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The Gap between Hype and Reality

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The Gap between Hype and Reality

Thesis

- IT is a victim of fashion
- Every year there's something new
 - SaaS, SOA, RIA, Web 2.0, Enterprise 2.0
 - This year it's Cloud Computing
- Beware of vendors selling snake oil
 - Exploiting the latest fad
- Each new fad can bring real value
 - But nothing comes for free
 - Many people never realize significant benefits
- Technology is mostly irrelevant
 - What matters is how you use it



@hugh



The Gap between Hype and Reality

Agenda

- The nature of fashion
- Fashion in the IT world
- The next "Big Thing"
- Facing reality
- Bridging the gap





The Nature of Fashion

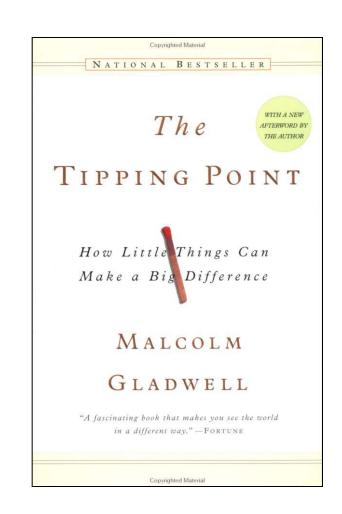




The Nature of Fashion

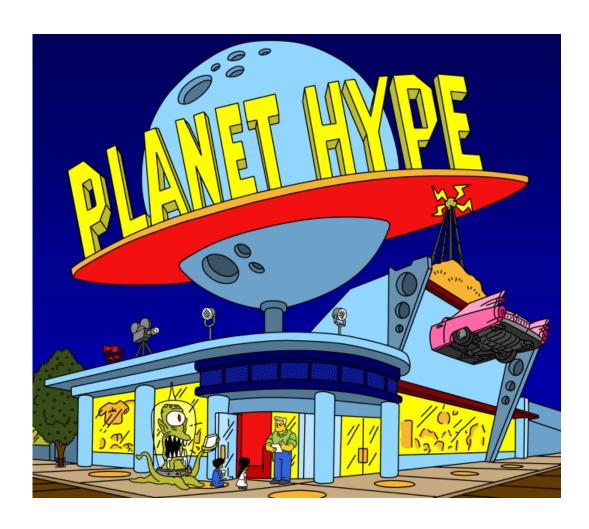
Social epidemics

- Fads act like outbreaks of infection diseases
 - Behavior is contagious
- They sweep through quickly
 - Triggered by little things
- They die out equally fast
 - Replaced by the next "Big Thing"





Fashion in the IT World





Fashion in the IT World

Some recent "Big Things"

- Enterprise 2.0
- Service Oriented Architecture





Enterprise 2.0

New approach to collaboration

- Web 2.0 in the enterprise
 - Blogs, wikis, social networking
 - Classonomies, mashups
 - Architecture of participation
- Synthesis of new technologies, models, processes, mindsets
- "Revolutionize" the way business is conducted
 - Enable better sharing
- Attract and retain Gen-Y talent
 - Email is for grandparents

HOW TO USE WEB 2.0 IN THE ENTERPRISE



PART 1: COMMUNICATE WITH YOUR EMPLOYEES



E2.0 Challenges and Risks

Culture – not technology

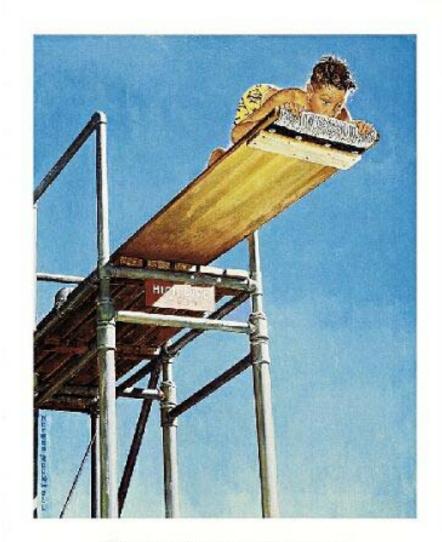
- Requires participation
 - Technology doesn't do it
- Out of their comfort zone
 - Baby boomers
 - Gen-X

Efficiency risks

- Information overload
- Distraction

Security risks

- Information management
- Privacy concerns



NORMAN ROCKWELL
High Dive



Service Oriented Architecture

Increase agility

Align IT and business

Reduce costs





Gain competitive advantage



Buy this!

