



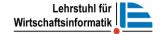
Information Management and Knowledge Management (IMKM)

Lecture 11 Basics and Tools of Knowledge Management

TUM

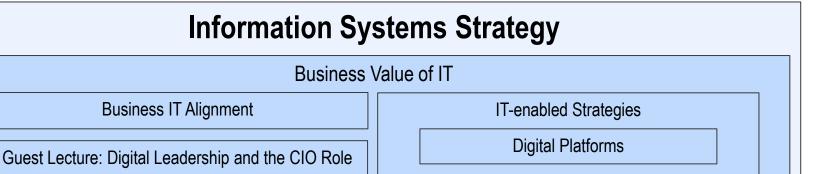
Chair for Information Systems

© Prof. Dr. H. Krcmar

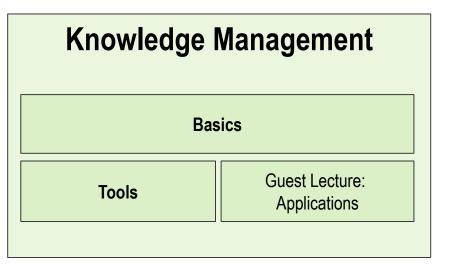


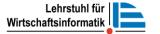


Lecture Schedule



Information Management IT Controlling and IT Governance IT Sourcing and IT Offshoring IT Security, Privacy and Risk Management Guest Lecture: Natural Language Processing for IM







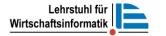
IMKM Lecture 11: Basics and Tools of Knowledge Management

Outline

- 1. Knowledge Management
 - 1. Recap: Definition of Knowledge
 - 2. Recap: Types of Knowledge
 - 3. Definition of Knowledge Management
 - 4. Knowledge Management & Strategy
 - 5. Knowledge Management Strategies
- 2. Core Processes of Knowledge Management
 - 1. Knowledge Objectives
 - 2. Knowledge Identification
 - 3. Knowledge Acquisition
 - 4. Knowledge Development

Learning Objectives

- You understand and know basic terms of knowledge management and you can distinguish them.
- You understand how knowledge management relate to strategy.
- You can explain different types of knowledge, how they can be converted, and how this scales in organizations.
- You know the core process of knowledge management and can give examples for each step.





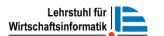
Importance of Knowledge Management

"In an economy where the only certainty is uncertainty, the one sure source of lasting competitive advantage is knowledge."

Nonaka (1991)

Knowledge economy (Drucker, 1969): Organizational performance is dependent on the production, diffusion, and use of knowledge.

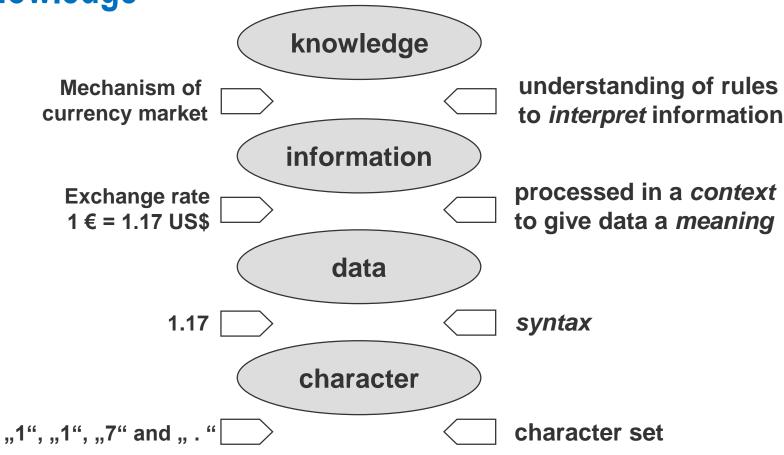
Knowledge-based theory of the firm (Grant, 1996): Knowledge is the major source of competitive advantage of a firm.



