

## Business and IT Alignment

Dr. Hoger Mahmud | 2022



- Business and IT notion
- Operational model
- Business process and requirement
- Data integration
- Data Processing



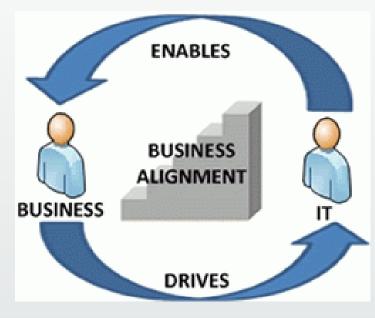
### **Business and IT Notions**

#### **IT Notions Business Notions** Middle **Purely Business** Purely IT Ground **Typical Business Notions: Key Discussion Points: Typical IT Notions:** E.g. competitive advantages, **Operating Model** E.g. software applications, strengths and weaknesses, **Business Capabilities** information systems, opportunities and threats, **Specific Business Needs** relational databases. **Business Processes** scalable infrastructure, market segmentation, **Business Requirements** virtual networks, etc. customer experience, etc. Meaningful to Meaningless to Meaningless to **Business Business Stakeholders IT Stakeholders** and IT



 An operating model is the desired level of organizationwide process standardization and data integration

 An operating model defines what business processes are standardized and what business data is shared across major business units, e.g. lines of business, business functions or regional offices



 An operating model determines global standardization and integration requirements for the key businessenabling EA domains, i.e. business, applications and data

- Decisions regarding process standardization and data integration defines four possible operating models:
  - Diversification
  - Coordination
  - Replication
  - Unification
- Each operating model implies different structure of the business, requires different structure of the IT landscape



# **Operating Models Explained**

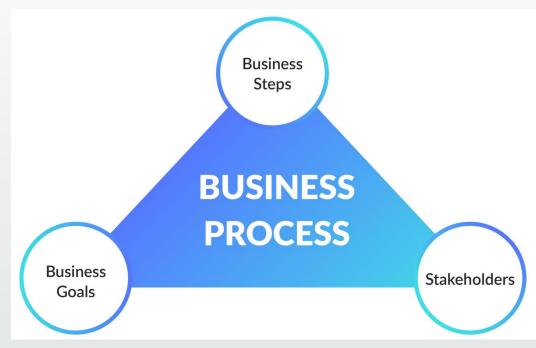
			Coordination	Unification
		High	<b>Business Units:</b> Diverse but interdependent, run different business processes but share some common data	<b>Business Units:</b> Similar and interdependent, run same business processes and share some common data
	usiness Units		IT Landscape: Local applications owned by business units, global databases, IT services and infrastructure	IT Landscape: Global applications, databases, IT services and infrastructure shared by all business units
			<b>Key Features:</b> Superior customer service, local innovations, transparency, cross-selling and upselling opportunities	<b>Key Features:</b> Efficient business processes, consistent customer experience, integrated data, minimized costs
	ross B		Strategic Leverages: Deep process expertise of business units, common IT infrastructure for global data sharing	<b>Strategic Leverages:</b> Significant economies of scale resulting from the global standardization and integration
	on Ac		Diversification	Replication
	.0			1.001.001.
	egratio		<b>Business Units:</b> Diverse and independent, run different business processes and do not share any common data	<b>Business Units:</b> Similar but independent, run same business processes but do not share any common data
	Jata Integratio	Low	Business Units: Diverse and independent, run different	Business Units: Similar but independent, run same business
	Data Integration Across Business Units	Low	Business Units: Diverse and independent, run different business processes and do not share any common data  IT Landscape: Local applications and databases owned by	Business Units: Similar but independent, run same business processes but do not share any common data  IT Landscape: Globally standardized but locally owned applications and databases, global IT services and
	Data Integratio	Low	Business Units: Diverse and independent, run different business processes and do not share any common data  IT Landscape: Local applications and databases owned by business units, global IT services and infrastructure  Key Features: Independence, flexibility and local autonomy	Business Units: Similar but independent, run same business processes but do not share any common data  IT Landscape: Globally standardized but locally owned applications and databases, global IT services and infrastructure  Key Features: Efficient business processes, consistent
	Data Integratio	Low	Business Units: Diverse and independent, run different business processes and do not share any common data  IT Landscape: Local applications and databases owned by business units, global IT services and infrastructure  Key Features: Independence, flexibility and local autonomy of separate business units in serving their customers  Strategic Leverages: Synergies between business units, economies of scale from shared IT infrastructure and	Business Units: Similar but independent, run same business processes but do not share any common data  IT Landscape: Globally standardized but locally owned applications and databases, global IT services and infrastructure  Key Features: Efficient business processes, consistent customer experience, capacity for global process innovation  Strategic Leverages: Standardized business processes and systems for expanding into new markets and offering new

