Systems Analysis and Design Sixth Edition

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Chapter 2 The Sources of Software

Learning Objectives

- Understand outsourcing
- Describe six different sources of software
- Discuss how to evaluate off-the-shelf software
- Explain reuse and its role in software development

Outsourcing

- Practice of turning over some or all responsibility for information systems applications and operations to another firm.
- Examples:
 - Outsourcing firm develops and runs applications on their computers (Payroll application)
 - Outsourcing firm runs applications at your site on your computers.
- Reasons to outsource
 - Cost effective
 - Overcome organizational problems in information systems unit
- Outsourcing should be considered during systems analysis

Sources of Software

- Information Technology Service Firms
 - Utilized when
 - Organization lacks resources to develop in-house system
 - Suitable off-the-shelf solution is not available
 - Help companies develop custom information systems for internal use
 - Develop, host and run applications
 - Provide other services
 - IT Service firms employ consultants with domainspecific experience

- Packaged Software Producers
 - Produce pre-packed or off the shelf systems
 - Products range from broad-based packages to industry specific packages
 - > Two types of software
 - Turnkey cannot be modified to meet specific users needs
 - Non-turnkey can be modified
 - Off-the-shelf software can meet up to 70% of an organization's needs.

- Enterprise Solutions Software
 - Also called Enterprise Resource Planning (ERP) Systems
 - Consist of a series of integrated modules
 - Each module supports individual traditional business function
 - Accounting
 - Distribution
 - Manufacturing
 - Human Resources
 - Integrated to focus on business processes rather than business functional areas
 - Enables an organization to integrate all parts of a business process in a unified information system
 - All aspects of a transaction occur seamlessly in single information system

- Benefits
 - Single repository for all aspects of a business process
 - Ensures more consistent and accurate data
 - Less maintenance
 - Flexibility of modules
 - Additional modules can be added as needed
 - Additional modules are immediately integrated into existing system

Sources of Software ERP Systems (Continued)

- Disadvantages
 - Complexity of implementation
 - Extended implementation time
 - Reliance upon consultants
 - Often, organizations must change the way that they do business in order to use systems
- ERP vendors
 - SAP
 - Oracle

- Cloud Computing
 - Software is rented or licensed from third party providers
 - Run at remote sites
 - Applications are accessed through the Internet or a VPN
 - Applications bought, installed and maintained by service provider
 - Users pay per-use or month-to-month license
 - Includes software as a service as well as hardware as a service
 - Some examples:
 - Google Apps
 - Salesforce.com

Sources of Software Cloud Computing (Continued)

- Predicted that by 2015 will create 14 million new jobs.
 - Total market of \$1.1 trillion.
- Reasons for Choosing Cloud
 - Freeing internal IT staff
 - Faster access to applications than internal development
 - Lower-cost access to corporate-quality applications

Sources of Software Cloud Computing (Continued)

- Concerns
 - Reliability
 - Security
 - Compliance with government regulations

- Open-Source Software
 - (Freely?) available
 - Includes source-code
 - Maintained by a group of interested individuals
 - Some examples
 - Linux
 - Firefox
 - mySQL

- In-House Development
 - Complete system
 - Hybrid systems

Choosing Off-the-Shelf Software

Criteria

- Cost
 - In-house versus purchase
- Functionality
- Vendor Support
- Viability of Vendor
- Flexibility
- Documentation
- Response Time
- Ease of Installation

Validating Purchased Software Information

- Information from vendor
 - Documentation
 - Marketing literature
 - Questionnaire
- Request for Proposal
- Software Test drive
- Feedback from other users
- Independent software testing services

Reuse

- Use of previously written software resources in new applications
- Most often applied to object-oriented and component-based development
- Reuse of object classes
 - Increases productivity
 - Reduces defect density
 - Reduces rework
- Reuse plan must be matched with companies strategic business goals

Reuse (Continued)

- Four Approaches
 - 1. Ad hoc Reuse
 - 2. Facilitated Reuse
 - 3. Managed Reuse
 - 4. Designed Reuse

Summary

- Outsourcing
- Six different sources of software
- Evaluation of off-the-shelf software
- Reuse

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