

The Gold Standard for Enterprise Computing

Mainframe Skills – The Myth and the Reality



There's a perception of a mainframe skills shortage...

- ... which might discourage companies from deploying new workload on the platform
- ... or lead others to consider moving off the mainframe altogether



...Let's looks at the facts and try to understand the real picture



Three things to keep in mind



The IT skill shortage actually extends far beyond the mainframe



IBM has made considerable investment in intuitive, GUI-based tools for mainframe administration and development



IBM continues to invest heavily in development of mainframe skills for the next generation



Mainframe usage is growing and is projected to continue

Finally, despite regular declarations that "the mainframe is dead," the research shows this has never been further from the truth. In reality, the mainframe is working harder than ever. Almost two-thirds of **respondents (62 percent)** are now using mainframe applications, which were initially designed to perform back-end functions, to now support **external-facing services**, such as e-commerce (chart 9). This is putting added pressure on the mainframe and, in turn, increasing MIPS. This is evidenced by the fact that 68 percent of respondents believe that the **increase in mobile applications** is driving higher MIPS usage (chart 10).

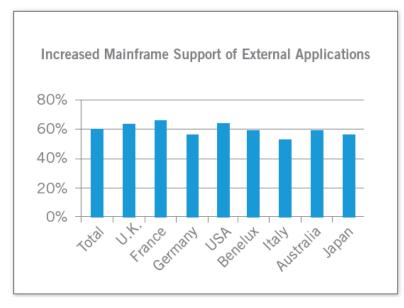


Chart 9: 62 percent of companies are using their mainframes to support external applications, such as online banking.

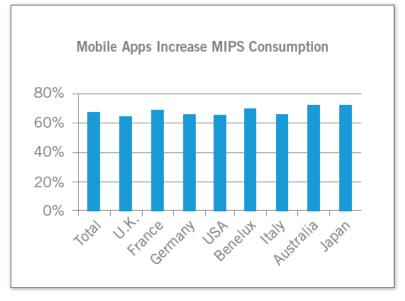
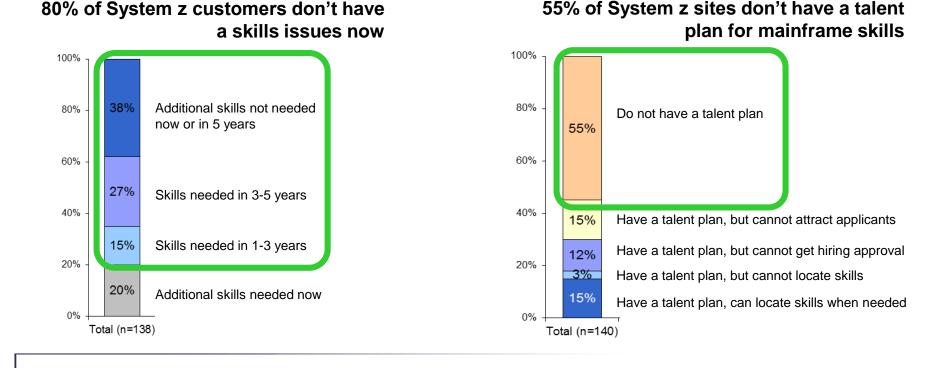


Chart 10: 68 percent of respondents believe that the increase in mobile applications is driving higher MIPS usage.

Compuware commissioned Vanson Bourne to study the impact of new IT trends and models. In September 2012, the independent research firm interviewed 520 CIOs from large enterprises across a range of industries in the U.S., Europe & Asia.

Most companies say they are OK now, but many need a talent replenishment plan



"Right now, it's pretty easy to hire programmers, and if they understand Java I can bring them back to procedural languages like Cobol,"

- David Brown, managing director of BNY Mellon's IT transformation group**

Source: IBM's 2013 System z Tracker

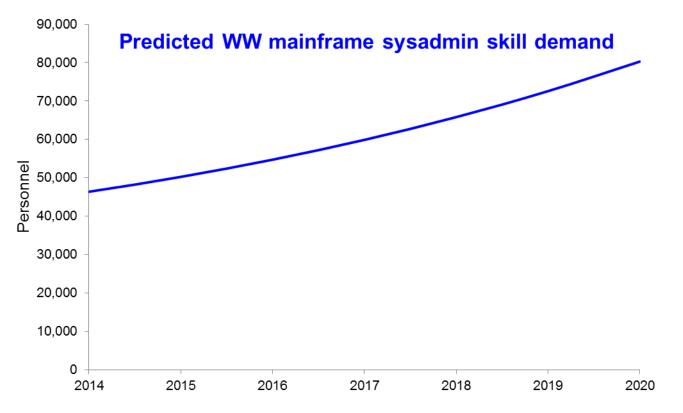
**http://www.computerworld.com/s/article/9225099/Cobol_brain_drain_Survey_results?taxonomyId=154&pageNumber=1