- ESB
- Registry/repository
- Runtime governance
- Security appliances
- Army of consultants
- Presto:

Successful SOA





SOA Realities

I thought SOA would *solve* our interop problems

No one wants to build services

Our services aren't being reused

Systems are more fragile

Costs are higher



SOA Report Card – 2008

Deep investigation into the status of SOA initiatives

- Goal: Identify patterns and commonalities
- Found: A very sorry situation
- Most SOA initiatives stall within 18 months:
 - "If we build it they will come" methodology doesn't work
 - The business won't engage

SOA Fatigue was setting in

- Prevailing attitude:
 - SOA costs a lot and doesn't deliver

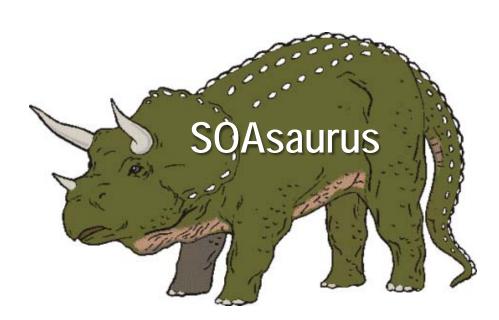


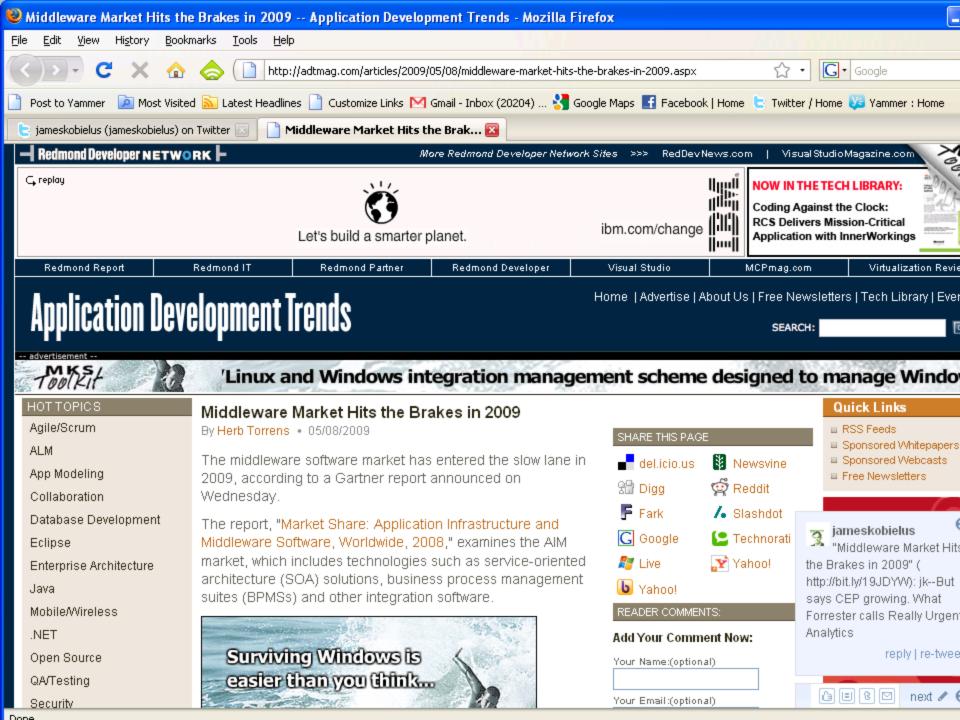


SOA Obituary

SOA met its demise on January 1, 2009, when it was wiped out by the catastrophic impact of the economic recession.
SOA is survived by its offspring: mashups, SaaS, Cloud Computing, BPM, and all other architectural approaches that depend on "services".









