



# Architecting an On Demand Enterprise with the Federal Enterprise Architecture (FEA)

Andras R. Szakal  
Chief Architect, IBM Federal Software, S&D

# Agenda

- ? What is driving organizations toward an On Demand Enterprise?
- ? The Federal Enterprise Architecture – Driving eGovernment Transformation
- ? On Demand Organizational Transformation
  - Characteristics of an On Demand Enterprise
- ? Defining the On Demand Operating Environment
- ? Leveraging the FEA to drive the On Demand transformation of the federal government
- ? Questions

# Constantly Changing Environment

## technology

Open Movement

Commoditization

Autonomic Computing

Grids

Web Services

Clusters

Blades

Virtualization

Standards

# Constantly Changing Environment

**Requires constant improvement in business design and business process**

Productivity

Governance

Economy

Capital and Asset Utilization

Security  
Threats

Pricing  
Pressures

Customer  
Preferences

**business**

# Constantly Changing Environment

Productivity

Governance

Economy

Capital and Asset Utilization

Security  
Threats

Pricing  
Pressures

Customer  
Preferences

**business**

**Delivery  
Options**

**on demand business**

**Financial  
Models**

**technology**

Open Movement

Commoditization

Autonomic Computing

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Virtualization

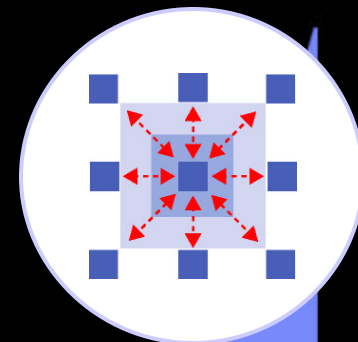
Standards

# Business Transformation

*Driving Competitive Advantage*

- Improved customer services
- More agile, responsive business
- Faster return on investment
- Higher returns and multiples

**On demand  
Business**

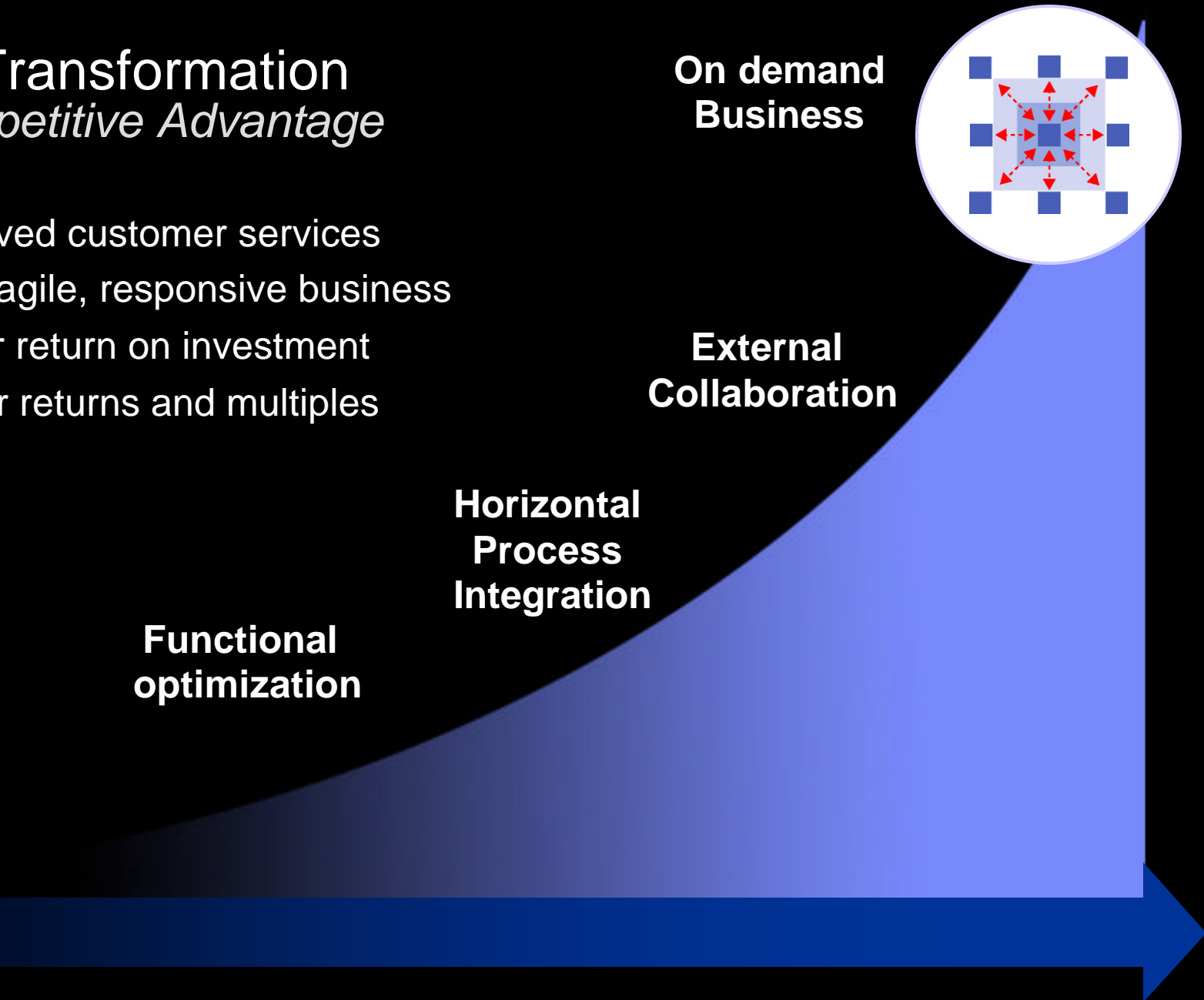
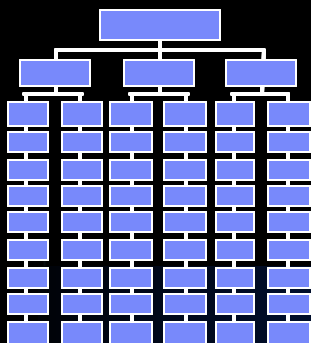