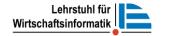


Recap: Character – Data – Information –

Knowledge

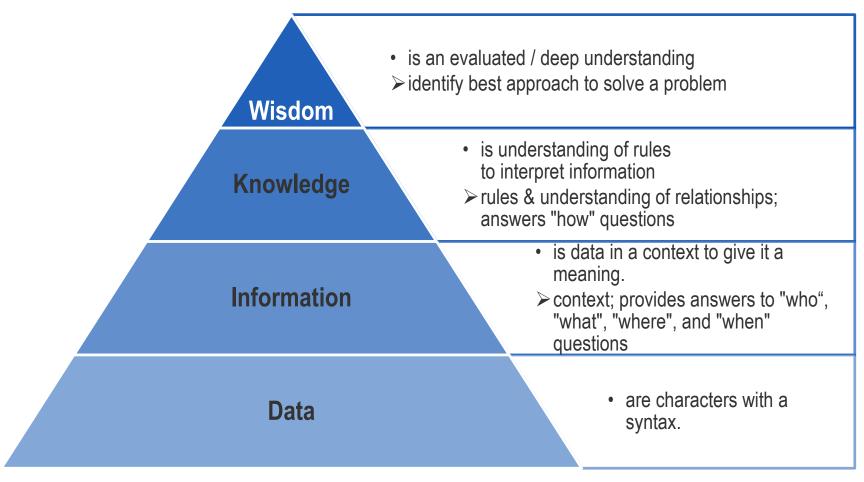


Krcmar, Informationsmanagement (2015), p. 12





Data – Information – Knowledge – Wisdom



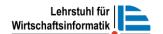
Ackoff (1989)





Recap: Knowledge

- Knowledge is the understanding of rules needed to interpret information
- Knowledge is the appropriate collection of information, such that its intent is to be useful
- Characteristics of knowledge:
 - Using knowledge does not consume it
 - Transferring knowledge does not result in losing it
 - Knowledge is abundant, but the ability to use it is scarce
 - Much of an organization's valuable knowledge walks out of the door at the end of the day.



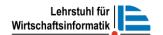


Knowledge – Detailed Definition

Knowledge

- is a fluid mix of framed experience, values, contextual information, and expert insight
- that provides a framework for evaluating and incorporating new experiences and information.
- It originates and is applied in the mind of knowers.
- In organizations,
 - it often becomes embedded not only in documents or repositories
 - but also in organizational routines, processes, practices, and norms.

Davenport & Prusak (1983)





Recap: Types of Knowledge

"Embodied knowledge is embodied knowledge. But with reflection or careful observation, patterns of tacit knowledge can be experienced, expressed and described."

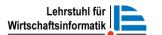
Senge (2006)

Explicit Knowledge

knowledge that is set out in tangible form (physical) e.g. policies, goals, strategies, papers, reports Codified / Leaky knowledge

Tacit Knowledge

knowledge that would be extremely difficult (operationally) to make explicit (*implied*) Subjective, cognitive, experiential learning Highly personalized Difficult to formalize Sticky knowledge





Recap: What is Knowledge Management?

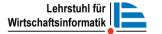
"KM is understanding the organization's information flows and implementing **learning practices** which make explicit the key aspects of its knowledge base" (Broadbent, 1997, 8-9)

"KM is a collaborative and integrated approach to the creation, capture, organization, access, and use of an **enterprise's intellectual assets**" (Brooking, 1999, 154)

"KM is the capability to create, enhance, and share **intellectual capital** across the organization" (Lank, 1997)

"KM comprises the development, discussion, and testing of theories, methods, and tools that enable a more systematic approach with **knowledge as a resource**" (Bellmann, et al. 2002, cited in Krcmar, 2015, 660)

Knowledge Management deals with all kinds of knowledge, information management with some forms of explicit knowledge.





Reference Disciplines of Knowledge Management

Economics

- Management
- Human resource management
- Organizational science

Human sciences

- Psychology
- Sociology
- Educational science
- Philosophy

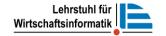
Informatics and related disciplines

- Information Systems Research
- Informatics
- Information Science

Knowledge Management

Other disciplines

- Jurisprudence
- Political science





Objectives of Knowledge Management

Knowledge Management helps us to know what we know

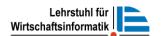
Knowledge Management

Identifying, capturing, evaluating, retrieving, and sharing all of an enterprise's information assets.

