#### CHAPTER FOUR

## Systems Analysis and Design & MIS

#### SYSTEM ANALYSIS

- □ **Systems Analysis** is the process of investigation of a system's operation with a view to **changing** it to new requirements or improving its current working.
- □ Systems Analysis is plays a **vital role** in the development of MIS.
- □ MIS is a **conglomerate** of various systems
- Each system within the MIS plays a role which contributes to the **accomplishment** of the MIS **objective**
- □ The success of MIS **lies** in meeting the **information needs** of the various users in organization across all levels of the management.

#### NEED FOR SYSTEMS ANALYSIS

- □ Business systems are usually complex
- Making changes to a system without reference to its **effects** on other subsystems or current working practices could result in a **worsening** rather than improvement.

#### Systems analysis will identify

- User requirements
- Outputs and processing needed.
- Data required providing this processing and output.
- Role of people in the process.
- Security aspects to ensure the efficient continuation of the business.
- Costs of providing the system.

#### STRUCTURED SYSTEM ANALYSIS AND DESIGN METHOD

- SSADM was designed to formalize the stages of the Systems Life Cycle from planning through to implementation and maintenance as follows (Cashman, 2001)
  - Planning
  - Analysis
  - Design
  - Implementation
  - Support

#### CONT.

#### Planning

- Review project requests,
- Prioritize project requests,
- Allocate resources and
- Identify project development team)

#### o Analysis

- Conduct preliminary investigation,
- o perform detailed analysis activities
  - oinformation needs assessment
  - orequirements analysis
  - oand requirements specification

#### CONT.

#### o Design

- focused on the data requirements
- synthesis of alternatives, cost-effectiveness analysis of alternatives,
- specification of **criteria** for selecting a preferred alternative, selection of a preferred alternative
- Implementation
- Support
- SSADM provides sets of standard analysis and design techniques.
- It separates the logical and physical components of a system.
- The stages of the systems life cycle are effectively broken down into a series of modules (called stages) with standard method of approaching and dealing with them.

#### STANDARD METHOD OF APPROACHING TO SSADM

- Feasibility study
- Investigation of current requirements
- Business systems options.
- Requirements Specification.
- Technical Systems Specification.
- Logical Design.
- Physical Design

**Feasibility** is a measure of how suitable the development of a system will be to the organization.

#### Feasibility study

- clearly define the scope and objectives of the systems project
- identify alternative solutions to the problem defined earlier.
- □ System analysts use **four criteria** to test feasibility of the proposed system (Cashman, 2001)
  - Operational feasibility
  - Organizational Feasibility
  - Technical Feasibility
  - Economical Feasibility

- The methodology system design life cycle (SDLC)
  - is closely linked to what has come to be known as structured systems analysis & design.

#### Problem definition

- Systems analysis phase: The present system is investigated and its specifications documented.
- o contain our understanding of HOW the present system works and WHAT it does.
- The information the analyst will require will include
  - Precise definition of each process
  - Who performs what
  - What it involves
  - What data is collected
  - How it is collected
  - What data is stored
  - What documentation/forms are used
  - Where the data then is moved

#### FACT FINDING TOOLS

- Possible ways to obtain information could be:
  - Questionnaires
  - Interview
  - Document analysis
  - Systems Observation
- Deliverable: Specifications of the present system.

#### **□** Systems design phase:

- The specifications of the present system are studied to determine what changes will be needed to incorporate the user needs not met by the system currently.
- The output will consist of the specifications, which must describe both WHAT the proposed system will do and HOW it will work.
- Deliverables: Specifications of the proposed system.

#### □ Systems construction: Programming the system

- development of user documentation for the system as well as the programs.
- Deliverables:
  - Programs,
  - their documentation,
  - o and user manuals.

- o Implementation also includes converting from the old system to the new system, this may involve operating both new and old systems in
  - a. **parallel** for a trial period,
  - b. operating a **pilot system** on a trial basis at one location,
  - c. **phasing** in the new system one application or location at a time, or
  - d. an immediate cutover to the new system.

