### Can your IT infrastructure keep up with the Al boom?

#### New data from the Flexential 2024 State of AI Infrastructure report reveals many enterprises' current IT infrastructure may not match their ambitious AI plans

Excitement for AI is palpable across industries — but few cloud deployments and data centers are equipped to support AI's high-density, low-latency requirements.

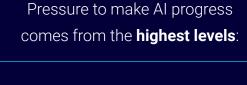
To gain insight into how organizations are navigating this challenge, Flexential surveyed 350 IT leaders at organizations with over \$100 million in annual revenue, including 100 respondents at organizations with over \$2 billion in annual revenue.



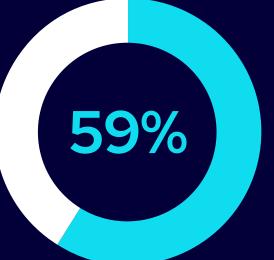
#### • INSIGHT 1

## Organizations that fail to execute their Al roadmaps face significant consequences

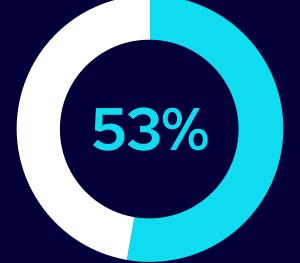
Nearly all organizations have a documented Al roadmap:



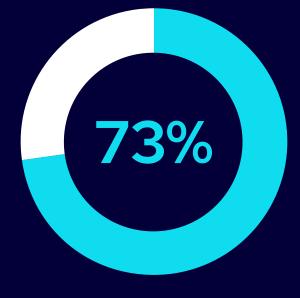
How **IT leaders** are feeling:



say increasing infrastructure investments is part of the plan



say the **C-suite** is the top group driving decisions to adopt AI



say they're **excited** about **AI initiatives** – even as they worry about how to achieve them

#### Top consequences of failing to achieve AI roadmap goals

We will struggle to innovate	45%
We will have to put plans for new products or services on hold	45%
We will be unable to meet employees' demands for digital experience	42%
We will lose market share to competitors	42%



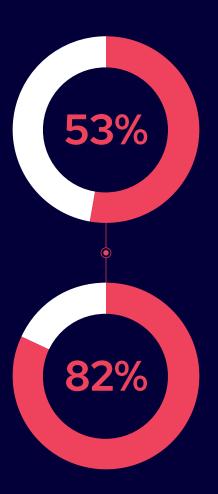


## 93%

agree there is a **greater expectation to minimize time-to-revenue** for Al-driven IT infrastructure today compared to five years ago

#### INSIGHT 2

### Talent and infrastructure gaps persist, preventing AI progress



of IT leaders say their organization has experienced specialized skills or infrastructure staffing shortage in the past 12 months

of organizations have also faced performance issues with their AI workloads in the past 12 months

### Top 3 performance issues with AI applications or workloads in the past 12 months

Bandwidth shortages	43%
Unreliable connections	<b>41</b> %
Difficulty scaling data center space and power to meet AI workload requirements	34%

#### But that's not all...





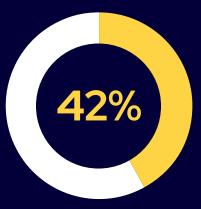
of IT leaders believe the increased investment in AI has also **increased vulnerability to cyberthreats** 





#### INSIGHT 3

Organizations seek strategies to improve the security, performance, and cost of AI workload deployments



of IT leaders say their organizations have removed AI applications and workloads from the public cloud

In.

### Top 5 factors when considering where to deploy an AI workload on the cloud (i.e., private versus public cloud)

Cybersecurity and/or data privacy	62%
Cost efficiency	44%
General application performance	40%
Sustainability considerations (e.g., minimizing carbon emissions)	39%
Low latency	33%



## 51%

say their organizations are leasing rack space in **third-party colocation data centers** to process data closer to the edge of the network

 But only 24% say they've deployed the most GPUs there, indicating there's room to be even more strategic

#### INSIGHT 4

Data center sustainability is a board-level issue, and IT leaders are feeling the heat



#### IT leaders are largely aligned with their bosses' views on sustainability



say they feel at least somewhat personally invested in **improving sustainability** in IT

• **53%** believe the issue doesn't get enough attention







would pay a premium for more sustainable cloud services
45% would pay more than a 10% increase

#### CONCLUSION

# Successful Al adoption demands IT leaders reimagine old infrastructure strategies

As Al adoption grows, IT leaders must prioritize a fresh approach to building infrastructure that's simultaneously scalable, fast, secure, and sustainable.

It's a tall order — one you can't fulfill on your own. An experienced data center partner can provide the high-density compute capacity, robust security measures, software-led interconnection, and sustainable technologies required to support your critical AI workloads.

Looking for more insights?

Check out the full 2024 State of Al Infrastructure report.

Learn why Flexential is leading the industry in secure, efficient, and future-ready data center infrastructure.

Schedule a Consultation