Knowledge Sharing

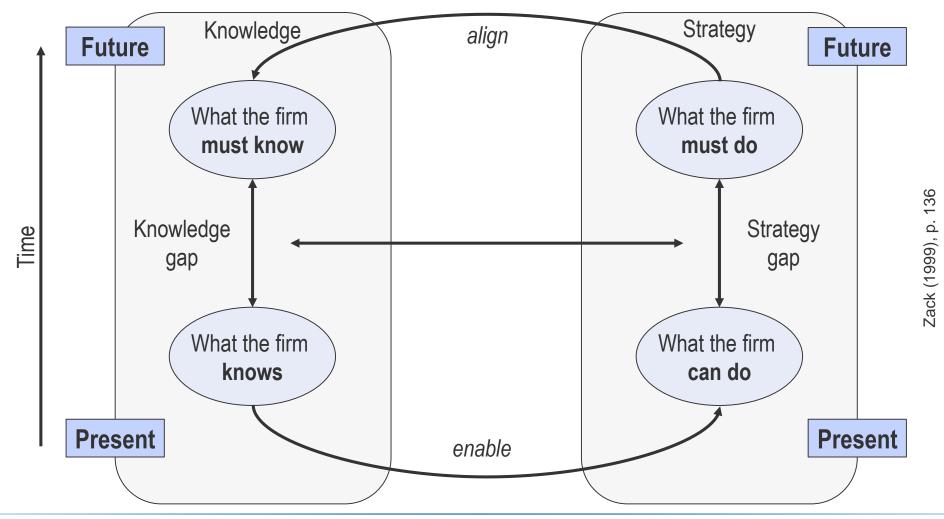
Focus on the individual providing knowledge to other individuals.

→ Fundamentally a social process, not (only) a question of "management"!





Alignment of Knowledge and Strategy





What to manage in knowledge management



required effort for knowledge management Learning

Process
KM Maps, Workflows,
Integration, Best
Practices, Business
Intelligence, Standards

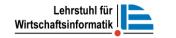
20%

Technology

10%

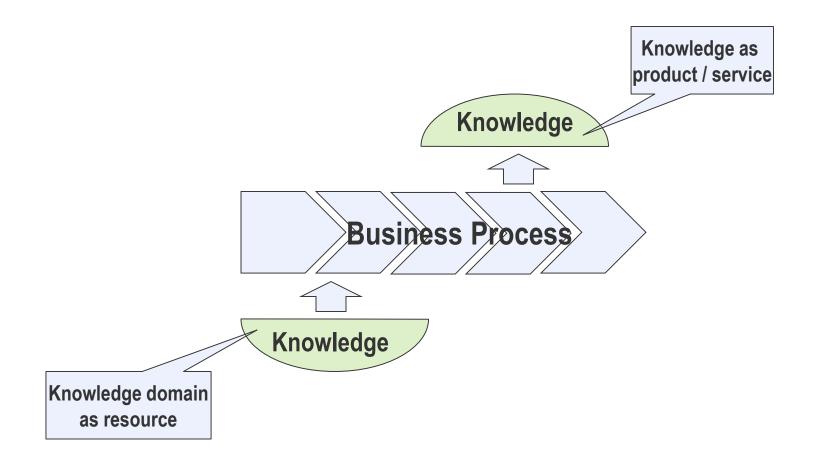
Data stores & formats.
Networks, Internet,
Data Mining &
Analysis, Decision
tools, Automation,
Standards

Adapted from Bhatt (2000)





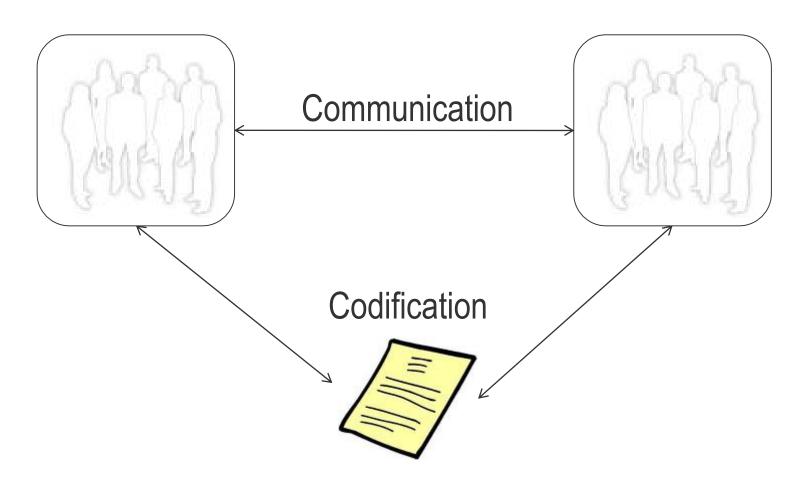
Business Process as Area of Application and Context