#### CONT.

- System testing & evaluation:
  - Testing, verification and validation of the system just built.
  - Deliverables:
    - Test and evaluation results and
    - othe system ready to be delivered to the user/client

#### System Development Process Models

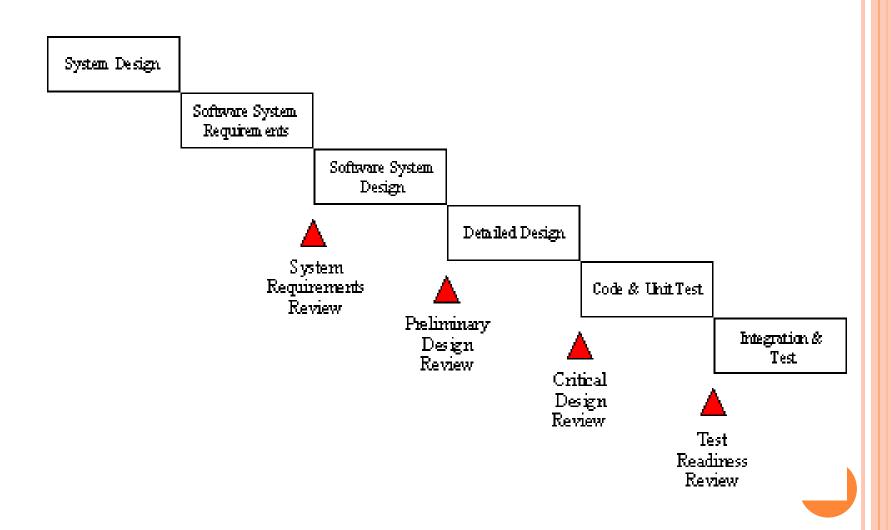
- □ While nearly all system development efforts engage in some combination of the above tasks,
  - □ They can be differentiated by the *feedback* and *control methods* employed during development and the timing of activities.
- □ Structured System Analysis and Design models
  - Each of which has its own strength and weakness
  - Share some common features
  - They are basis for today's system development

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#### The Waterfall Model

- □ the earliest method
- □ still widely used
- □ It is attributed with providing the theoretical basis for other *Process Models*
- □ closely resembles a "**generic**" model for software development.

#### WATERFALL PROCESS MODEL



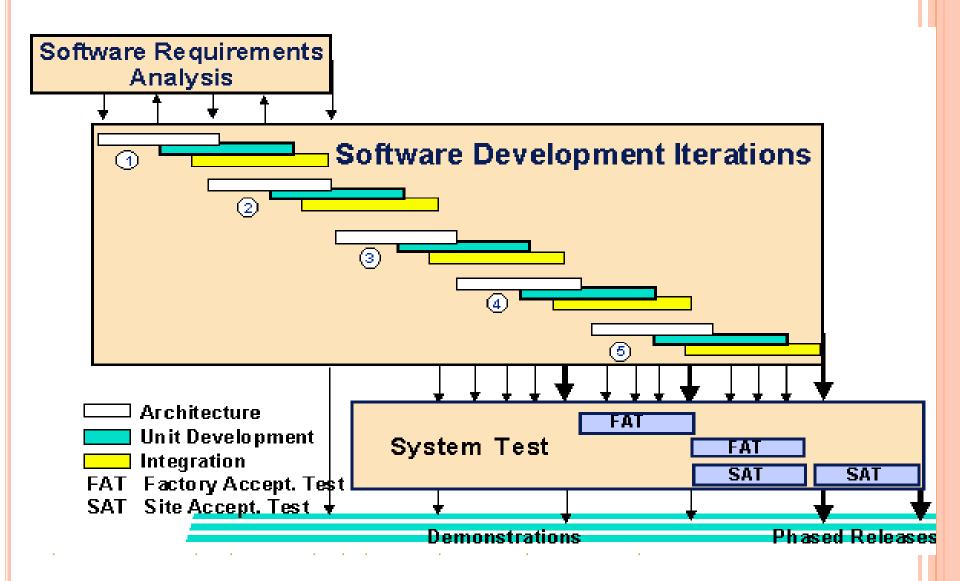
#### □ Problem with Waterfall model

- Real projects **rarely** follow the **sequential flow** that the model proposes.
- At the beginning of most projects there is often a great deal of uncertainty about requirements and goals
- Difficult for customers to identify these criteria on a detailed level.
- The model does not accommodate this natural uncertainty very well.
- Developing a system using the *Waterfall Model* can be a long, painstaking process that does not yield a working version of the system until late in the process

#### 2. Iterative Development

- could provide faster results,
- require less up-front information
- offer **greater** flexibility.
- the project is divided into small parts.
- allows the development team to demonstrate results earlier on in the process and obtain valuable feedback from system users.
- each iteration is actually a mini-*Waterfall* process with the feedback from one phase providing vital information for the design of the next phase.
- In a **variation** of this model,
  - the software products which are produced at the end of each step (or series of steps) can go into production immediately as incremental releases.