**External  
Collaboration**

**Horizontal  
Process  
Integration**

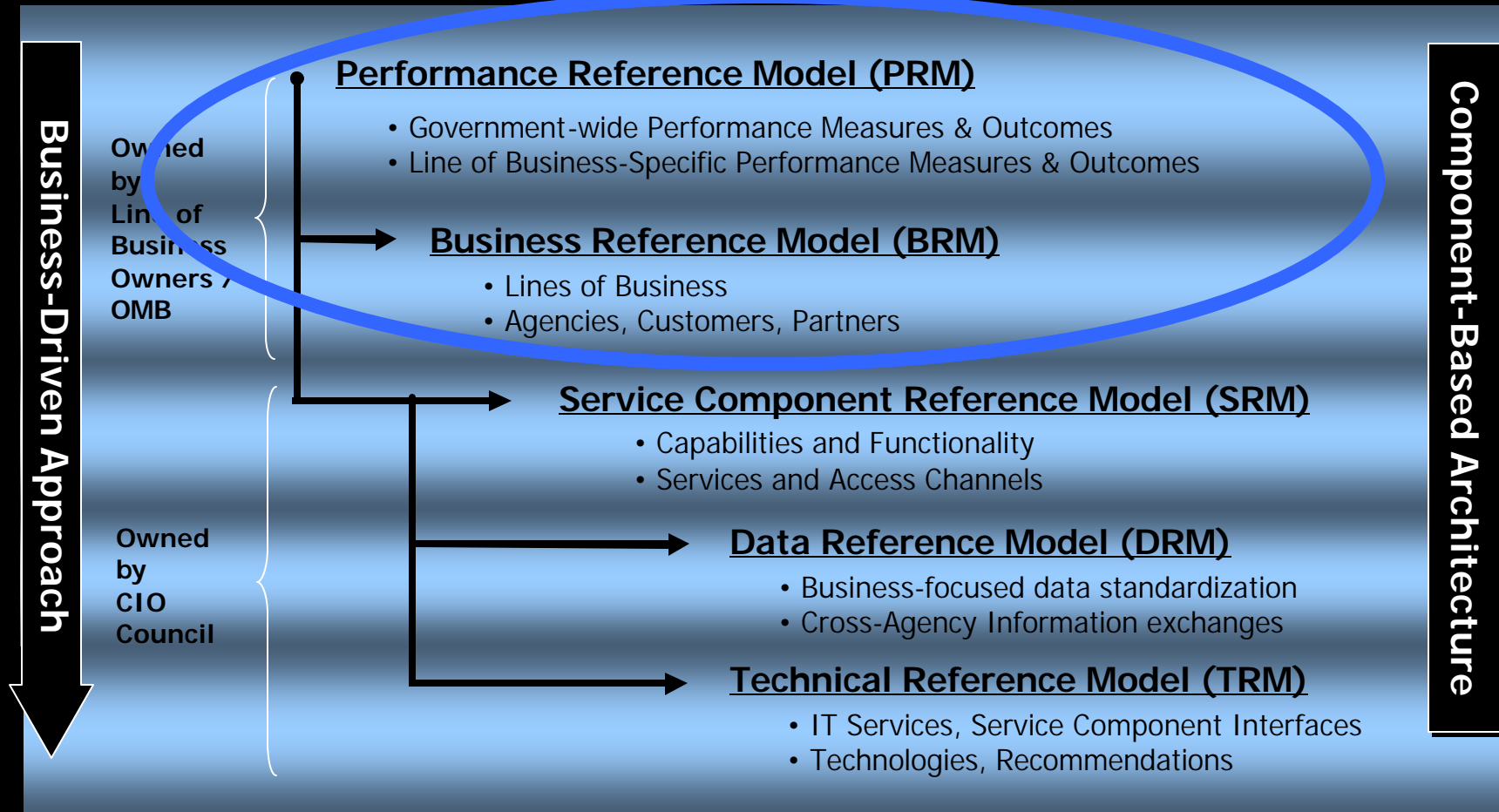
