DAY 1 ASSIGNMENT

1. Introduction to Data Warehousing

• Definition:

- Centralized storage system for data.
- Stores data from multiple sources for analysis.
- Provides a unified view of business information.
- Supports decision-making processes.

• Features:

- Subject-Oriented: Focuses on data specific to subjects like sales, inventory.
- Integrated: Combines data from different sources with consistency.
- Time-Variant: Stores historical data.
- Non-Volatile: Data is stable and not altered after entry.

• Purpose:

- Provides historical data for analysis.
- Facilitates business forecasting and planning.
- Supports data-driven decision-making.

2. Purpose of Data Warehouse

• Decision Support:

- Enables quick and informed decisions.
- Helps assess business performance and strategy.
- Improves response time to market changes.

Centralized Data Source:

- Integrates data from different departments.
- Offers a consolidated view of the organization.
- Reduces data redundancy across systems.

• Enhanced Data Quality:

- Ensures consistency in data definitions and formats.
- Reduces discrepancies in reports.
- Maintains data accuracy across various functions.

3. Data Warehouse Architecture

• Layers:

- Staging Layer: Extracts and transforms data.
- Data Integration Layer: Cleanses and merges data.
- Access Layer: Makes data available for analysis.

• Components:

- Data Sources: Operational systems, external sources.
- ETL Processes: Extraction, transformation, loading.
- Metadata: Describes data warehouse structure.

• Types of Warehouses:

- Enterprise Data Warehouse (EDW): Centralized storage for entire organization.
- Operational Data Store (ODS): Temporary storage for real-time data.
- Data Mart: Subset focused on specific functions or departments.

• ETL Tools:

- Automate data extraction, transformation, and loading.
- Ensure data quality and consistency.
- Support scheduling and job management.

• OLAP Engines:

- Facilitates fast, multi-dimensional data queries.
- Supports slicing, dicing, and pivoting data.
- Enables interactive data exploration.

4. Operational Data Store (ODS)

- **Definition:** Interim area for data storage before data warehouse.
 - Used for short-term data processing.
 - Provides operational reporting capabilities.

Purpose:

- Offers real-time access to recent data.
- Supports high-frequency data updates.
- Bridges operational databases and data warehouse.

Characteristics:

- Stores current data, unlike historical data in warehouses.
- Supports quick response for daily business needs.
- Integrates data from multiple operational systems.

5. OLTP Vs. Data Warehouse Applications

• OLTP (Online Transaction Processing):

- Optimized for transaction processing.
- Supports daily business operations.
- Focuses on short-term data storage.

• OLAP (Online Analytical Processing):

- Used for data analysis and reporting.
- Optimized for querying large datasets.
- Supports business intelligence and decision support.

Comparison:

- OLTP handles high-volume transactions.
- OLAP supports complex, multi-dimensional queries.
- OLTP is real-time; OLAP is historical.

• Example Applications:

- **OLTP:** ATM transactions, order entry.
- OLAP: Sales forecasting, trend analysis.

6. Data Marts

- **Definition:** Subset of a data warehouse.
 - Oriented toward a specific business area.
 - Provides focused, quick access to relevant data.

Types:

- **Dependent Data Marts:** Draws data from centralized warehouse.
- Independent Data Marts: Operate independently from warehouse.
- Hybrid Data Marts: Combination of both types.

Uses:

- Tailors data for specific departments or functions.
- Speeds up access and analysis.
- Supports targeted business intelligence.

Advantages:

- Reduces load on main data warehouse.
- Customizable to department needs.
- Enhances analysis for specific business lines.

7. Data Warehouse Life Cycle

• Planning:

• Define goals and scope of the warehouse.

- Identify key stakeholders and requirements.
- Develop a project plan and timeline.

• Data Modeling:

- Design logical and physical data models.
- Define relationships between entities.
- Create schemas (e.g., star, snowflake).

• ETL Process:

- Extract data from various sources.
- Transform data to fit warehouse schema.
- Load cleansed data into the warehouse.

• Testing:

- Verify data accuracy and completeness.
- Test ETL processes and data retrieval.
- Ensure performance meets requirements.

• Deployment:

- Make the data warehouse available to users.
- Provide training and documentation.
- Implement ongoing maintenance and support.

OLAP Types in Data Warehousing

• ROLAP (Relational OLAP):

- Uses relational databases for dynamic, multi-dimensional analysis.
- Processes data directly in the database with SQL queries.
- Works with large volumes of data, suitable for detailed and complex queries.

• MOLAP (Multidimensional OLAP):

- Organizes data in multi-dimensional cubes, enabling "slice and dice" analysis.
- Pre-calculates and stores summarized data, offering fast retrieval.
- Efficient for high-level analysis across dimensions like time, geography, and product lines.