## **Architecture-based Services Innovation**

Hend*erik* A. Proper CRP Henri Tudor, LU Radboud University Nijmegen, NL

# Enterprise Engineering Team

www.ee-team.eu

### What:

- Team of researchers
- Multi-node
- Multi-disciplinary

- Aligned research agenda
- Joint publications
- Joint projects

### Hosts:

- CRP Henri Tudor, LU [HQ]
- HAN University of Applied Sciences, NL
- Radboud University Nijmegen, NL
- University of Luxembourg, LU

### **Focus**

Enterprise engineering

Informed design of IT-reliant enterprises, and their transformation

Takes place in a social context ...

Enterprise sociology
Culture, skills, attitudes, communication, ...

Is a model intensive activity ...

Enterprise modelling
Models, languages, collaborative modelling, ...

# Agenda

- Business service innovation
- Enterprise architecture
- Architecting for innovation

## Agenda

- Business service innovation
- Enterprise architecture
- Architecting for innovation

## Enterprise

A social system with a purpose

Supported/enabled by resources:

- Social
- Technological
- Econonomical

**–** ...

### **Business services**

### Service performance:

The establishment, by some actor, of a result/effect that is of (anticipated) value to some actor

### Business service performance:

The actor doing the service performance does this as part of their core business

### **Business services**

### Responsible actors:

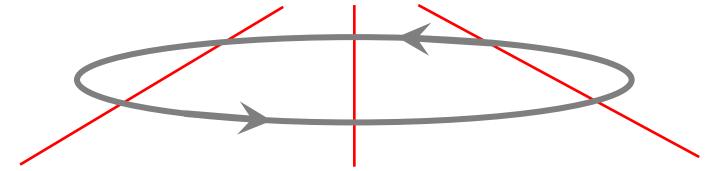
Actors in business services are socially/ethically responsible

IS or IT cannot *perform* business services

They can be (the key) part of their execution

But ... they are never responsible

## Business service innovation

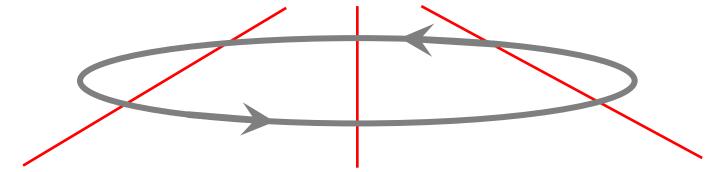


Appreciating Designing Establishing

## Subject of design:

- Enterprise
- Transformation(s)

## Enterprise transformation

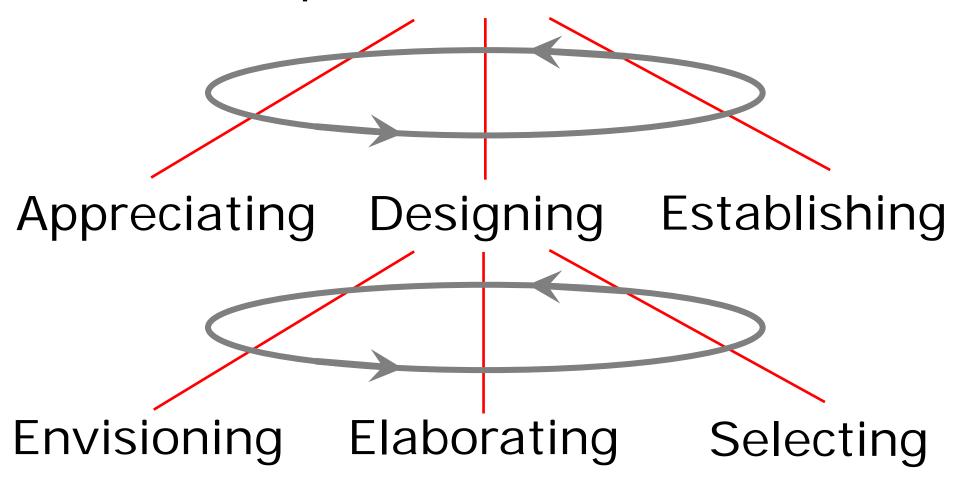


Appreciating Designing Establishing

## Subject of design:

- Enterprise
- Transformation(s)