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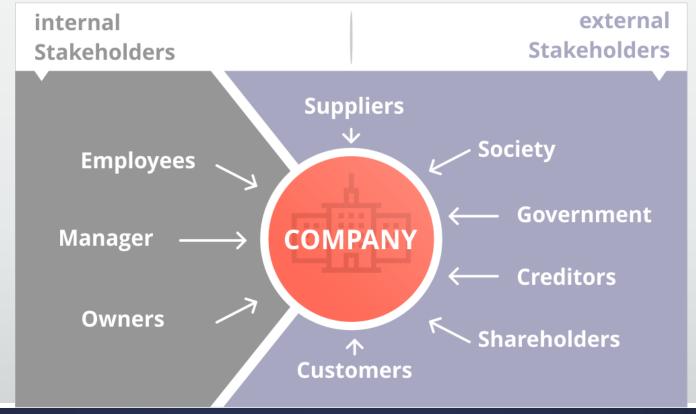
 A business process is a sequence of specific activities carried out by particular actors intended to produce some valuable business outcomes.

 Business processes are also characterized by certain inputs and outputs, material or immaterial, e.g. physical goods or information





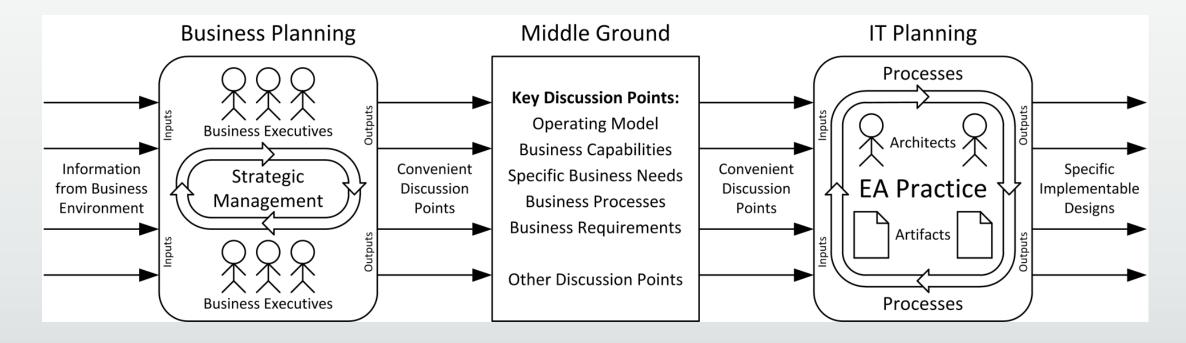
- Business requirements, or system requirements, are detailed functional and nonfunctional specifications for concrete IT systems.
- Business requirements describe the expected behavior of a particular IT system from the business perspective.





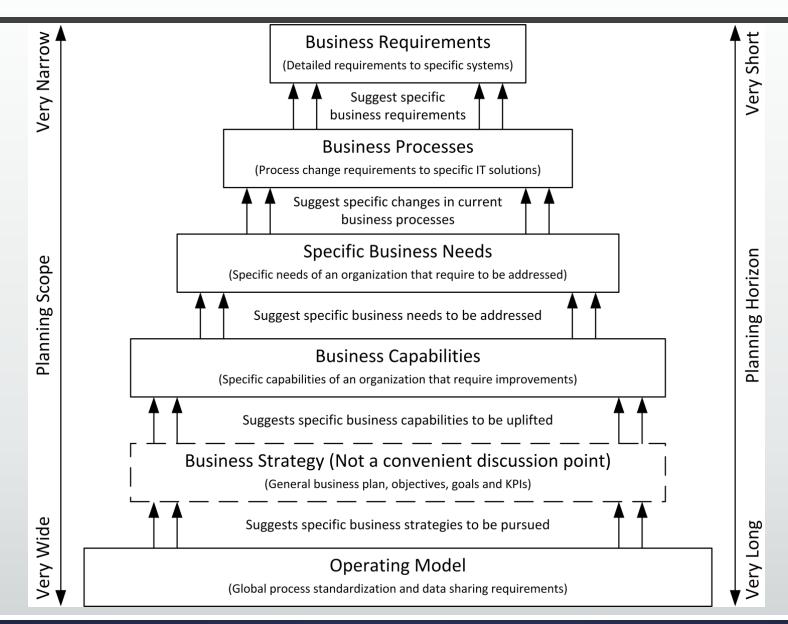
### The Role of the Key Discussion Points

 An operating model, business capabilities, business needs, business processes and business requirements are the most common, but not the only possible discussion points.





