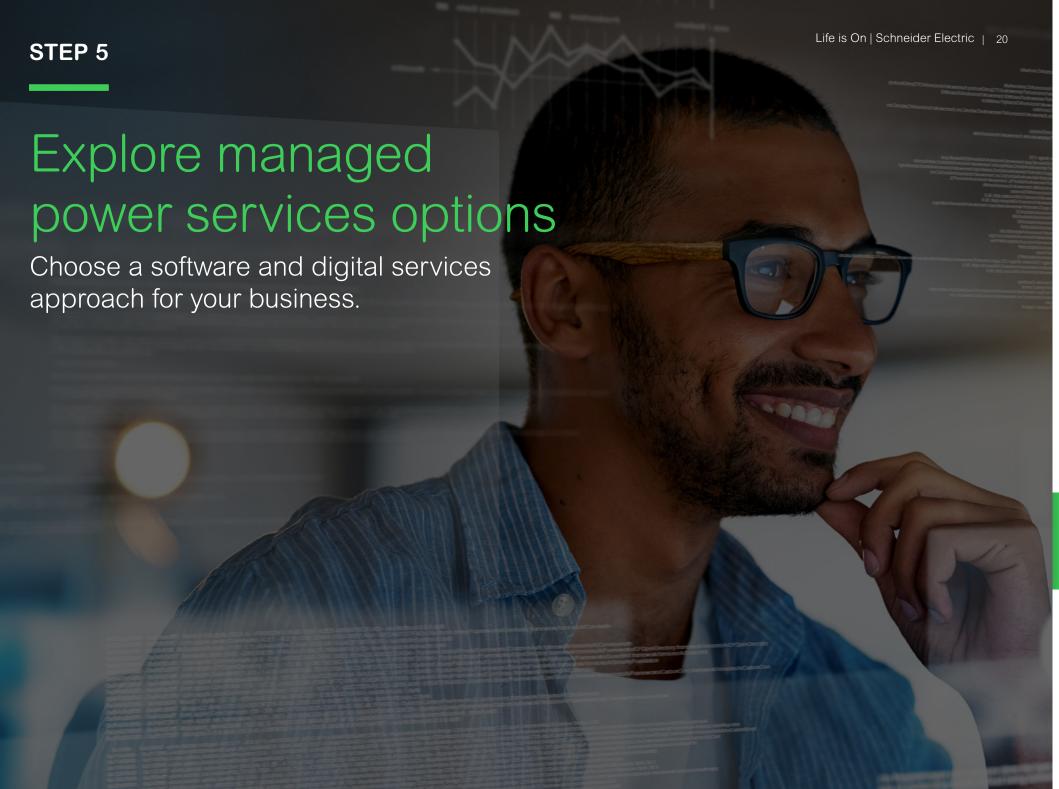


How to access EcoStruxure IT Expert API as a partner

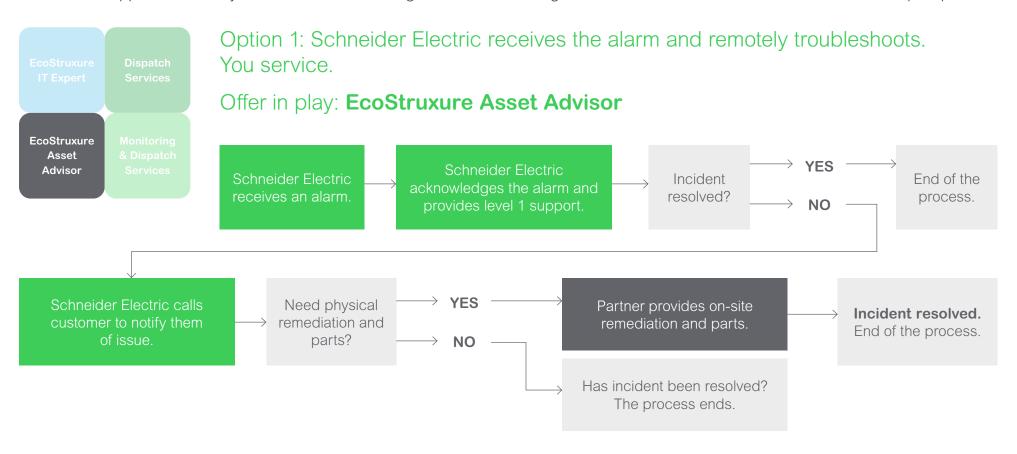


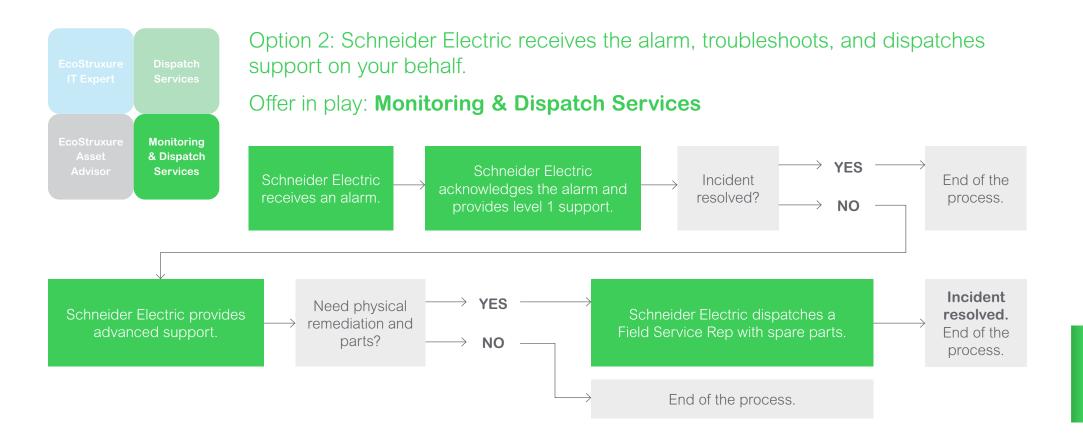
What's an API?

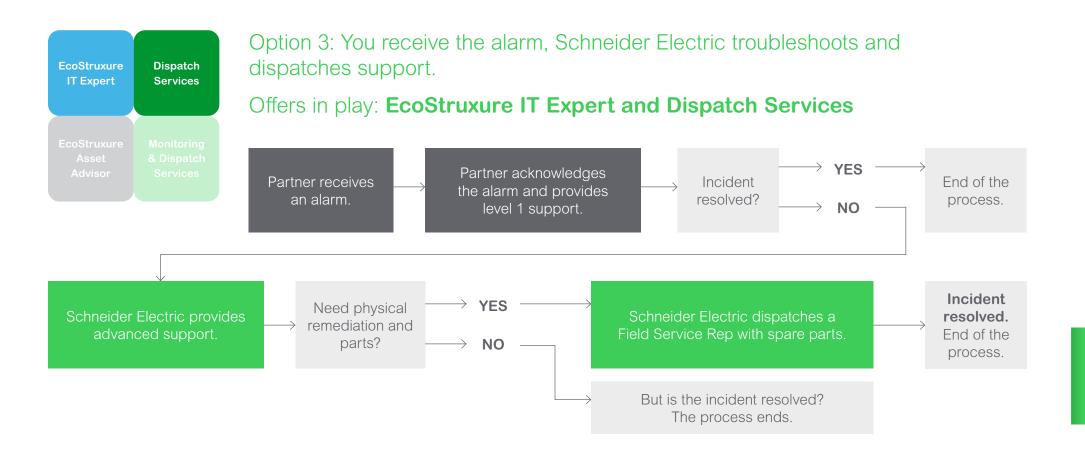
An application programming interface (API) is a computing interface that defines interactions between multiple software intermediaries. It defines the kinds of calls or requests that can be made, how to make them, the data formats that should be used, and the conventions to follow.