## Enterprise transformation



## Dimensions for transformation initiation

- Location
  - De-central
  - Central
- Time
  - Ad-hoc
  - Planned

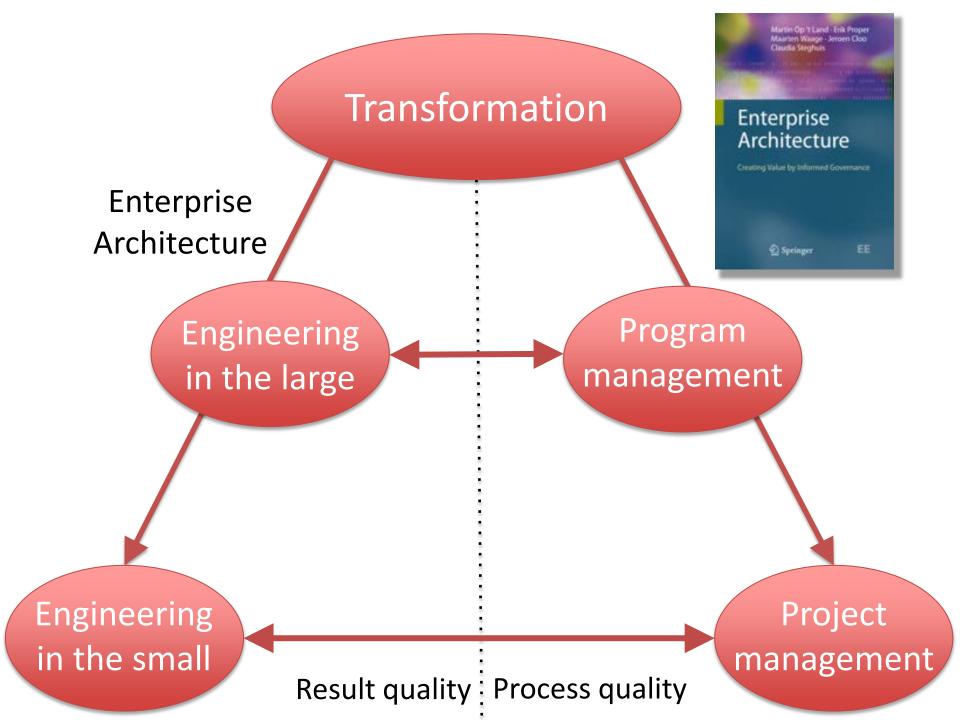
# **Enterprise transformations**

How to steer transformations?

Do we want to?

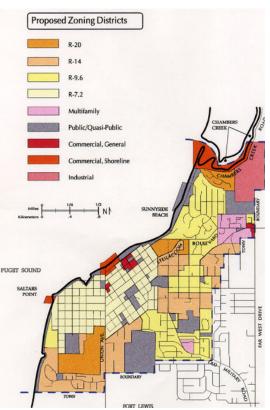
# Agenda

- Business service innovation
- Enterprise architecture
- Architecting for innovation



## Role of EA for ET

### Cityplanning



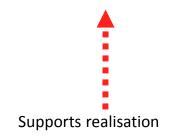
Districtplanning



Supports decision making

**Building Designing** 





# A.29 Application functionality is available through an enterprise portal

**Type of information:** application

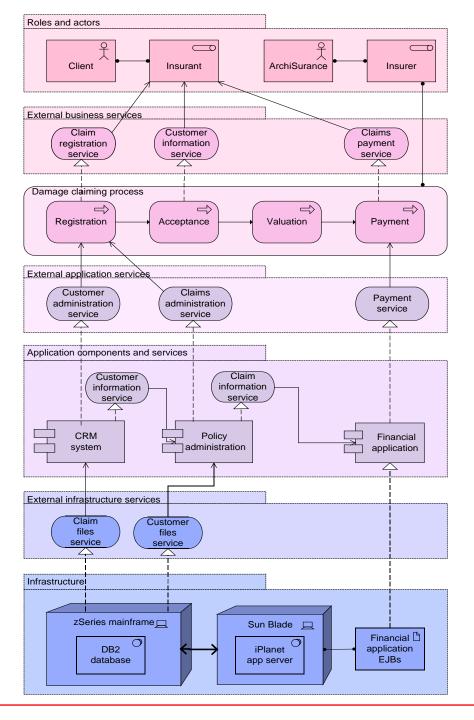
**Quality attributes:** usability

#### **Rationale:**

- A portal provides functionality that is targeted at the role and personal preferences of the user, optimally supporting users in their work.
- A portal provides a single point of access, and integration of functionality at the glass, relieving users from manually finding and integrating functionality.
- A portal can provide single sign-on to users.

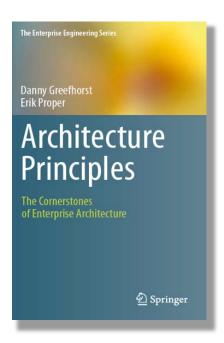
### **Implications:**

- There is an Enterprise Portal that provides access to all application functionality.
- All applications are portal-enabled, exposing their functionality as portlets/web parts.



### Architecture

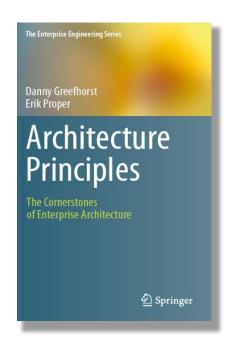
 Those properties of an artifact that are necessary and sufficient to meet its essential requirements