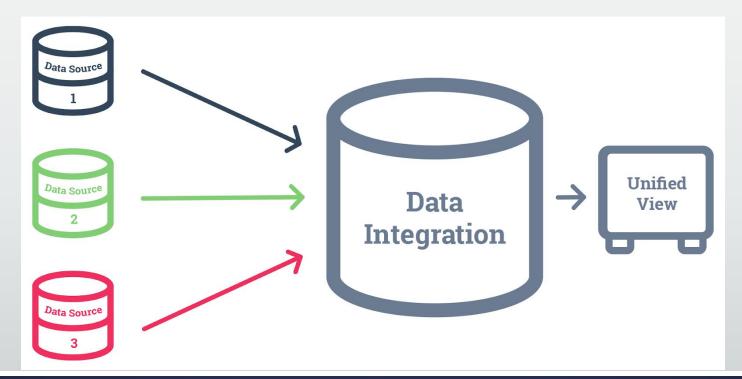
### The Pyramid of Key Discussion Points



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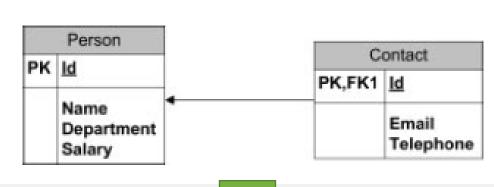


- The required level of data integration indicates the degree to which business units should share business data between each other.
- Data integration allows presenting a "single face" to customers, enables endto-end transaction processing, increases transparency, coordination and agility.





### From Class to XML Data Modelling





#### Person:

ld	Name	Department	Salary
	John Smith		50
654321	Jane Doe	Marketing	39

#### Contact:

DR. HOGER MAHMUD

ld	Email	Telephone
1	js@email.com jd@email.com	1

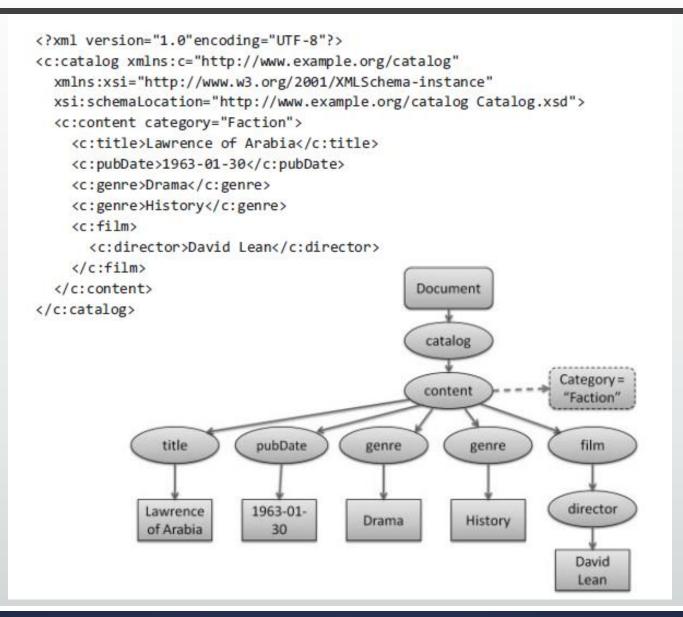
(b) Representation in relational model

# XML is a general format for storing and transmitting data

```
<Person>
   <Id>123456</Id>
   <Name>John Smith</Name>
   <Department>Finance</Department>
   <Salary>50</Salary>
   <Contact>
      <Email>js@email.com</Email>
      <Telephone>555-6789</Telephone>
   </Contact>
</Person>
<Person>
   <Id>654321</Id>
   <Name>Jane Doe</Name>
   <Department>Marketing/Department>
   <Salary>39</Salary>
   <Contact>
      <Email>jd@email.com</Email>
      <Telephone>555-1234</Telephone>
   </Contact>
</Person>
```

(a) XML data

### **Document Object Model**

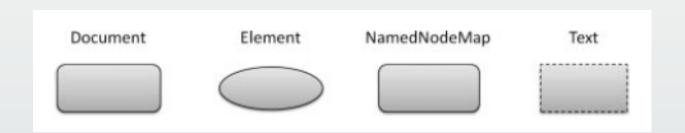




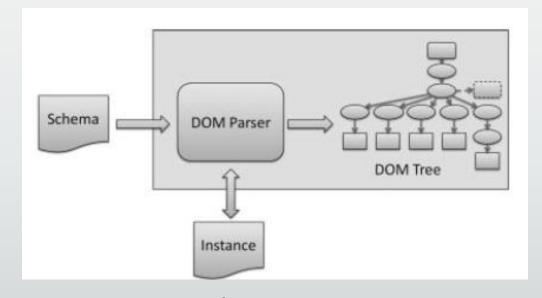
### **Processing XML Data: Tree processing**

In processing XML data, applications have several choices for how to represent the data.