05. Mainframe skills - The myth and the reality



Estimation of the potential mainframe skills shortage

- IBM-CPO projects 37,200 additional mainframe positions needed WW by 2020 (17,000 in US)
 - 11,700 mainframe skills growth, 2005-13
 - IBM Academic Initiative trains on average 6,400 annually
 - 42,300 downloads of top IBM system programmers Redbook in 2013

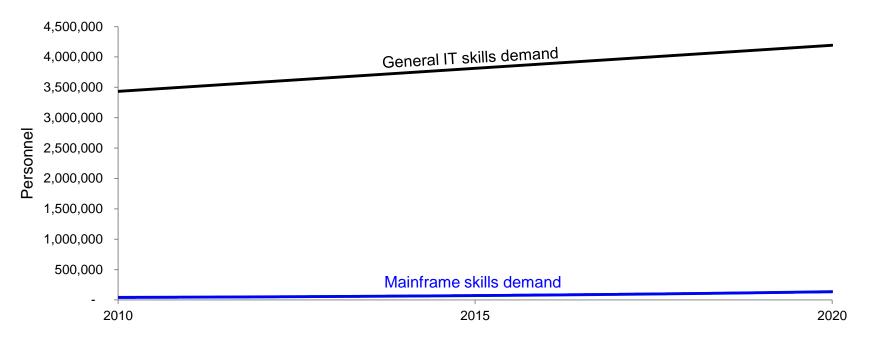


Source: IBM CPO estimations based on IBM data and assuming current productivity levels



The estimated mainframe skills shortage is minor compared to the general IT skills shortage

- US government predicts 2M new IT personnel needed by 2020 in the US alone
 - Many retiring from non-mainframe IT
 - Far more jobs than graduates forecasted



✓ Mainframe skills are <2% of the full problem – and being addressed ? What about the 98% problem – Windows, Linux and Unix?

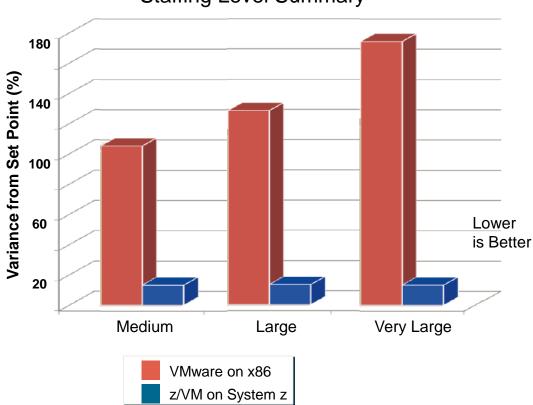
Source: US Bureau of Labor Statistics (2013 Occupational Outlook, March 2013); IBM CPO

EM. Ö

Mainframe administration costs are typically less than distributed administration costs

Staffing levels required to maintain a "gold standard":

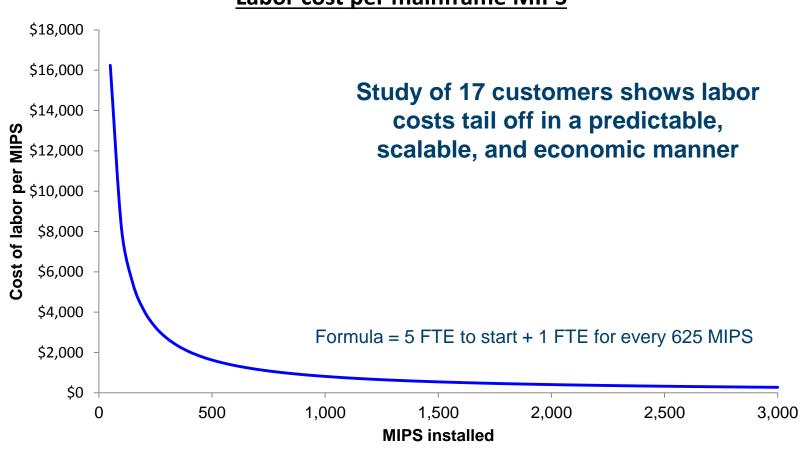
- Normalized to VMWare
 in Medium sized environment
- Staffing levels for z/VM was as much as 13x smaller