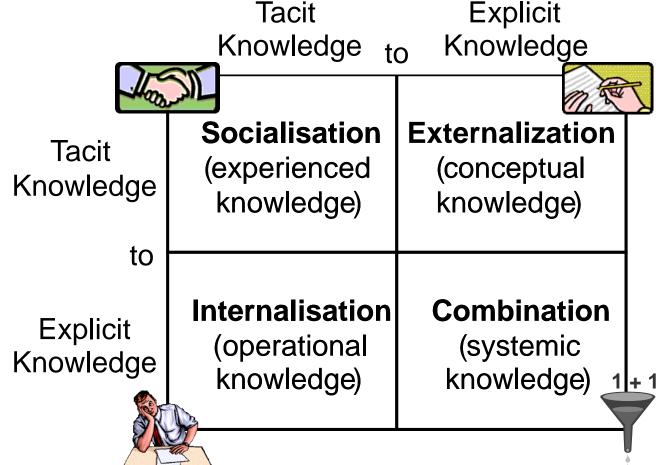
Strategies for Knowledge Management: Communication and Codification

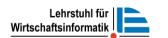






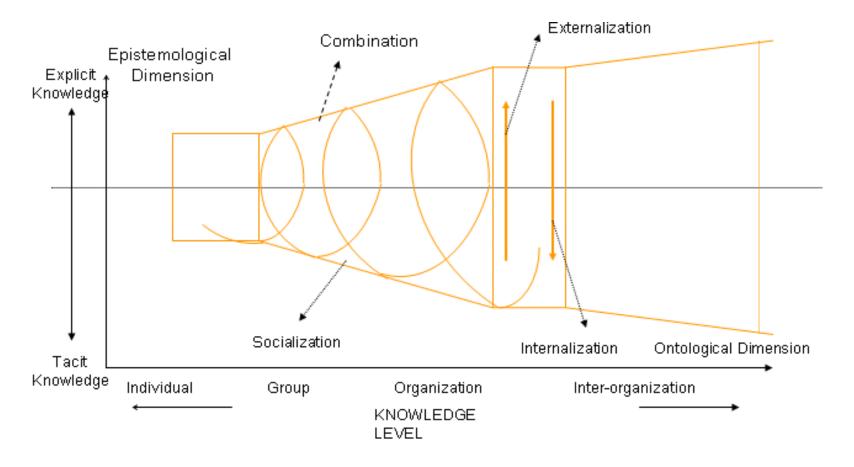
Four Types of Knowledge Conversion







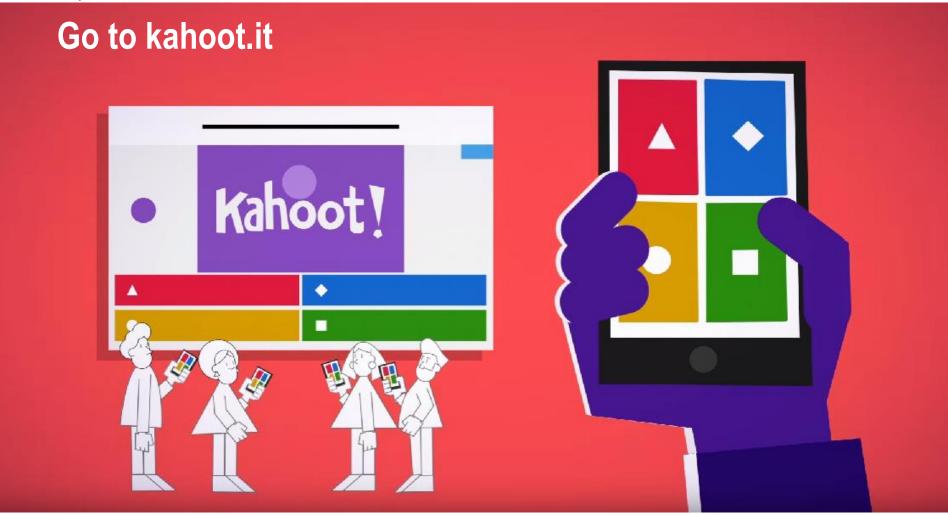
Spiral of Organizational Knowledge Creation

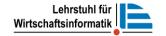






Quiz Time!