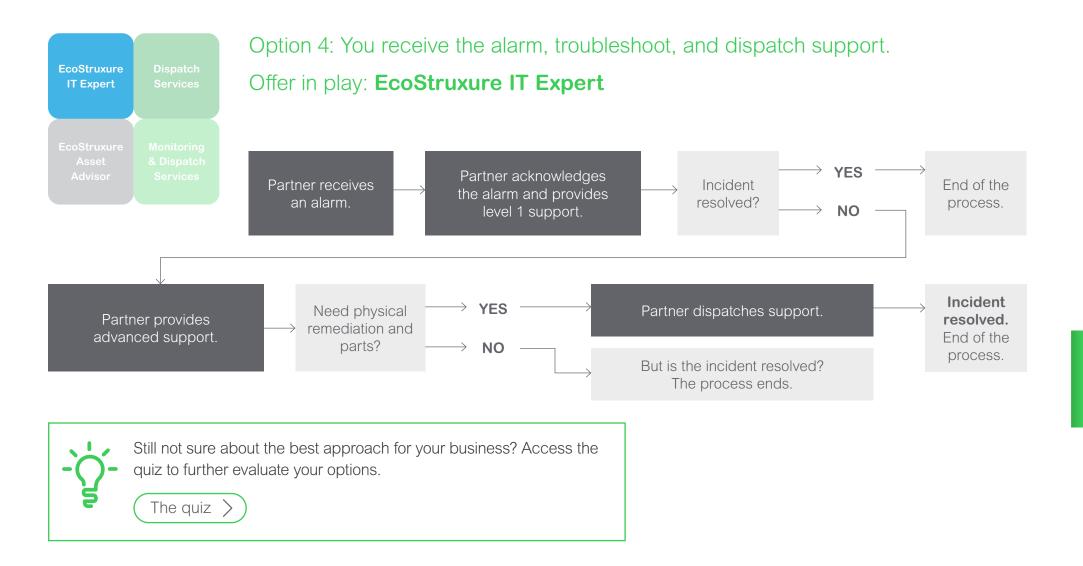


With Schneider Electric, you have the flexibility to get as "hands on" as you want! You're in control. We're there to back you up no matter which of the alarm support scenarios you choose. Browse through this section of the guide to understand "who does what" with four example options.











Step 6: Access training and benefits

Confidently and quickly establish your business practice

In the fast-changing world of edge computing, customers choose to work with those partners who possess the most up-to-date knowledge, skills, tools, and solutions. To stay competitive, this new Edge Software & Digital Services Program will help you to quickly establish and grow your software and digital services business while effectively managing the needs across the customer's lifecycle and generating recurring revenue streams. To confidently grow your business practice, as a certified partner, you will be able to:

- offset your expenses needed to develop your practice
- elevate the competency of your teams and demand in the market
- increase profitability for full infrastructure solutions
- easily access our tools and resources needed throughout a project

Get certified with our Edge Software & Digital Services Program

Benefits

By taking one of the certification trainings, you will not only elevate the competency of your teams, but also get access to exclusive benefits* such as:

- our customer lifecycle rebate to offset your expenses
- marketing and sales kits to drive demand in the market
- support from Partner Success and Account Managers to help you drive practice development
- access to design tools and profitability programs

Training

Depending on your business focus and capabilities, choose the certification that suits you and will enable you to select, recommend, and sell the right software and services solution offer to your customers.



mySchneider **IT Solutions** Partner Program

Log in or register and start the training

Start today

^{*} The availability of benefits may vary by region.

Training (continued)