Staffing Level Summary



Eagle studies validate that adding workload to mainframes *reduces* labor cost per unit of work



Labor cost per mainframe MIPS

Source: IBM Eagle Team



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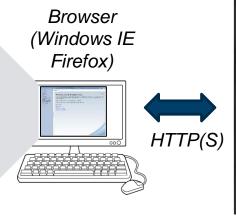
IBM. Ö

Today, mainframe system administrators use the latest workstation-based tools

IBM z/OS Management Facility (z/OSMF) - a modern, browser-based console for management of day-to-day operations and administration

- Maximizes productivity of a diversified workforce
 - Simplification of tasks
 - Enhanced collaboration
 - Reduced learning curve
- Role-based, scenario-based
- Integrates with other tools

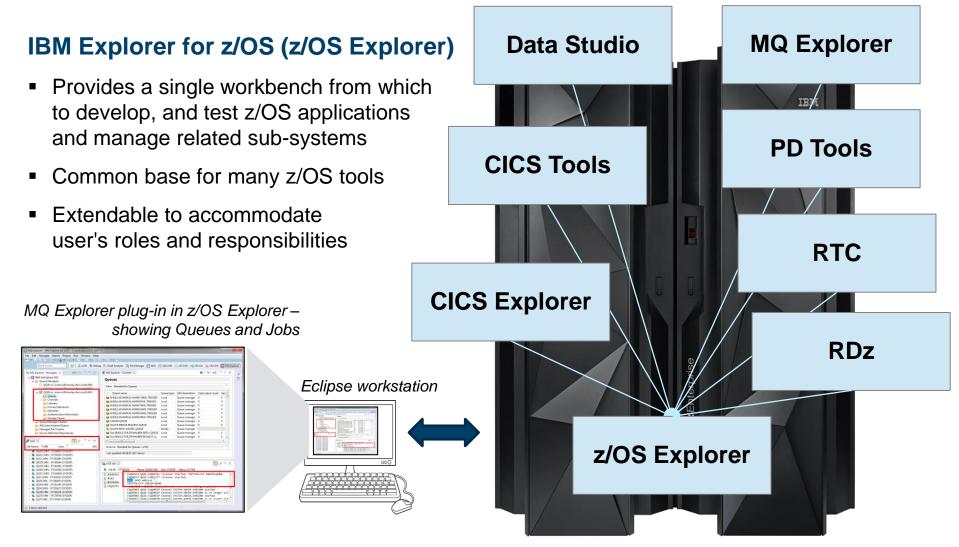








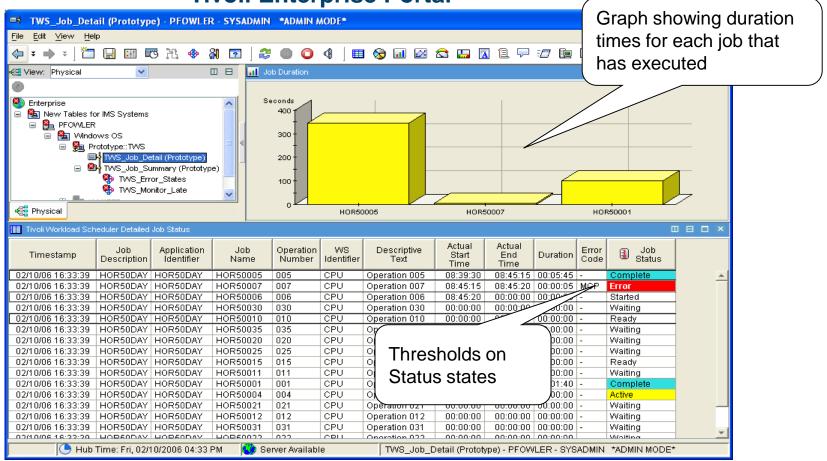
z/OS administrators work from an Eclipse-based integration platform





An entire enterprise can be efficiently managed with intuitive, GUI-based capability

Tivoli Enterprise Portal



(Tivoli Enterprise Portal was used in the demos in modules 1 and 4)



COBOL continues to be alive and well!

Is Cobol being used in your organization to develop new business applications?