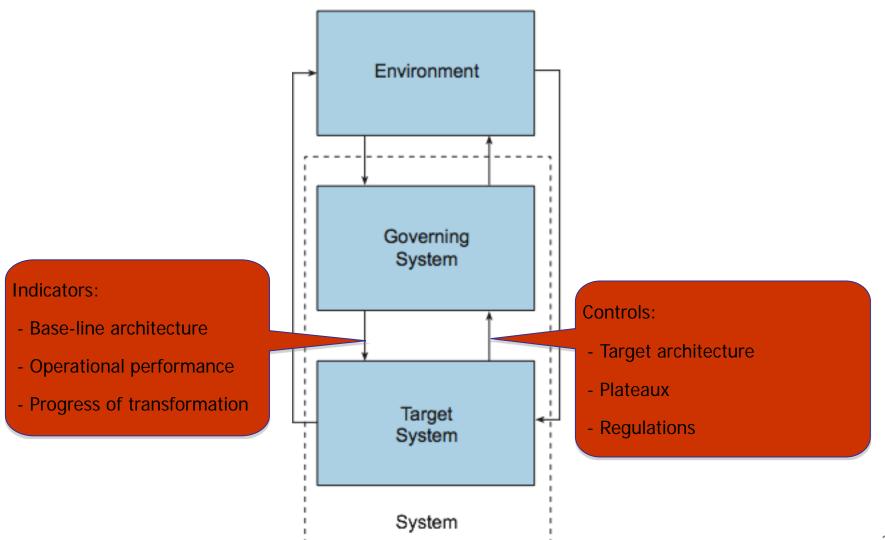
## Enterprise architecture

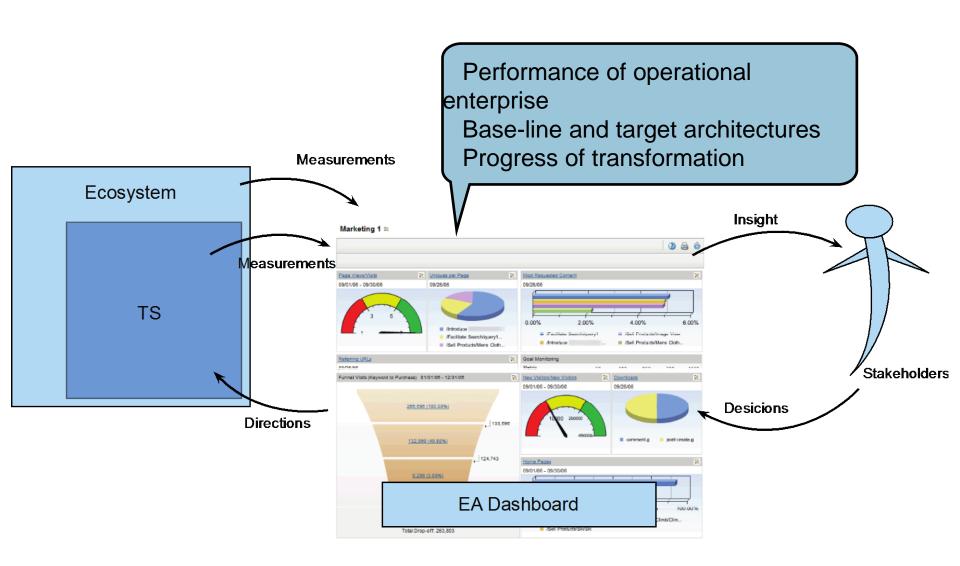
 Those properties of an enterprise that are necessary and sufficient to meet its essential requirements

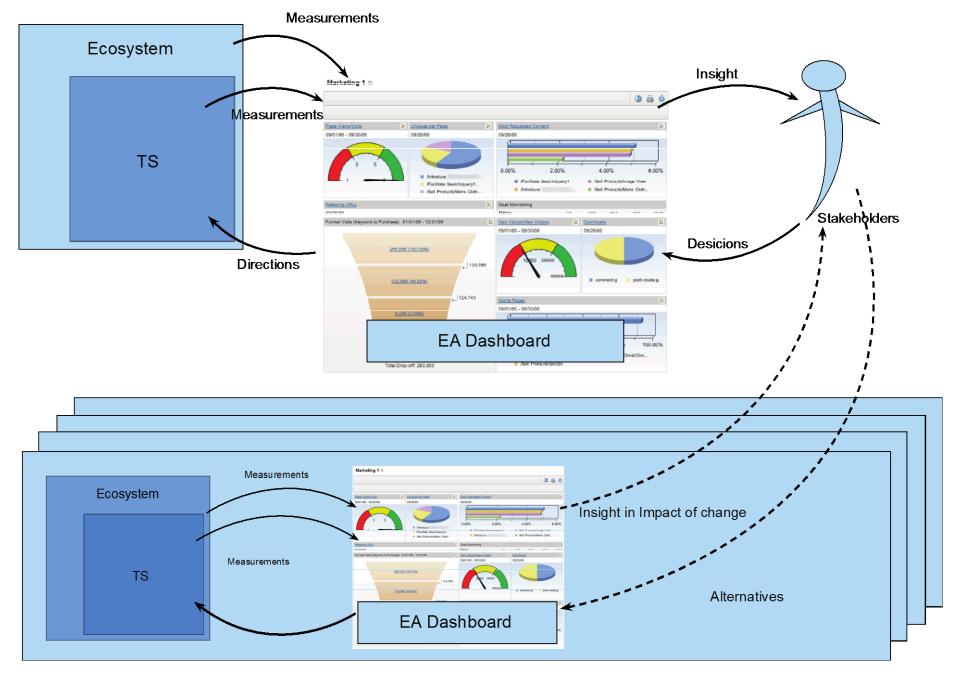
- Can be used for:
  - Past
  - Present
  - Future



# Steering?







### Role of EA

Different levels of granularity

City planEnterprise-wide

District planBusiness unit

Building Designing Business service

- Align different aspects of the enterprise:
  - Business, information, technologies, ...