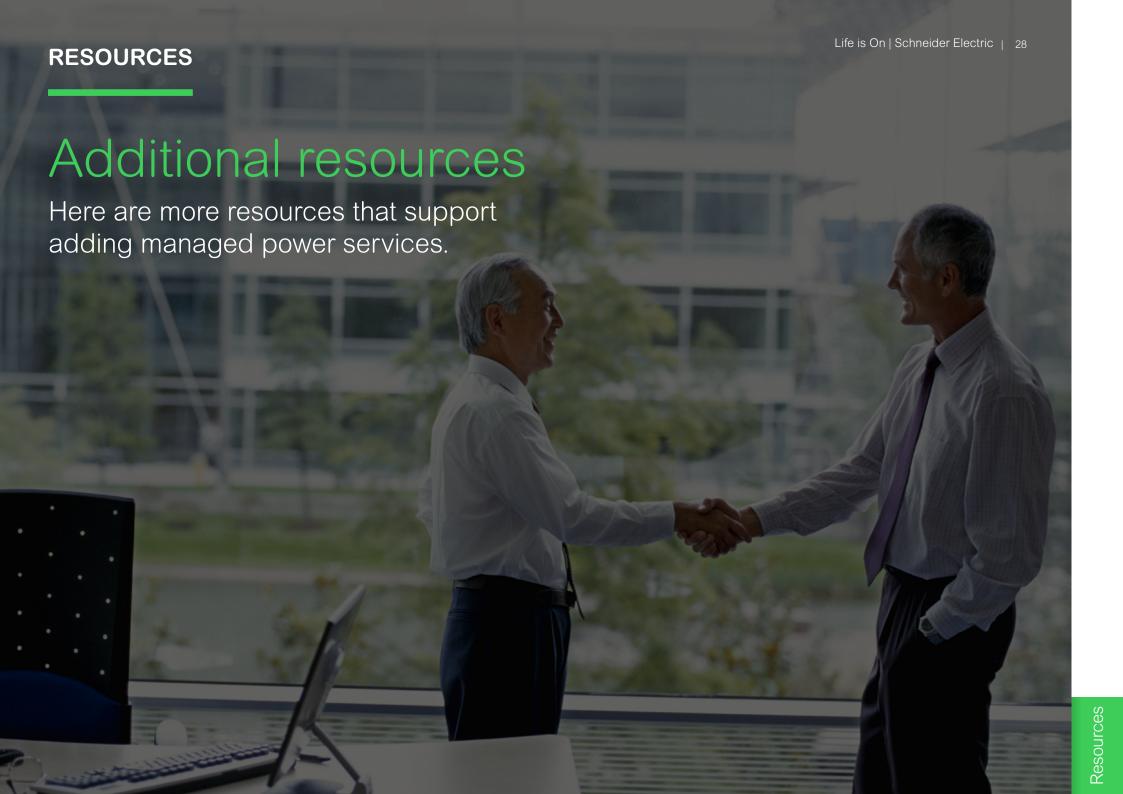
Software & Digital Services for Edge Computing (Select level certification) dedicated to partners who are focused on reselling software and digital services. In this training, you will learn how to select, recommend and sell the right EcoStruxure IT solution within edge computing environments. You will also discover how Schneider Electric can monitor and service on behalf of your customers, minimizing the demands on their resources while growing your recurring revenue.

Managed Services & Software for Edge Computing (Premier level certification) dedicated to Managed Service Providers. This training will allow you to expand, grow and differentiate your existing monitoring or digital service practice and operations to include critical IT power in edge computing environments. You will also learn how to monitor. manage, and remediate issues relevant to your customers' distributed IT deployments.



Ready to get started?

- To get certified, join our mySchneider IT Solutions Partner Program (previously APC Channel Partner Program) and take the certification that suits your business type.
- Explore managed power services options to find the right fit for your business.
- Contact a sales representative to learn more.



Additional resources



Resources

- Discover more about Managed Power Services
- mySchneider IT Solutions Partner Program
- Helpful Tools
 - Edge UPS Management Calculator Using estimated customer numbers, compares costs of self managing a fleet of distributed UPS systems to the (lower) cost of having a vendor manage it.
 - Sample Statement of Work (SOW) Need guidance on developing an SOW for your end customer? Take a look at this sample SOW for Monitoring & Dispatch Services.



Blogs

- How Edge Computing Creates New Opportunities for **IT Solution Providers**
- 5 Reasons to Sell Power and Cooling Managed Services
- EcoStruxure IT Expert API Enables Seamless Remote Monitoring and Management of Edge Computing Critical Infrastructure
- How IT Solution Providers Can Increase Recurring Revenue through Monitoring & Dispatch Services for **Edge Computing**

- How Managed Service Providers Gain an Edge on IT Availability Issues: Minimal **Smart-UPS Service Investment**
- Battery Health Monitoring: A First Step Toward Predictive Capability in UPS Management



White papers

- A Quantitative Comparison of UPS Monitoring and Servicing Approaches Across Edge Environments (2020)
- Three Types of Edge Computing Environments and their Impact on Physical Infrastructure Selection (2020)
- Solving Edge Computing Infrastructure Challenges (2019)
- Practical Guide to Ensuring Availability at Edge Computing Sites (2019)
- Digital Remote Monitoring and Dispatch Services' Impact on Edge Computing and Data Centers (2020)



eGuide

How to Capitalize on the Edge Computing Opportunity



Learn more about managed power services

apc.com