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No: 44%	
Don't know: 3%	
Base: 131 IT professionals	

Vec: 53%

To what extent do your organization or systems use these programming languages?			
Language name	A lot	A little	None
Cobol	48%	16%	37%
JavaScript	41%	41%	19%
Java	39%	40%	22%
C#	26%	25%	50%
VB.net	25%	38%	38%
Visual Basic	22%	49%	30%
Base: 202 IT professionals. Percentages may not add up to 100 because of rounding.			

See "Leaving the Myth business to the ancient Greeks and Romans: COBOL is dead ... seriously?" (http://get.syr.edu/news_alt.aspx)

http://www.computerworld.com/s/article/9225099/Cobol_brain_drain_Survey_results?taxonomyId=154&pageNumber=1



Languages should be selected using "fit-for-purpose"

COBOL's use

- building mission critical applications in the business logic and data management layers
- ✓ where records are processed and calculated
- ✓ where performance is important in delivering high service levels
 - sub-second response time is needed
- ✓ where you need to get programmers to learn a language quickly and that the resulting code needs to be readable by non-programmers
- not for the presentation layer where chasing a mouse around a screen is required

Compared to more modern programming languages such as Visual Basic, C#, C++ and Java, how does Cobol rate for these characteristics:

Function	Much better/ Somewhat better	About the same	Worse/ Much worse
Batch processing	82%	12%	4%
Transaction processing	65%	24%	9%
Handling business-oriented features	55%	21%	19%
Run-time efficiency	54%	33%	8%
Security	39%	38%	15%
Reporting	45%	37%	17%
Development cost	39%	32%	17%
Maintenance cost	43%	29%	18%
Ability to hire programmers	13%	25%	55%
Agility	15%	33%	45%
Base: 131 IT professionals			

From: http://get.syr.edu/news_alt.aspx?recid=269

http://www.computerworld.com/s/article/9225099/Cobol_brain_drain_Survey_results?taxonomyId=154&pageNumber=2

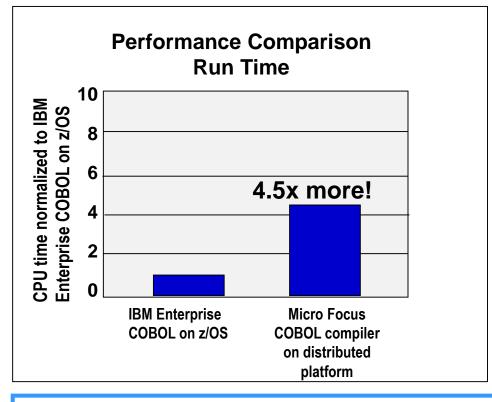
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Jettisoning CICS/COBOL can be problematic, risky and expensive

- Moving applications off the mainframe with a Micro Focus compiler can lead to significant performance issues
- HP (a major rehosting competitor) estimates that 20% of COBOL lines will need to be rewritten under Micro Focus

"COBOL and the mainframe run well together, and that's where I want to keep it."

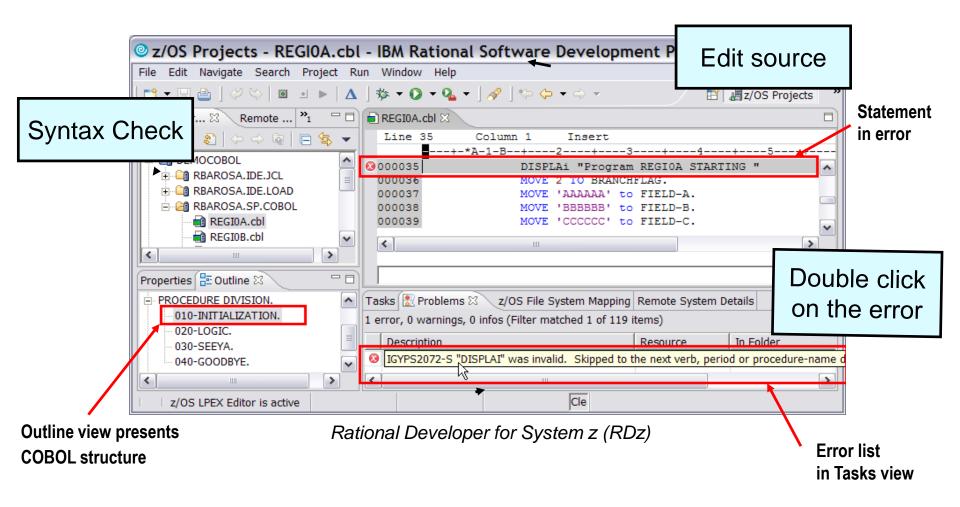
David Brown managing director of the IT transformation group at BNY Mellon