## Enterprise architecture for steering

### Purpose:

Steer enterprise transformation

### Meaning:

Sensemaking of past / present / future Restriction of design freedom for future

### Elements:

Requirements, principles & building blocks

# Typical ingredients of EA

Connection to the strategic level

Enterprise architecture elements



### Core elements of EA

- Frameworks:
  - Governance & design domains
- From why to how:
  - Requirements, principles, instructions
- Communication:
  - Views

## Frameworks

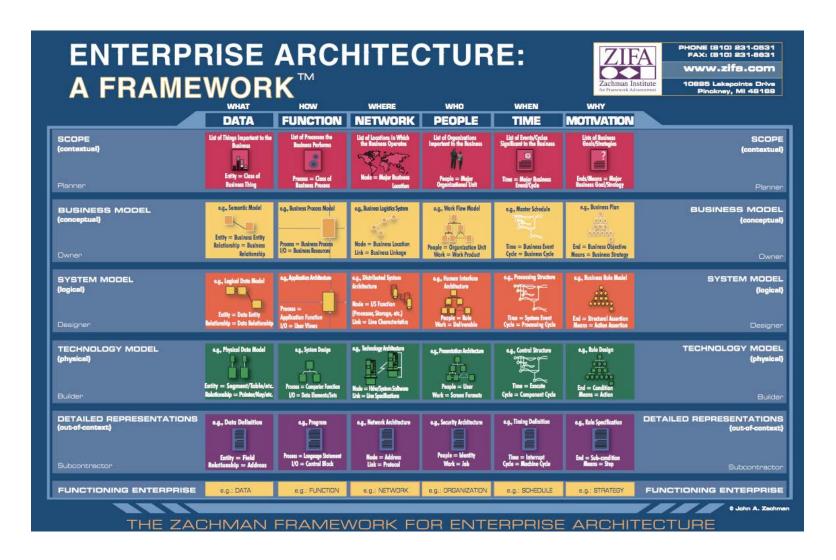
- Positioning of architecture content
- The "stuff" we need to talk, decide & negotiate about

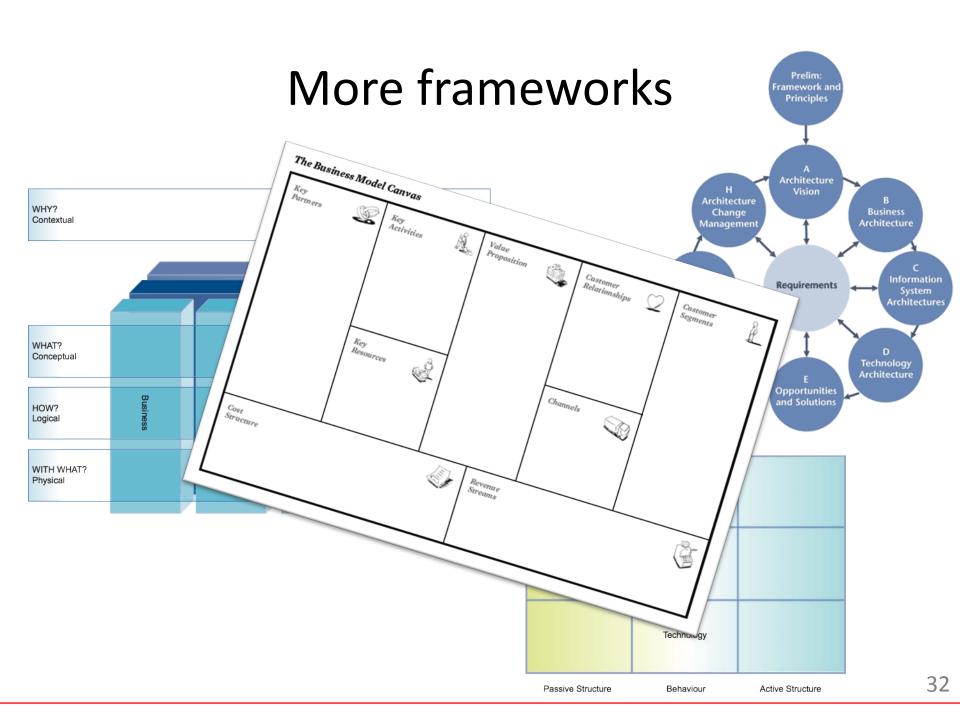
- Two levels of frameworks:
  - Governance domains
  - Design domains

## Design domains

- What domains to consider?
- Depends on one's Design philosophy
- Examples:
  - Functional vs constructional
  - Essential vs implementation
  - Business, information, data

