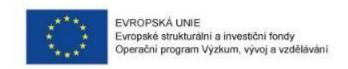


Information Systems Strategy and Management

BUSINESS INFORMATICS STRATEGIC MANAGEMENT

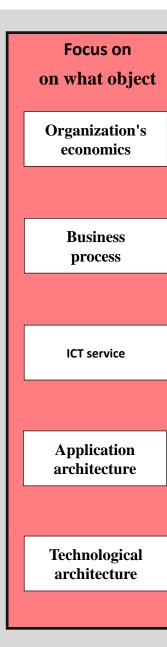


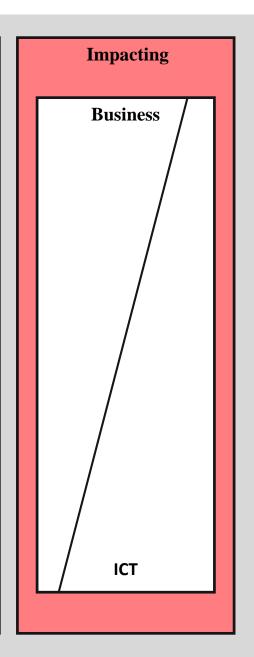




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Sample Metrics - Total revenue - Revenue per employee - Profit - Asset value - Process cost - Output product/service price - Product/service quality - Speed of response to customer requirements - Service scope - Service volume - Service quality - Service price - Application implementation period - Acquisition and implementation costs - Application operating costs - System Availability - Response time - Transaction costs - End station costs







However, the aforementioned facts do not mean that projects focusing on technology innovation and business informatics management cannot bring economic effects. For example:

- Innovation of ICT processes, using ITIL, CobiTu, or ITGPM can improve the quality and performance of ICT processes, reducing ICT service delivery time and increasing their quality.
- ICT consolidation focused on reducing the number of heterogeneous used platforms, database systems, and operating systems may reduce software license costs and costs of managing these resources,
- simplifying the application architecture may



Table 1. Three Conceptions of IS Strategy Identified from IS Literature				
Conception: IS strategy as		the use of IS to support business strategy	the master plan of the IS function	the shared view of IS role within the organization
Differences in the definition of IS strategy (or the questions answered by the IS strategy) applying Mintzberg (1987)'s Ps.		Position: For a chosen business strategy, how can IS be used to support business strategy/gain and sustain the targeted competitive advantage?	Plan: What IS assets (IS staff, IS process, infrastructure, applications, IS budget) are required and how to allocate the existing ones efficiently?	Perspective: What is our view towards IS within the organization?
Assumptions related to the IS strategy development process	Starting point when developing IS strategy	A chosen business strategy	The IS function	The managerial attitude toward IS
	Standpoint taken when developing IS strategy	Business-centric	IS-centric	Organization-centric
	Relationship between IS and business strategy	IS strategy is developed as an inherent part of the business strategy. IS strategy is not a strategy in its own.	IS strategy is developed in isolation from business strategy. IS strategy is viewed as functional level strategy.	IS strategy can be developed separately from the business strategy. IS strategy is an organizational level strategy.
Assumptions related to the IS strategic impact	Desired impact of IS strategy	Ensure business strategy is implemented and the desired strategic position of a business is achieved.	Identify IS assets require- ments; ensure required assets are retrieved and effectively allocated.	Provide a shared under- standing across the organization to guide subsequent IT investment and deployment decisions.
Assumptions related to IS/business strategic alignment		Intrinsic <i>a priori</i> alignment	Ex post alignment	Dynamic alignment