A Tragic Loss





SOA is a Prerequisite for the Future

Reduce complexity and redundancy

- Architectural principles
 - Service-orientation
 - Separation of concerns
 - Loose coupling
- Required for
 - BPM
 - Mashups
 - SaaS
 - Cloud



SOA runs through it









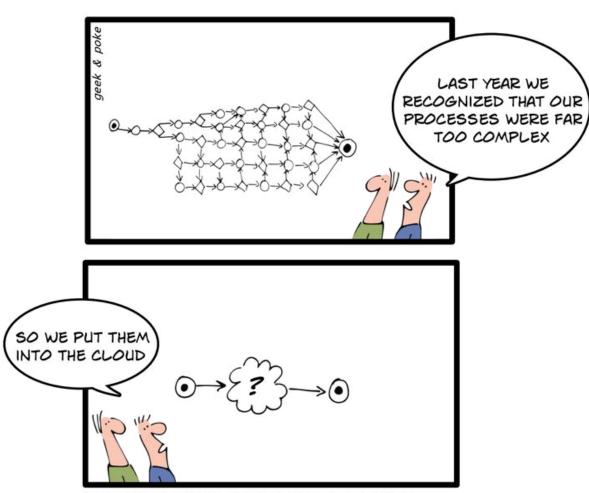
IT as a Service

Ready-to-Eat IT

- Low-cost rental alternative
 - "Elastic" data center
 - Hosted platforms
 - SaaS
- Mouth watering benefits
 - Rapid time to value
 - Try before you buy
 - Pay as you go
 - Satisfies the thirst for new capabilities
 - Creates sparks of innovation







LET THE CLOUDS MAKE YOUR LIFE EASIER







Cloud Architectural Challenges and Risks 23

Security and Contractual Risks

- Methodologies and Best Practices "Considerations for Risk Management When Choosing Software as a Service"
 - Confidentiality the disclosure of inappropriate information
 - Integrity Unauthorized or inappropriate changes
 - Use control Internal and vendor staff ability to download, copy, or distribute sensitive information
 - Availability operational and security related issues leading to unavailability of systems, networks, applications, and information
- What happens when...
 - The contract ends?
 - The vendor disappears (can you say escrow)?
 - Breaches and operational issues emerge?
 - You provide applications to your customers or partners?

Legal Protections?

Who is at Risk?

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Source: http://code.google.com/appengine/terms.html



Necessary precautions

Service level agreements (SLAs)

- Security audits, certification of operational controls
- Service escrow
- Regulatory compliance
- Financial remunerations for non-compliance





Cloud Architectural Challenges and Risks 26

Integration Issues

- Land-locked information
 - Information models convenient to the vendor
 - Unavailability of logical models
 - Semantic mappings
 - Extracts and transports
 - Data access services.



- Accepting the software and processes as supplied
- Limited capability to customize
- Including operational statistics in your IT dashboard