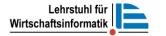
IMKM Lecture 11: Basics and Tools of Knowledge Management

Outline

- 1. Knowledge Management
 - 1. Recap: Definition of Knowledge
 - 2. Recap: Types of Knowledge
 - 3. Definition of Knowledge Management
 - 4. Knowledge Management & Strategy
 - 5. Knowledge Management Strategies
- 2. Core Processes of Knowledge Management
 - 1. Knowledge Objectives
 - 2. Knowledge Identification
 - 3. Knowledge Acquisition
 - 4. Knowledge Development

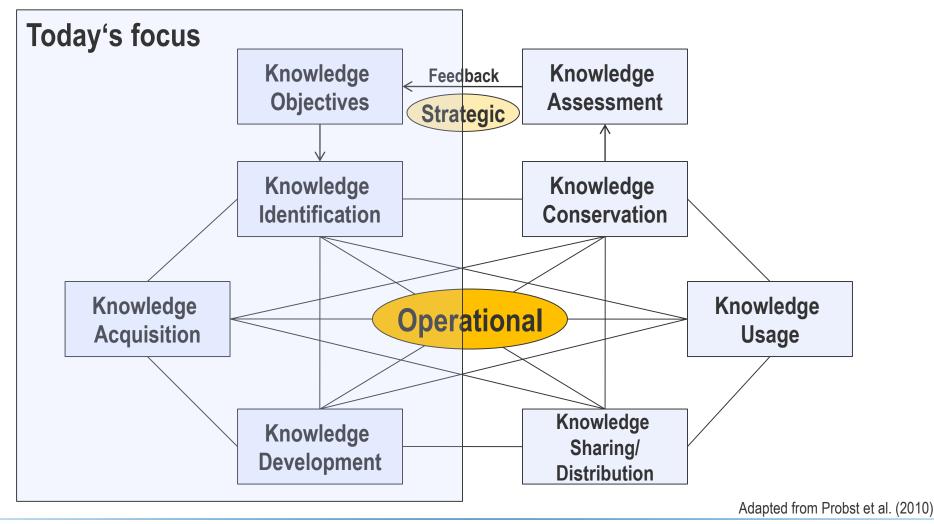
Learning Objectives

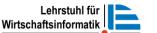
- You understand and know basic terms of knowledge management and you can distinguish them.
- You understand how knowledge management relate to strategy.
- You can explain different types of knowledge, how they can be converted, and how this scales in organizations.
- You know the core process of knowledge management and can give examples for each step.





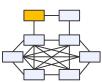
Core Processes of Knowledge Management



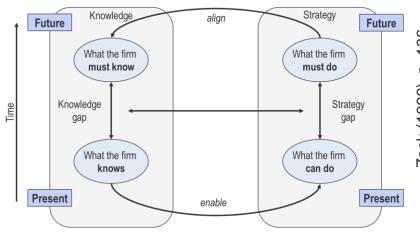




Knowledge Objectives



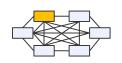
"What kind of knowledge is **important today**" as well as in the **future** to have a knowledge-based competitive advantage?" "Where in the organization is what kind of know-how or knowledge **needed**?"



- Strategic planning of organizational knowledge base
- **Knowledge goals** (St. Gallen Management Model)
 - **Normative**: Establish a knowledge oriented corporate **culture**
 - **Strategic**: define which knowledge to **retain** and which to **establish**, organizational structures, management systems
 - Operative: Execution of strategic knowledge goals and definition of operational knowledge goals for the day-to-day business







Knowledge Identification

"How do I create transparency about existing knowledge?"

Task: Analysis and description of knowledge environment

 Challenge: Provide overview over internal and external data, information, and capabilities.