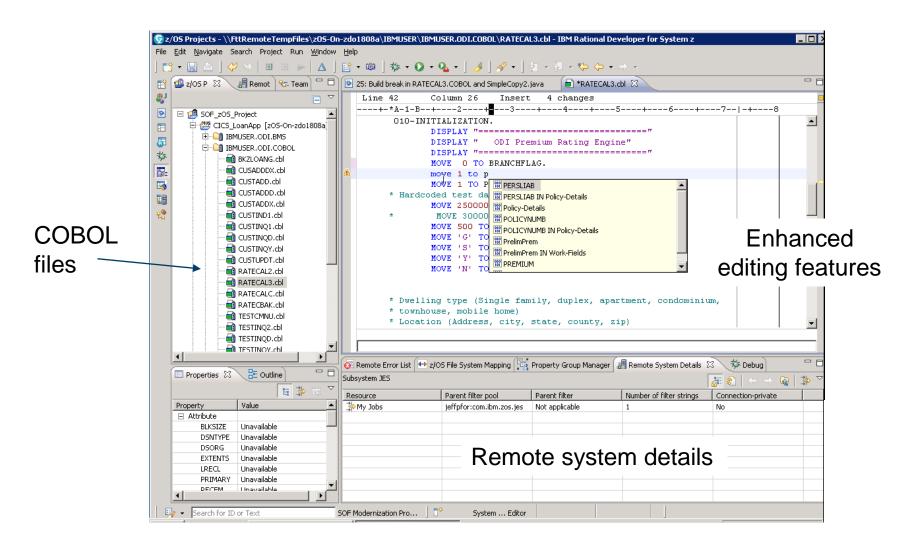
"Millions of users unknowingly activate CICS every day, and if it were to disappear the world economy would grind to a halt." *Phil Manchester, Personal Computer Magazine*



Today, COBOL application development is simplified using Eclipse-based graphical editing tools



DEMO: COBOL development using state-of-the-art Eclipse-based tools

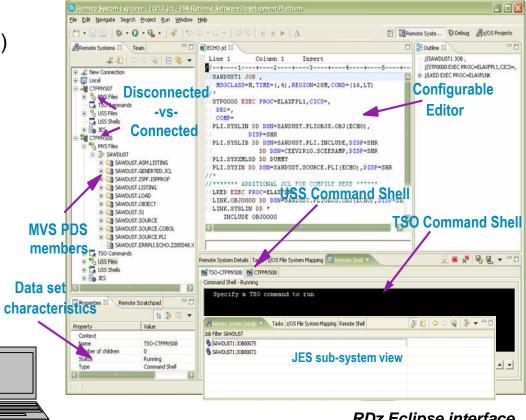




Use a single, rich, integrated interface for all zEnterprise development

Rational Developer for System z

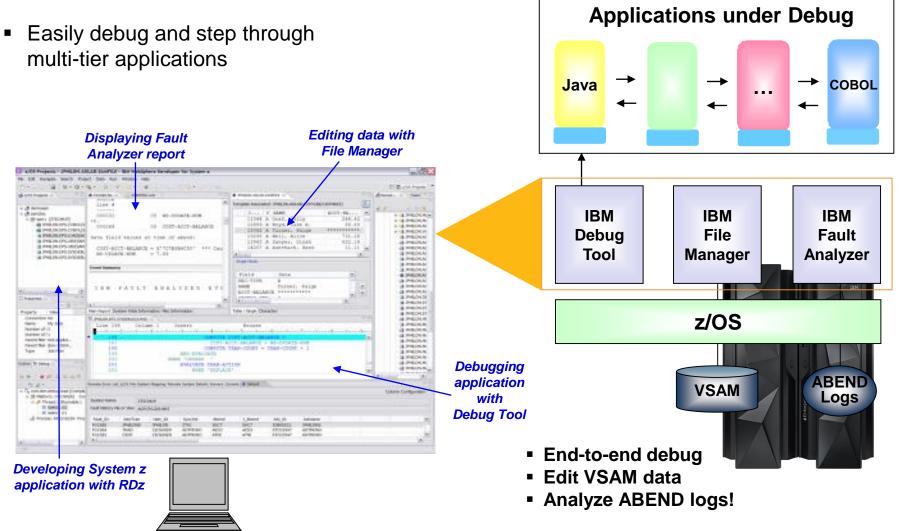
- Supports all mainframe languages (COBOL, PL/I, C/C++, ASM, Java, etc.) and runtimes (CICS, IMS, Batch, USS, DB2, WAS, etc.)
- Fully supports development and reuse of all mainframe assets
- Connected and disconnected modes
 - Connect to z/OS for debug, job generation, etc.
 - Disconnect and reduce mainframe MIPS usage and costs
- Includes Web Services and JSON wrappers