## Design domains

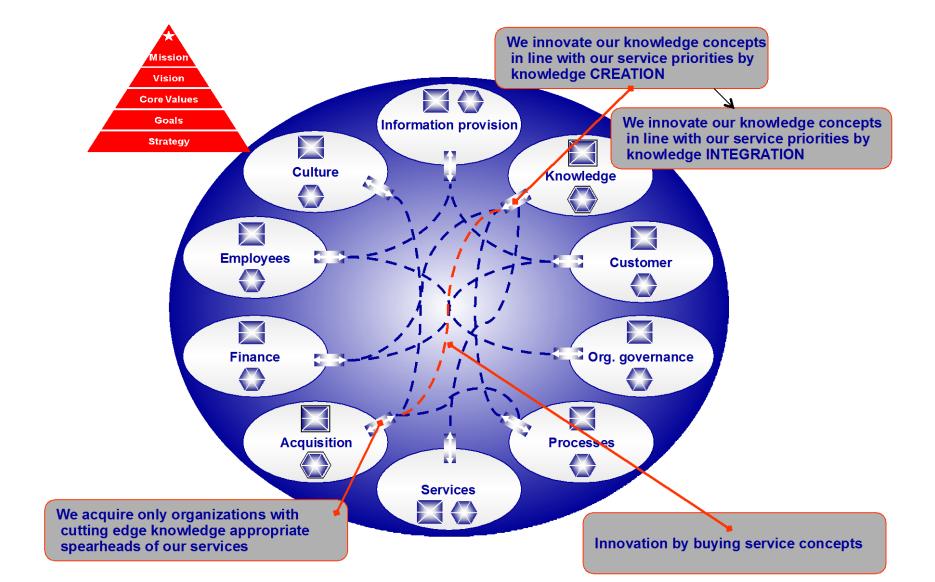




### Governance domains

- Angles to govern transformations:
  - Business drivers / functions / ...
  - Social & political forces
- Culture, acquisition, finance, SCM, ...
- EA balances between these angles
- Organization specific!

## Governance domains



## Governance domains

Discussions lead to shared understanding

Negotiations lead to accepted solutions

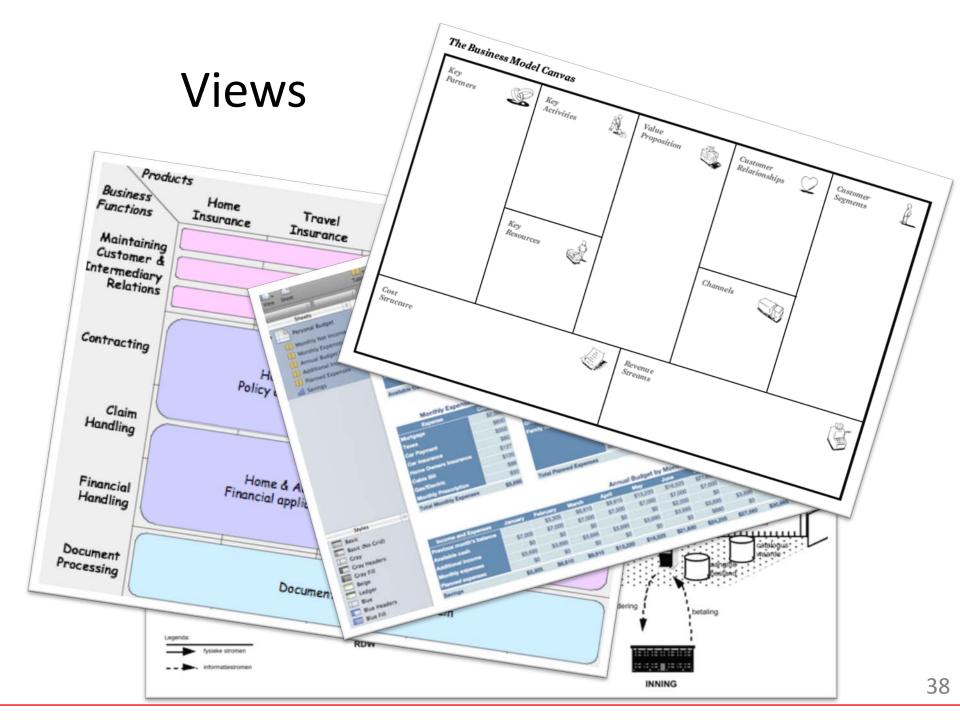
## Link to design domains

- The chosen design framework can be used to structure the discussions between the governance domains
- Design philosophy
- A common language!

#### Views

- Allow models to be tuned / focused to specific stakeholders and concerns
- Home in on specific aspects
- Use more suitable representation / media





## Architecture requirements

Essential requirements on an enterprise

#### Architecture:

- "those properties of an enterprise that are necessary and sufficient to meet its essential requirements"
- Essential from the governance domains
- Expressed in terms of stakeholder goals
- Consensus / balance needed
- Grounded in the enterprise's strategy



#### Architecture principles

- A declarative statement that normatively restricts design freedom
- Considers the design space from a constraining perspective
- Validatable by stakeholders

#### Examples

We should follow citizen logic.