Problems: Inefficiency, uninformed decisions, duplication





Knowledge Identification



Approaches to Knowledge Identification

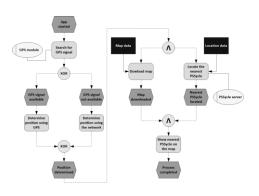
Knowledge Bearer Maps



Knowledge Balance Sheet



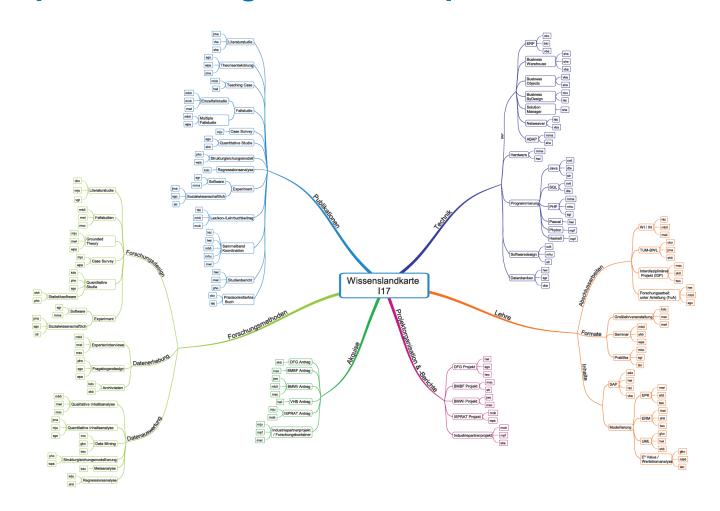
Process Modelling

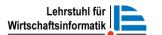






Example: Knowledge Bearer Map

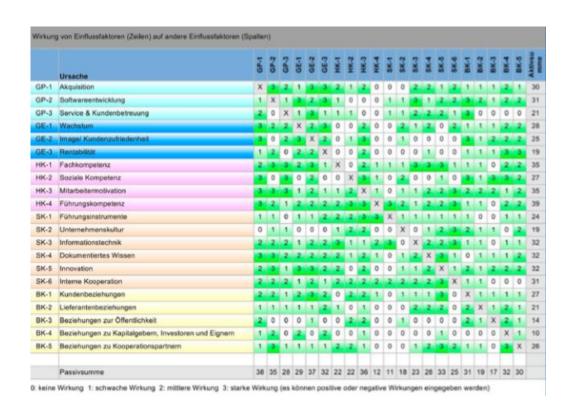




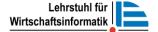


Example: Knowledge Balance Sheet

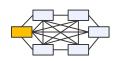




Quelle: https://www.bmwi.de/Redaktion/DE/Downloads/W/wissensmanagement-fw2013-teil3.pdf?__blob=publicationFile&v=1







Knowledge Acquisition

"What capabilities do I acquire from external sources?"

Task: Decide what knowledge to acquire through recruiting

or acquisition (Consultants, mergers, or acquisitions)

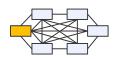
Challenge: Ensure best possible access to external knowledge

Problems: Un-used potential for knowledge acquisition in existing

cooperations







Knowledge Acquisition

Approaches to Knowledge Acquistion

Hiring

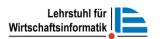


Consulting

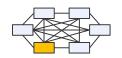


Outsourcing, Mergers, or Acquisitions









Knowledge Development

"How do I build up new knowledge?"

Task: Build up new knowledge in addition to external

acquisition

Challenge: Develop new capabilities, better ideas, and

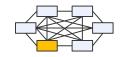
increasingly powerful processes

Problems: Creation of new knowledge in areas without expertise

is very difficult (e.g., R&D)







Knowledge Development

Approaches to Knowledge Development

Learning Environment



Room for Experiments

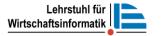


Workshops

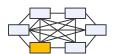


Prerequisites

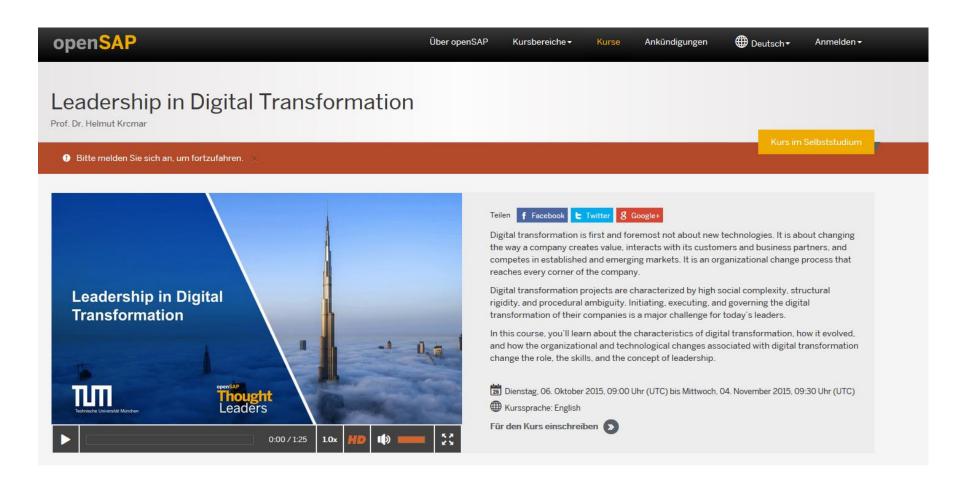
- Create freedom
- Reduce workload
- Congruence of interests
- Make room for errors