RDz Eclipse interface

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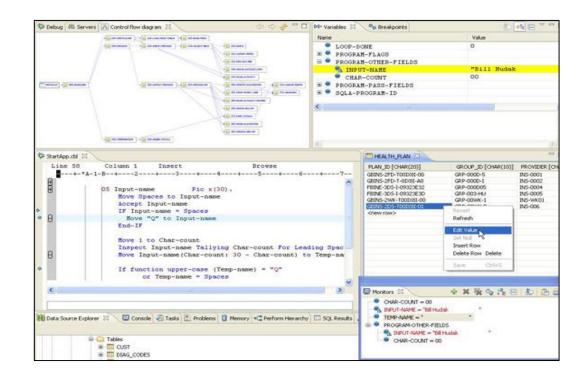
Mainframe Problem Determination Tools (PDT) are integrated into the workstation development environment





DEMO: Grow and enhance the skills set of development teams through use of multi-faceted, integrated tools

- RDz makes it easy for Java developers to also contribute to COBOL applications
- Features in RDz enable cross-fertilization of development skills
 - Results in more unified team, back-filling capabilities, enabling future growth
 - Reduces overhead and cost of multiple tool sets



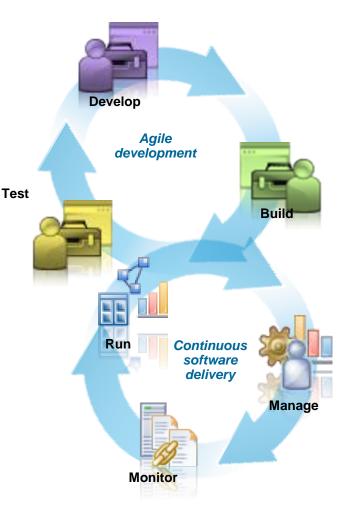


zEnterprise has tools that enable a DevOps approach for continuous development and operations

Today, customers expect better product quality and shorter release cycles. Businesses must meet this challenge, while keeping costs low

DevOps:

- A process that addresses this challenge
- Unites Development and Operations around a continuous and agile delivery model
- Enables Testers to have production-like environments
- Ensures an integrated view to govern and manage end-to-end delivery pipeline



IBM. Ö

Rational solution packages for zEnterprise help to automate the development and testing cycles for DevOps agility

For development teams...

Integrated Solution for System z Development

> Rational Developer for System z

Rational Asset Analyzer

Rational Team Concert

Rational Development and Test



For test teams...

Continuous Integration Solution for System z

Rational Team Concert

Rational Development and Test

Rational Quality Manager

Rational Test Workbench

IBM. Ö

Agile compilation and unit test can be done off-platform to reduce costs and simplify operations

Rational Development

		and Test (RD&T)	
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Edit and Debug



Deploy and Run



No interruptions to mainframe operations

- Compile and Unit Test on an Intel x86 server running Linux
- RD&T server runs z/OS and all mainframe software
- Continuously updated to emulate the latest releases of zEnterprise hardware and software
- Enables developers to rapidly prototype new applications
- Eliminates costly delays by reducing dependencies on operations staff



Using the right tools can yield significant business benefits

Business challenge	Business benefit of Rational Development & Test
Application quality issues	Highest-fidelity environment (vs. simulators provided by competitors)
Cost of mainframe development	Development and Test MIPS can be re-allocated for higher value production workloads
Developer productivity affected by test system availability	More control in hands of developers – reduces dependency on test personnel
Slow time-to-market	Reduces delays, faster debugging, improves testing speed and accuracy
Competitive development costs at scale	Brings System z development and test in line with Unix and Windows
Different skill sets required for mainframe and distributed	Use of a common IDE and processes eliminates need for cross-training – skills are immediately unleashed



Nationwide embraces DevOps to drive continuous delivery across platforms and improve speed to market

50% increase in software quality over the last three years

90% on-time delivery vs. 60% previously

70% decrease in user downtime

58% of developers moved to industry top quartile in productivity measures



"We're more agile as a business and more responsive to our customers. Collaboration has become an expected part of our culture."