#### ITERATIVE DEVELOPMENT PROCESS



#### PROBLEMS ASSOCIATED WITH THE ITERATIVE MODEL

- The user community needs to be actively involved throughout the project.
- While this involvement is a positive for the project, it is demanding on the time of the staff and can add project delay.
- Communication and coordination skills take center stage in project development.
- Informal requests for improvement after each phase may lead to confusion a controlled mechanism for handling substantive requests needs to be developed.
- Can lead to "scope creep," since user feedback following each phase may lead to increased customer demands.

#### 3. Prototyping

- The *Prototyping Model* was developed on the assumption that:
  - It is often **difficult** to know all of your requirements at the beginning of a project.
- the developer builds a simplified version of the proposed system and presents it to the customer
- The customer in turn provides feedback to the developer
- Refine the system requirements to incorporate the additional information
- the prototype code is thrown away and entirely new programs are developed once requirements are identified.

#### Steps to develop prototyping model

- Requirements Definition/Collection
- Design
- Prototype Creation/Modification
- Assessment
- Prototype Refinement

#### Problems associated with the Prototyping Model

- Prototyping can lead to false expectations
- Prototyping can lead to poorly designed systems

#### MIS IMPLEMENTATION

- MIS implementation process involves a number of sequential steps
  - First establish management information needs and formulate broad systems objectives so as to delineate important decision areas
  - Develop a general description of a possible MIS as a course design
    - A. Once the information units needed have been determined and a systems design developed,
    - B. Decide how information will be collected.
    - c. Positions will be allocated responsibility for generating and packaging the information.
    - Develop a network showing information flows.

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- E. Test the system until it meets the operational requirements
- F. Re-check that all the critical data pertaining to various sub-systems and for the organization as a whole are fully captured.
- G. Monitor actual implementation of the MIS and its functioning from time to time

#### CRITERIA FOR MIS

- 1.Relevance Information should be relevant to the individual decision-makers at their level of management.
- 2. Management by exception Managers should get precise information pertaining to factors critical to their decision making.
- **3. Accuracy** The database from which information is extracted should be up-to-date, contextually relevant and validated.
- 4. Timeliness The information should be provided at the time required.
- **5. Adaptability** The information system should have an in-built capability for re-design so that it can suitably adapt to environmental changes and changing information requirements

#### Strategies for determining MIS design

#### • Organization-chart approach:

• the MIS is designed based on the traditional functional areas(the boundaries of the organization structure)

#### • Integrate-later approach:

- largely a *laissez faire* approach
- it does not conform to any specified formats as part of an overall design.
- There is no notion of how the MIS will evolve in the organization.
- becomes difficult to integrate In today's environment

#### □ **Data-collection approach:** This approach

- collection of all data which might be relevant to MIS design.
- data are then classified.
- classification influences the way the data can be exploited usefully at a later stage.
- The classification therefore needs to be done extremely carefully.

#### • Database approach:

- A large and detailed database is amassed, stored and maintained.
- The database approach is more and more accepted for two main reasons:
  - First, because of data independence it allows for easier system development, even without attempting a complete MIS;
  - Second, it provides management with immediate access to information required.

#### • Top-down approach:

- defining the information needs for successive layers of management.
- The usefulness of this approach depends on the nature of the organization.
- suitable for those organizations where there is a difference in the type of information required at the various levels.

#### • Total-system approach:

- the interrelationships of the basic information are defined **prior** to implementation.
- Data collection, storage and processing are designed and done within the framework of the total system.
- This approach can be successfully implemented in organizations which are developing.

# Solving Business Problems with Information Systems

#### **OVERVIEW**

- Systems Approach to Problem Solving,
  - Describes and gives examples of the steps involved in using a systems approach to solve business problems.
- Developing Information Systems Solutions,
  - Describes the activities involved and products produced in each of the stages of the information systems development cycle,
    - oincluding computer-aided and
    - oprototyping approaches to systems development.

#### THE SCIENTIFIC METHOD VS. THE SYSTEMS APPROACH

#### The Scientific Method

- Based on the established problem-solving methodology known as the scientific method.
- The scientific method consists of five steps:
  - 1. Recognize phenomena in the real world.
  - 2. Formulate a hypothesis about the causes or effects of the phenomena.
  - 3. Test the hypothesis through experimentation.
  - 4. Evaluate the results of the experiments.
  - 5. Draw conclusions about the hypothesis.