Applications should be decoupled.

The status of customer requests is readily available inside and outside the organization.

Communication between application services will take place via an enterprise-wide application service bus.

Credo Norm

# A.29 Application functionality is available through an enterprise portal

**Type of information:** application

Quality attributes: usability

#### **Rationale:**

- A portal provides functionality that is targeted at the role and personal preferences of the user, optimally supporting users in their work.
- A portal provides a single point of access, and integration of functionality at the glass, relieving users from manually finding and integrating functionality.
- A portal can provide single sign-on to users.

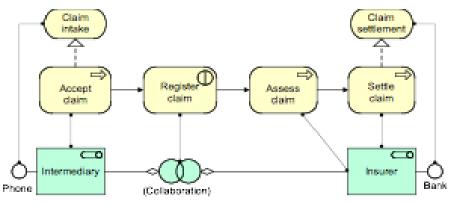
#### **Implications:**

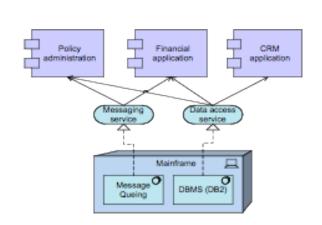
- There is an Enterprise Portal that provides access to all application functionality.
- All applications are portal-enabled, exposing their functionality as portlets/web parts.

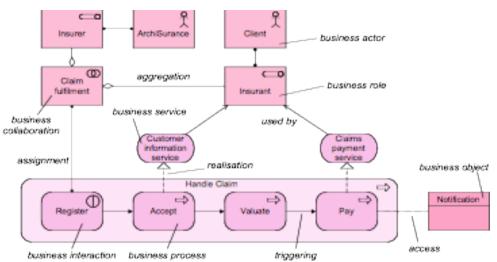
#### Architecture instructions

- An instructive statement that describes the design of an artifact in terms of building blocks
- Formulated from a constructing perspective
- Models of building blocks

## **Building blocks**







## When to stop architecting?

- Cut-off criterion:
  - Who wants to direct the enterprise transformation?
  - What are their concerns?
  - Enough insight provided?
  - Enough steering desires addressed?
  - Enough steering information towards design?

## Agenda

- Business service innovation
- Enterprise architecture
- Architecting for innovation

#### What to architect?

- What to focus on in an architecture?
- The "running" business?
- Or the ability to stage innovations?

#### Discipline of market leaders

- Treacy & Wiersema:
  - operational excellence
  - product leadership
  - client intimacy
- Where to focus an architecting effort on?

## Enterprise capabilities

Stable patterns of collective activity in an enterprise

Supported/enabled by resources:

- Social
- Technological
- Economical

**–** ...

## Operational capabilities

Enterprise capabilities pertaining to an enterprise's operational activities

Includes execution, support & management

## **Enterprise transformation**

Transformation of an enterprise's capabilities and/or the resources supporting/enabling these capabilities

## Transformation capabilities

Enterprise capabilities needed to transform enterprise capabilities

Includes execution, support & management of the transformation

## Dynamic capability

Transformation capability at a level that enables the rapid transformation of enterprise capabilities to address environmental changes

"the firm's ability to integrate, build, and reconfigure internal and external competences to address rapidly changing environments."

David J. Teece, Gary Pisano, and Amy Shuen

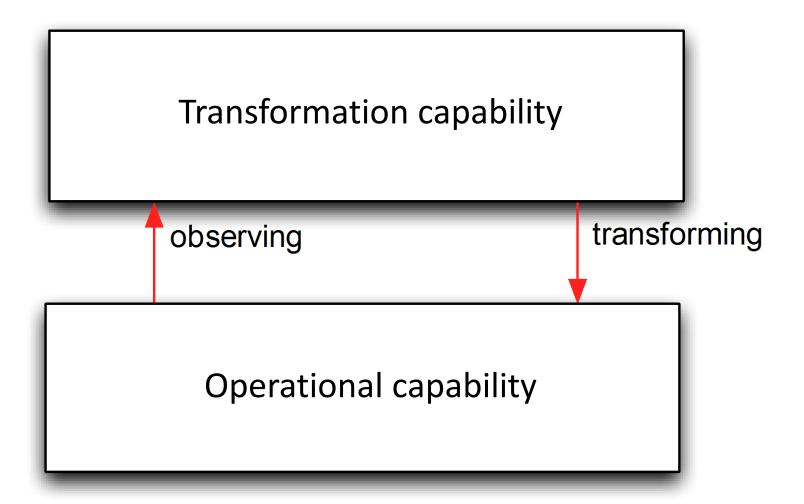
#### Aspect systems

- Operational and transformation capability are aspect-systems and not sub-systems
- One actor typically plays multiple roles