> - Steve Farley, Vice President, Application Development Center, Nationwide





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Through the Academic Initiative, IBM is working to train new developers and administrators

- Since its inception in 2003, the program has grown significantly benefiting schools, students, and clients
- Market place demand for enterprise systems resources over the last decade has remained strong
- Our clients have expressed continued interest in expanding the program to ensure a healthy ecosystem

Growth 64K+Students Over 1K Schools in 67 countries



Job Candidates Over 4,200 Job Seekers

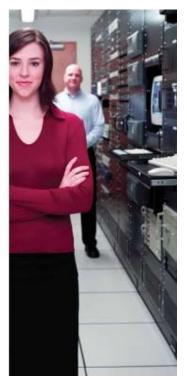


http://www.ibm.com/university/systemz

Corporate Engagement 360+ companies actively recruiting



Professional Connections 9 Communities



Program

Investment \$10M+ over in 10 years

NTABATA

IBM zEnterprise Academic Initiative

Major Academic Institutions and Key Recruiters

STRAGUSA	UNIVERSITY OF ARKANSAS	EBERHARD KARLS UNIVERSITÄT TÜBINGEN	
Recruiters	Recruiters	Recruiters	Recruiters
Cigna Compuware EMC Fidelity JP Morgan Chase	Baldor BB&T Dillards JB Hunt Walmart	Daimler Dt. Bank SAP	CROC Lusoft Rosoboronexport
	TOLET UNIVERSIT	WINKRSITY OF TECHNOLOGY WINNERSITY OF TECHNOLOGY 1049 THE RE 2 H	L'École EPSI d'ingénierie informatique
Recruiters	Recruiters	Recruiters	Recruiters
HSBC Tivit	China Construction Bank	Citi	Bull Groupama

Master the Mainframe competition is helping a new generation find opportunity in the mainframe

A three-part contest of increasing difficulty, open to high school and collage students and offered around the world



Patricio Reynaga

A 2010 winner (college)

Comp. Science major from West Texas A&M University, and first year hire at Fidelity Investments as z/OS Systems Prog.

A 2012 winner (high school)

Four-time participant, currently a sophomore majoring in Comp. Science at University of Central Florida



Jovanna Marquez



40 students will be chosen from contests around the world (1,000+ institutions from 67 countries) to compete in New York City

GENERATION z. They will create the future.

Use the Job Board to find needed skills



Welcome to the System z Job Board

Are you looking to hire talented System z professionals? Are you seeking a career with System z technology?

Then you've found the right place! This web site connects IBM System z clients, partners and businesses with students and professionals seeking System z job opportunities.

Special limited-time offer! Employers who hire a candidate through Systemzjobs.com and agree to publicize their hiring success can receive a voucher to send an employee to an instructor-led online System z course (valued at \$1,200). Once you make a connection through Systemzjobs.com, simply send an email to zskills@us.ibm.com to request your voucher. First-come, first-served!

Job Seekers

View Job Opportunities

Browse the hottest new jobs in the enterprise computing industry.

Receive job alerts

Set up a job agent so that jobs matching your search will be emailed to you.

Create a free account

Store job openings and manage your job search through your My Career account.

Access your account

Log in to your free My Career account.

Employers/Recruiters

Post a job

Post your System z job here to attract the most qualified candidates from universities and industry.

Create a free account

Manage your job posts through your My Recruiting account.

Access your account

Log in to your free My Recruiting account.

http://systemzjobs.com



Every mainframe IT manager should know...

The Academic Initiative!

- Locate schools teaching enterprise systems to recruit new talent
- Partner with IBM to build new skills for your business zskills@us.ibm.com
- Advertise job opportunities to students and experienced professionals systemzjobs.com
- Use resources to assist with building employees skills (internal training programs) www.ibm.com/systems/z/education/skills_coursematerials.html
- Build credentials through the Mastery Test www.ibm.com/certify/mastery_tests/ovrZ05.shtml
- Online mainframe education (certificates) <u>www.idcp.org/learnzos.html</u>
- Stay connected with through communities and social media. "Like" us on Facebook.