Facing Reality

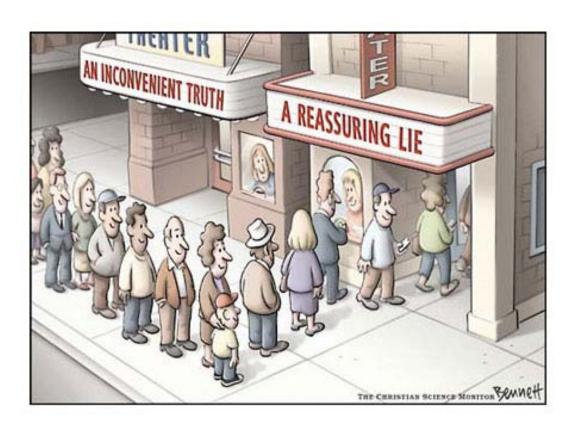


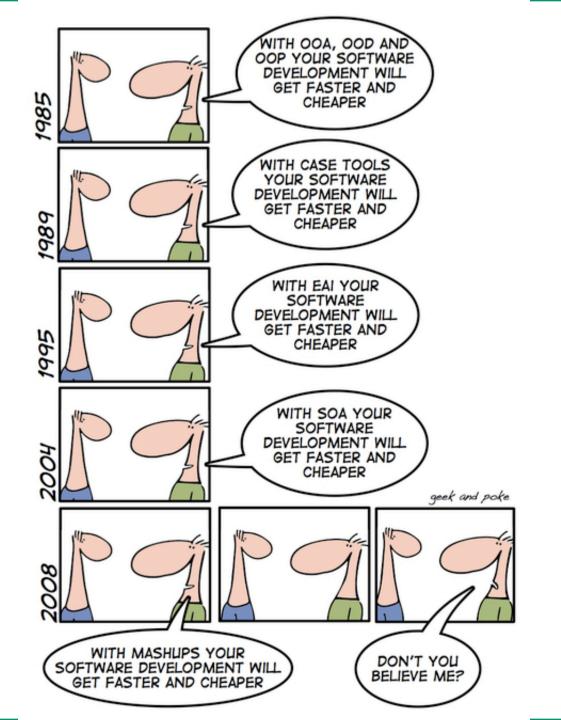


Technology Doesn't Matter

"Technology alone is rarely the key to unlocking economic value: companies create real wealth when they combine technology with new ways of doing business."

Source: "Eight Business Technology Trends to Watch, McKinsey Quarterly December 2007"

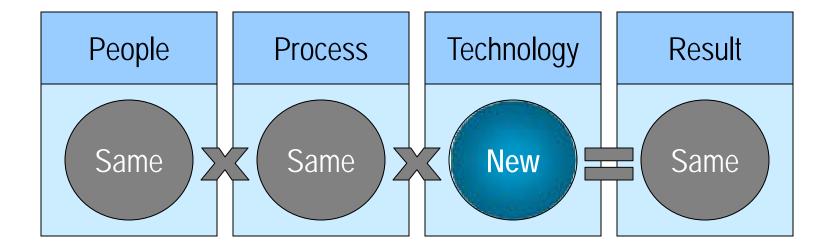






Truth Hurts

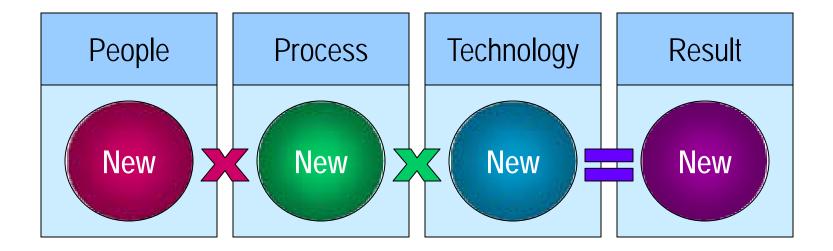
Technology != Change





Truth Hurts

People and Process must change to produce a new result





Bridging the Gap





Technology will not Fix What's Wrong

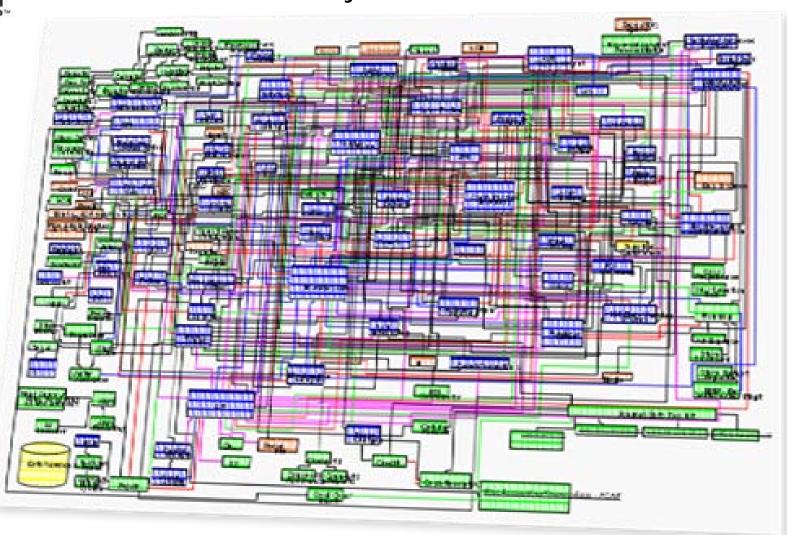
IT is broken – not a valuable contributor