Example: Knowledge Development: MOOC

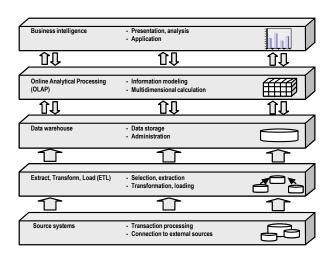


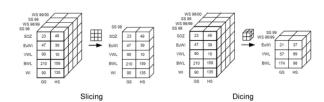




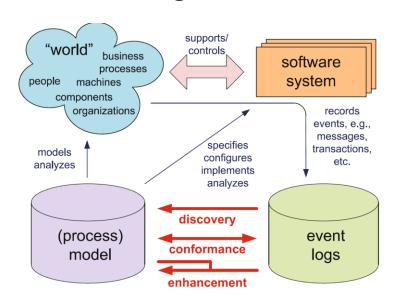
Example: Experiment with discovering knowledge from data or information

Data Warehouse

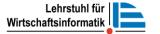




Process Mining

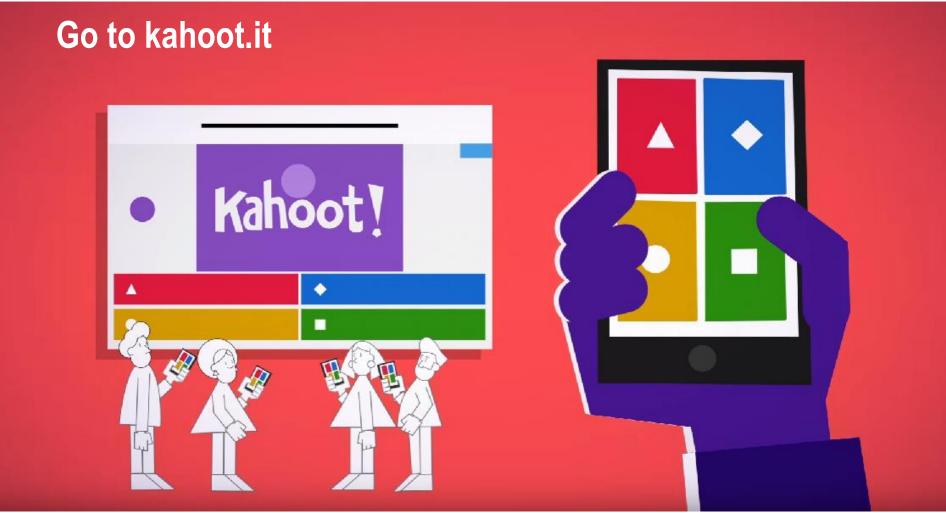


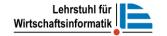
(van der Aalst, 2011)





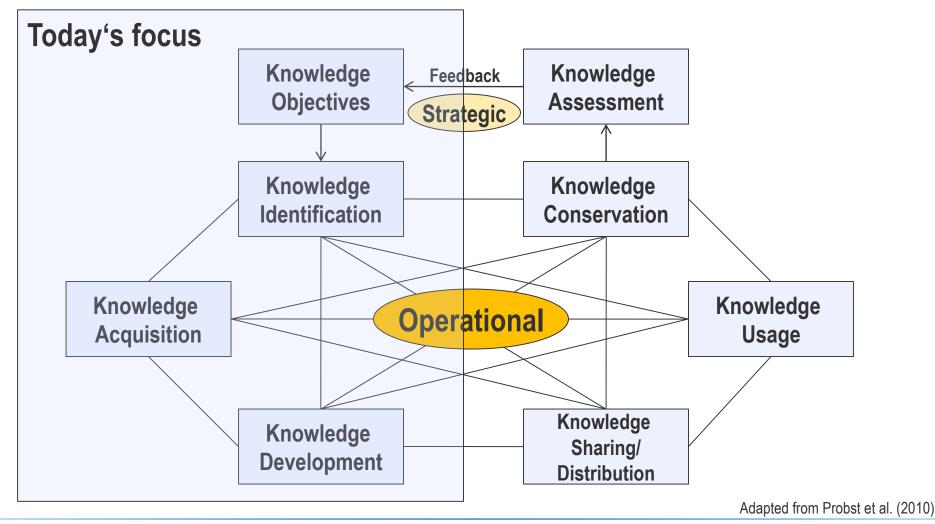
Quiz Time!