#### Dimensions for transformation initiation

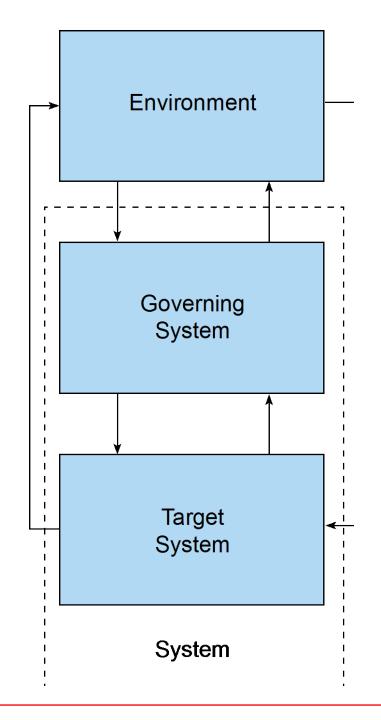
- Location
  - De-central
  - Central
- Time
  - Ad-hoc
  - Planned

#### Connection between aspects



## Architecting the transformation capability

- What goes on in the transformation capability?
- A conceptual architecture
- What building blocks are needed?



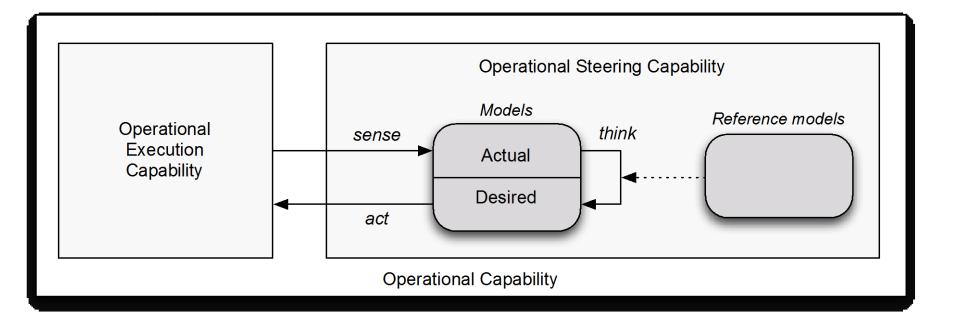
# Control paradigm

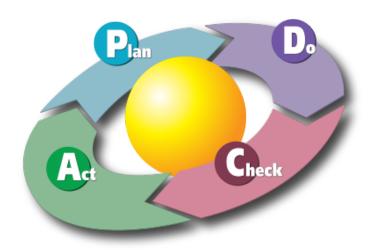
#### Sense-Think-Act

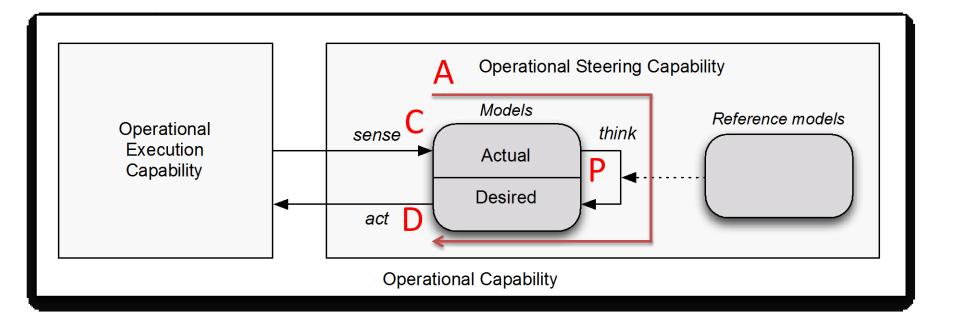
- Application of control paradigm
- Originates from robotics
- When applied in enterprises ...

#### Sense-Think-Act

- Application of control paradigm
- Originates from robotics
- When applied in enterprises:

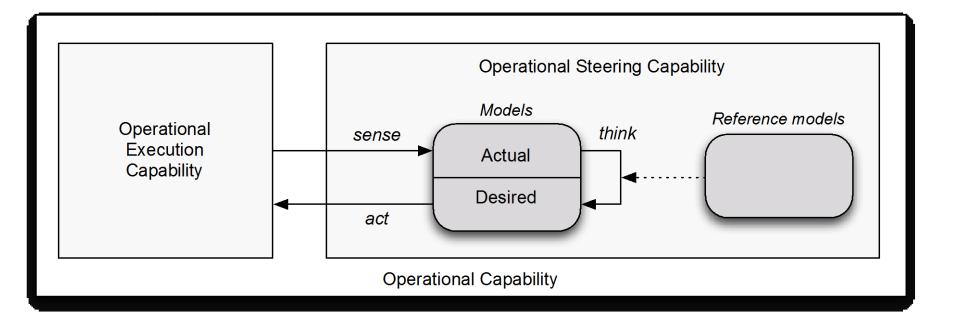


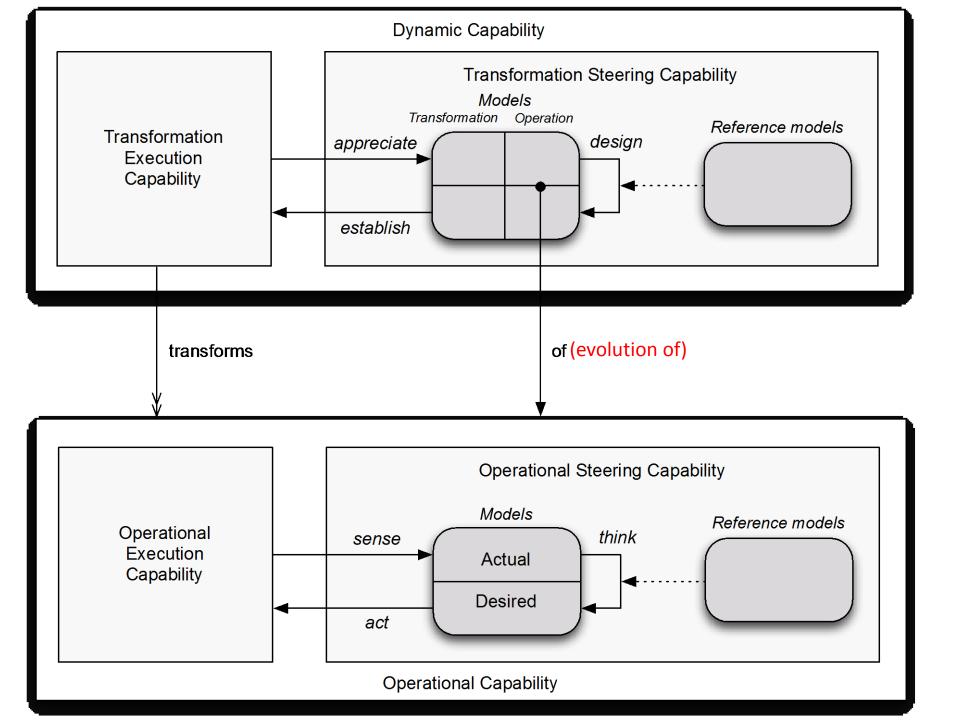


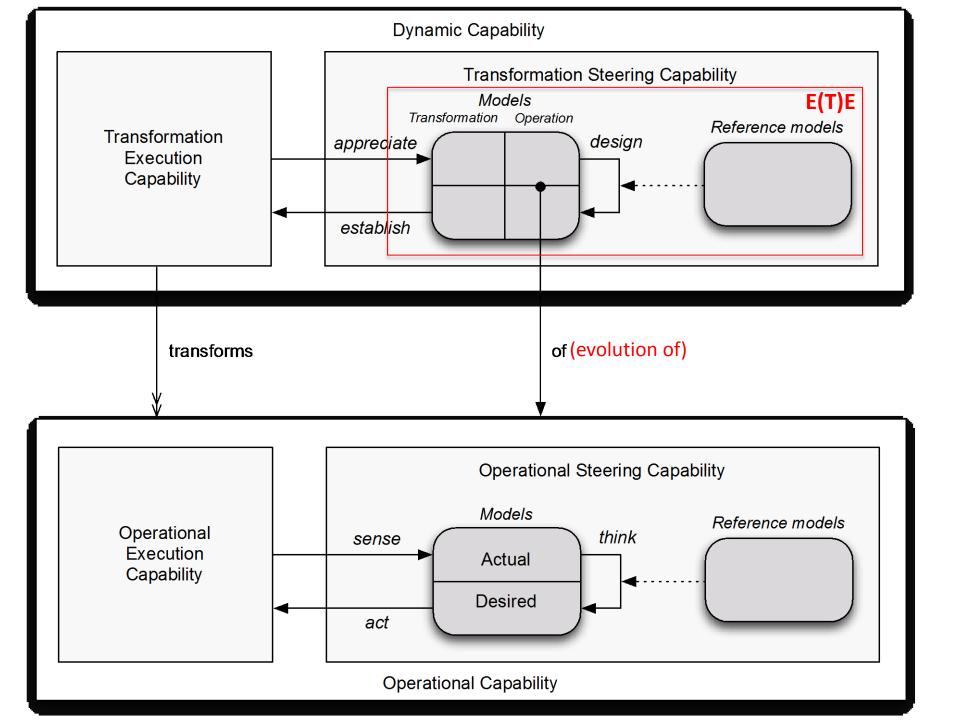


### **Enterprise Transformations**

- A 2<sup>nd</sup> level of Sense-Think-Act
- Appreciate-Design-Establish







# Needed building blocks – Appreciate

#### Logging & Mining:

- Enterprise and its environment
- Operations and transformations
- As-is-actual, As-was-planned and As-is-planned
- Sense-making from an enterprise ontological perspective
- Trajectory ... not just "state" oriented

# Needed building blocks – Design & establish

#### Design:

- Collaborative design environments
- Feed with sense(making) input
- What-if analysis

#### Establish:

- Model-enabled execution of work
- Model-enabled enterprises

## Agenda

- Business service innovation
- Enterprise architecture
- Architecting for innovation

#### Thank you for your attention

Hend*erik* A. Proper CRP Henri Tudor, Luxembourg Erik.Proper@tudor.lu