#### THE SCIENTIFIC METHOD VS. THE SYSTEMS APPROACH

#### The Systems Approach

- o is a modification of the scientific method
- It stresses a systematic process of problem solving
- Problems and opportunities are viewed in a systems context.
- Steps of the systems approach may **overlap** each other
- The completion of activities in one step may extend into the performance of another.

#### STEPS IN THE SYSTEMS APPROACH

- 1. Define a problem or opportunity in a systems context.
- 2. Gather data describing the problem or opportunity
- 3. Identify alternative solutions.
- 4. Evaluate each alternative solution.
- 5. Select the best solution.
- 6. Implement the selected solution.
- 7. Evaluate the success of the implemented solution

#### Understanding a Problem or Opportunity

- Implies viewing the problem/opportunity in a systematic fashion within a systems context.
  - 1. Defining Problems and Opportunities
  - Symptoms must be separated from problems. Symptoms are merely signals of **underlying** problems.
  - A problem is a basic condition that causes undesirable results
  - An **opportunity** is a condition that presents the potential for desirable results
  - 2. Gathering Data and Information.
  - Data and information need to be captured to gain sufficient background into the problem or opportunity situation
  - Interviews, Questionnaires, Personal observation, Examination of documents, Inspecting accounting and management reports, performance results etc..

• Once you understand a problem or opportunity, you can develop an appropriate solution.

#### 3. Designing Alternative Solutions

- Jumping immediately from problem definition to a single solution limits your options and **robs** you of the chance to consider the advantages and disadvantages of several alternatives.
- Of course, having too many alternatives can obscure the best solution.
- Alternative solutions may come from past experience, advice of others, simulation of business operations models, and your own **intuition** and **ingenuity**.
- The "doing nothing" option is also a valid alternative.

#### 4. Evaluating Alternative Solutions

- The goal of evaluation is to determine how well each alternative solution helps the firm and its selected subsystems meet their objectives.
- To understand a problem and solve it, you should try to determine if basic system functions are being properly performed
- This should be done within a systems context by looking at inputs, processing, outputs, feedback, and control structures
- The systems approach must determine firm objectives, identify standards, and recognize constraints
- Objectives:- are accomplishments a system is supposed to achieve (a good performance for this year)
- Standards:- (Quantitative Measures) used to measure the progress a firm makes as it tries to achieve objectives of the system.
- Constraints:- are restrictions on the form and content of a solution

#### Cont...Evaluating Alternative Solutions

#### Cost Benefit Analysis

- This process identifies the benefits and costs associated with each alternative solution.
- Every legitimate solution will have some advantages or benefits, and some disadvantages or costs.
- I. Tangible costs quantified costs.
  - Hardware, Software, Salaries
- II. Intangible Costs difficult to quantify
  - Customer goodwill, Employee morale caused by system errors, Installation/conversion problems
- III. Tangible Benefits favourable results that the firm has attained
  - Decrease in payroll, Decrease in inventory carry
- IV. Intangible Benefits hard to estimate
  - Customer service, Better delivery of customer request(s)

#### 5. Selecting the Best Solution

- Once all alternative solutions have been evaluated, they can be compared to each other, and the "best" (most desirable) solution can be selected.
- Since the solutions are compared based on multiple criteria (some of which may be intangible), this selection is not always a simple process.

#### 6. Implement the selected solution

- An implementation plan may have to be developed.
- A project management effort may be required to supervise the implementation of large projects.

#### Cont... Implement the selected solution

- Typically, an implementation plan specifies the activities, resources, and timing needed for proper implementation.
- This may include:
  - a) Types and sources of hardware and software
  - b) Construction of physical facilities.
  - c) Hiring and training of personnel
  - d) Start-up and operating procedures
  - e) Conversion procedures and timetables

### 7. Post implementation Review (Evaluate the success of the implemented solution)

• Focus to determine if the implemented solution has indeed helped the firm and selected subsystems meet their system objectives.

#### • If not,

- The systems approach assumes
- you will cycle back to a previous step and make another attempt to find a workable solution.

#### QUIZ

- 1. SSADM stands for?
- 2. Write the seven steps of problem solving approach?
- 3. Define MIS
- 4. List the structured system analysis and design models?
- 5. List the four criteria's used for feasibility study?