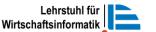






Core Processes of Knowledge Management







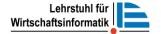
Literature

Core Literature

- Krcmar, H. (2015): Informationsmanagement (Vol. 6), Springer Verlag, Berlin 2015. pp. 660-695.
- **Probst/Raub/Romhardt (2010):** Wissen managen: Wie Unternehmen ihr wertvollste Ressource optimal nutzen (6. Aufl.). Gabler, Wiesbaden.

Additional Reading

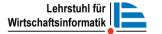
• M. Bellmann, H. Krcmar, T. Sommerlatte (2002): Praxishandbuch Wissensmanagement. Strategien - Methoden – Fallbeispiele. Symposion, Düsseldorf





References

- Ackoff, R. L. (1989). From Data to Wisdom. Journal of applied systems analysis, 16(1), 3-9.
- Becker, J., Knackstedt, R., Matzner, M., & Poeppelbuss, J. (2008). The Research Map of Hybrid Value Creation: A Repository for Research Results. Paper presented at the RESER, Stuttgart.
- Bellmann, M., Krcmar, H., Sommerlatte, T. . (2002). Praxishandbuch Wissensmanagement. Strategien Methoden Fallbeispiele. Düsseldorf: Symposion Publishing.
- Bhatt, D. (2000). EFQM Excellence Model and Knowledge Management Implications. In.
- Broadbent, M. (1997). The Emerging Phenomenon of Knowledge Management. The Australian library journal, 46(1), 6-24.
- Brooking, A. (1999). Corporate Memory: Strategies for Knowledge Management. London: Thompson Business Press.
- Davenport, E., & Cronin, B. (2000). Knowledge Management: Semantic Drift or Conceptual Shift?
 Journal of Education for library and information Science, 41(4), 294-306.
- Davenport, T., Prusak, L. (1998). Working Knowledge: How Organization Manage What They Know.
 Boston: Harvard Business School Press.
- Grudin, J. (2006). Enterprise Knowledge Management and Emerging Technologies. Paper presented at the 39th Annual Hawaii International Conference on System Sciences, Hawaii.
- Heisig, P., Will, M. (2003). Wachstum mit Wissen Geschäftsprozessorientiertes Wissensmanagement zur Unterstützung wissensintensiver Dienstleistungen Ein Projektbericht. Seneka Newsletter, 13, 8-12.
- Heisig, P. (2005). Integration von Wissensmanagement in Geschäftsprozesse. Berlin: Technische Universität Berlin.





References

- Kaplan, R. S., Norton D. P. (1992). The Balanced Scorecard: Measures that Drive Performance. Harvard Business Review Jan Feb, 71–80.
- Krcmar, H. (2015). Informationsmanagement. Berlin Heidelberg: Springer Gabler.
- Krcmar, H. (2015). Leadership in Digital Transformation. Retrieved from openSAP website: https://open.sap.com/courses/ldt1-tl, last accessed 09/01/2019.
- Lank, E. (1997). Leveraging Invisible Assets: The Human Factor. Long range planning, 30(3), 406-412.
- Müller, C. (2007). Graphentheoretische Analyse der Evolution von Wiki-basierten Netzwerken für selbstorganisiertes Wissensmanagement. (PhD), Universität Potsdam,
- Nonaka, I. (1994). A Dynamic Theory of Organizational Knowledge Creation. Organization Science, 5(1), 14-37.
- Probst, G., Raub, S., & Romhardt, K. (2010). Wissen managen: Wie Unternehmen ihre wertvollste Ressource optimal nutzen (6 ed.). Wiesbaden: Springer Gabler.
- Rehäuser, J., Krcmar, H. (1996). Wissensmanagement im Unternehmen. In G. Schreyögg, Conrad, P. (Ed.), Wissensmanagement (6 ed., pp. 1-40). Berlin, New York: de Gruyter.
- Zack, M. H. (1999). Developing a Knowledge Strategy. California Management Review, 41(3), 125–145.