- Discontent with application delivery organization:
 - Projects are late, over budget, not what was wanted [desired/needed]
 - Application portfolio bloat, massive backlog
 - App dev is viewed as unresponsive (if not incompetent)
- Shifting the load
 - Offshoring and/or outsourcing
 - COTS, SaaS, Cloud
- "Same mess for less"



The Harsh Reality

The current state of our systems





Change is mandatory





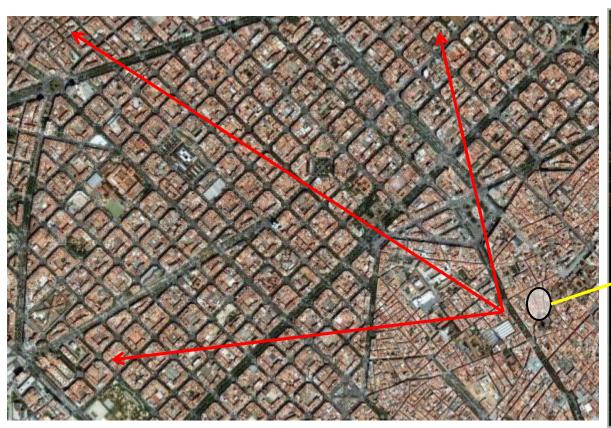
Medieval Architecture







Chaos to Order







Successful Enterprise Architecture

Burton Group's View of Enterprise Architecture

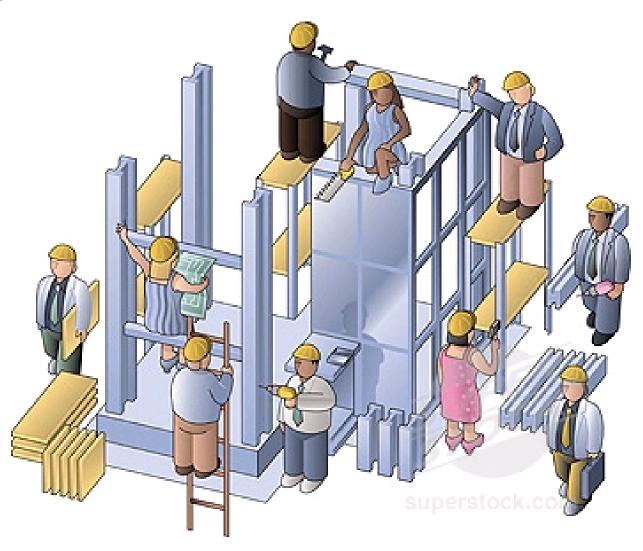
- Planning, optimization and design discipline
 - Not solely for the enterprise
 - Active EA is something you do
 - Focused on business outcomes
- Influences IT decision-making
 - Architecture is personal
 - EA results in an architecture (what gets built)
 - A way to synchronize with the business





Architecture is Hard Work

Requires collaboration





Full Scope Modeling

Business Strategy & Demand **Operating Model Strategy and Outcomes Business Optimization** Portfolio Management **Business Process Improvement** Enterprise Application & Infrastructure Portfolio **Capability Modeling** Capabilities **Process and Data Modeling** Processes & Data Models **Service Modeling** Services Interface Modeling Project Interfaces



Success Factors

Critical success factors

- Trust relationship between IT and business
- Strong leadership
- Wide sphere of influence
- Frequent and regular deliverables
- Tying activities/deliverables to business goals and value