Conceptual Model and Information Strategy Structure

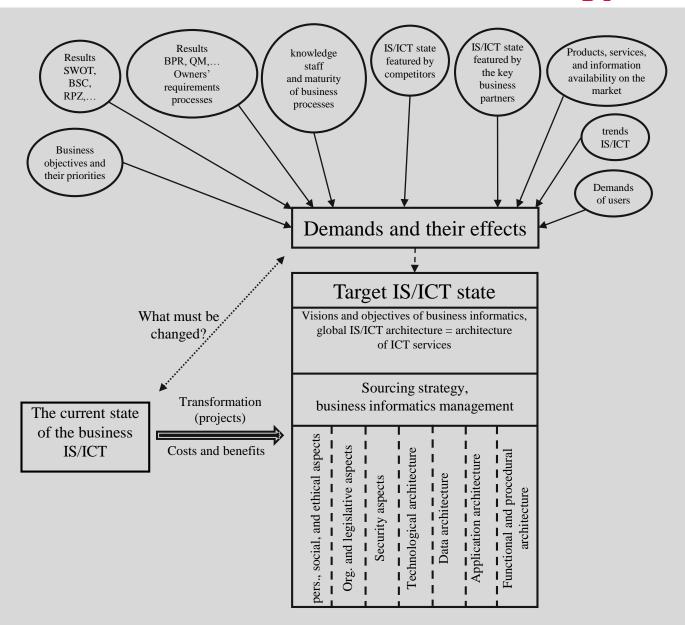


Figure 10-2 Information strategy development conceptual model - (Voříšek k., 2015)



Information Structure Structure

The information strategy conceptual model (IST) per the MMDIS methodology defines the IST creation process. It becomes clear from the diagram that the IST creation features its three main groups of activities:

- Description and evaluation of the current IS/ICT state:
- Definition of the IS/ICT target status -
- Suggested path of transformation of the current state into the target one.



Business Informatics Strategic Management Process

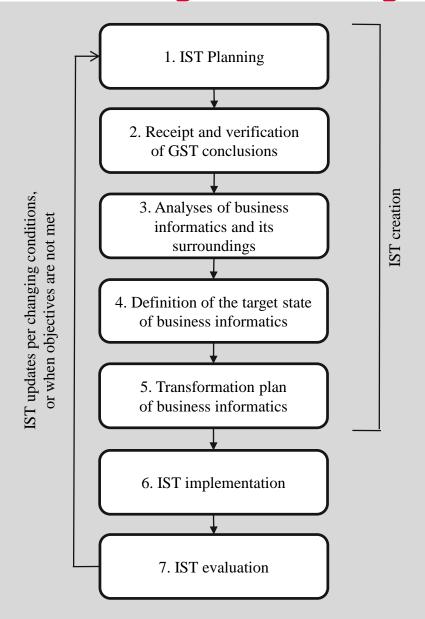


Figure 10-3 Business informatics strategic control process - (Voříšek k., 2015)



Strategic Management Process

IST Planning

The first stage is the information strategy plan development. The plan includes as follows:

- Specification of the solution content and depth-
- specification of the IST timeframe, i.e., period covered by the information strategy,
- proposed solution organization team composition, definition of responsibilities and authorities of the solvers, determination of working conditions,
- · setting a strategy development timetable.

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Strategic Management Process

Receipt of the GST Conclusions and their Verification

- The second stage is to take over the global strategy results and verify them from the IS/ICT perspective.
- During this stage, global business strategy documents get analysed (global strategy objectives, business development programs, SWOT analysis, BSC, RPF, etc.) and identified by factors that will require specialized or extensive information support or will affect IS/ICT operations.

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Strategic Management

Process

Analysis of Business Informatics, its Surroundings, and Summary of IS/ICT Requirements

The third stage of the strategic management process focuses on the analysis of business informatics its significant surroundings and summary of all the IS/ICT requirements. This stage consists of seven sub-steps:

- Analysis and evaluation of the IS/IC trend.
- IS/ICT competition analysis.
- Analysis of IS/ICT business partners.
- Analysis of products, services, and information available on the ICT market.
- Analysis of corporate culture, maturity of business processes, and employee knowledge.
- Analysis and evaluation of the current TS/TCT status.



Strategic Management Process

Definition of the Business Informatics Target State

The fourth stage of the strategic management process is the definition of its target state over two to three years. The stage features six steps:

- Formulation of vision and business informatics objectives.
- Proposed global IS/ICT architecture i.e. ICT services architecture design.
- Proposed IS/ICT sourcing.
- Design principles for IS/ICT development and operation.
- Proposal approval.
- Projection of global architecture into subarchitectures.