• **Tree processing**: XML data are loaded and parsed into a tree data structure in computer memory. Application programs can navigate this tree by following links and can modify nodes in the tree.



Document Object Model



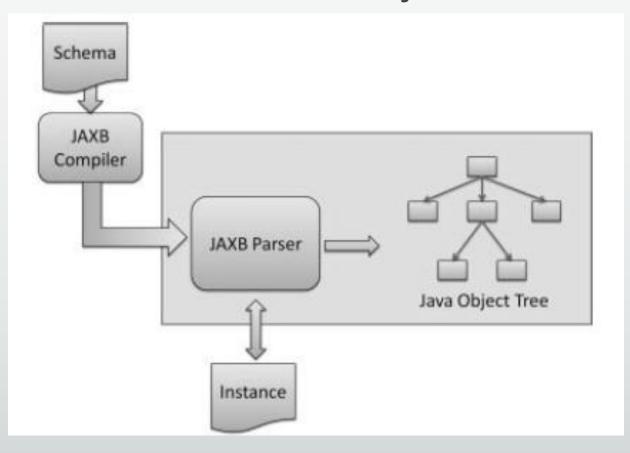
**DOM Schema Processing** 



### **Processing XML Data: Schema binding**

• Schema binding: a variant on the tree processing approach is to compile an XML schema to a collection of classes (one class per XML element) and then build an XML document as a tree structure constructed of objects.

Java Architecture for XML Binding (JAXB)

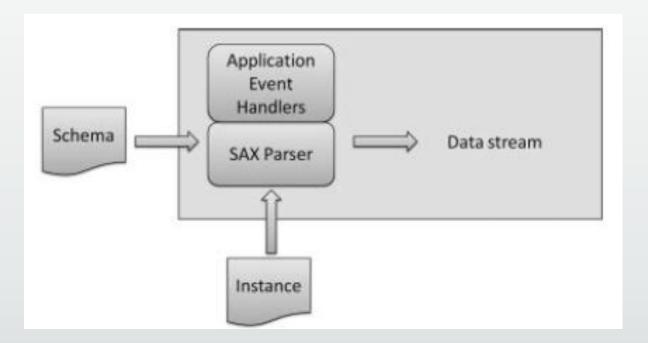




### **Processing XML Data: Stream processing**

• Stream processing: if the XML data are too large to fit in memory, an alternative model is to never try to build a tree representation of it but, instead, to process the XML data as they are being read from a file.

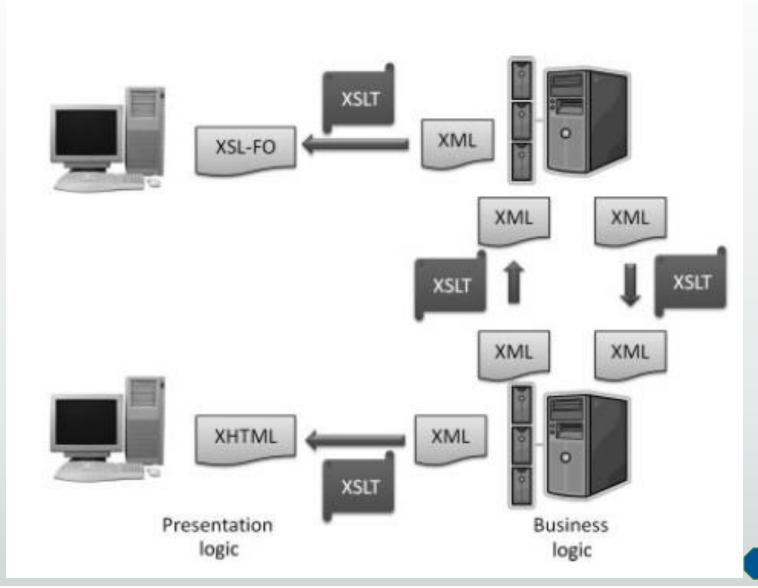
SAX (Simple API for XML) is an event-based parser for XML documents





### **XSLT** in Enterprise Architecture

Language Transformations
(XSLT): XSLT is a language for transforming XML documents into other XML documents, or other formats such as HTML for web pages, plain text





### References

As specified in the syllabus