

Return of Investment (ROI) – Determine a Value

Prioritize User Stories based on customer value considerations



- 1 New revenue – new customers
- 2 Retained revenue – retained customers
- 3 Incremental revenue – Customers buying new or additional products or services
- 4 Operational efficiency – Reducing the cost of operations or improving its efficiency

Three Models – Prioritization

VALUE BASED PRIORITIZATION

- ✓ High Risk High Value
- ✓ Low Risk High Value
- ✓ Low Risk Low Value
- ✓ High Risk Low Value

KENO MODEL

- ✓ Threshold/Must haves
- ✓ Performance Requirements
- ✓ Exciters and Delighters
- ✓ Indifferent

RELATIVE WEIGHTING

- ✓ $\text{Priority} = \text{Value} / (\text{Cost} + \text{Cost Benefit} + \text{Risk} + \text{Risk Benefit})$
- ✓ $\text{Calculate Value} = \text{Benefit} + \text{Penalty}$