**Functional  
optimization**

**Static  
Enterprise  
Model**



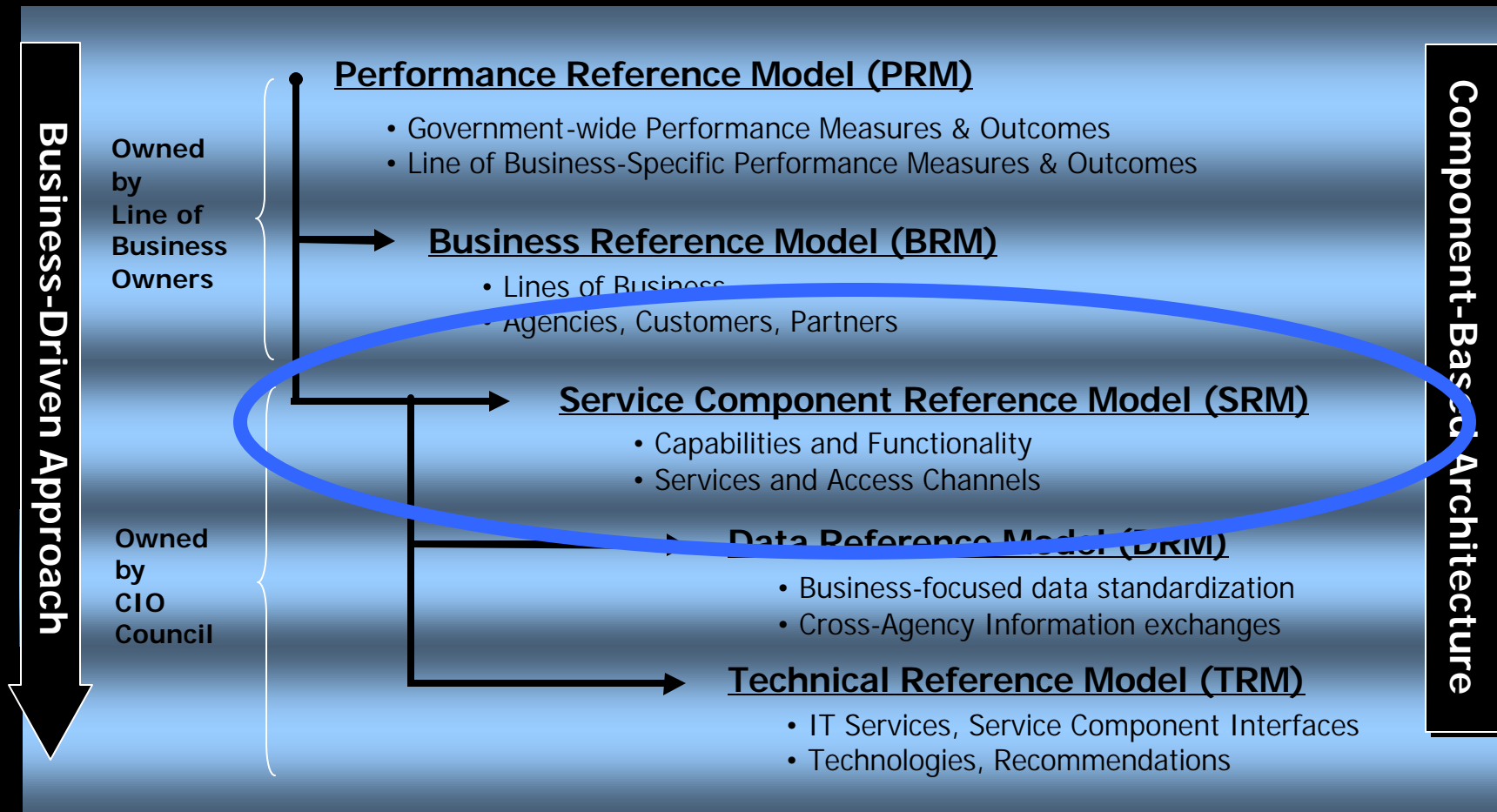
# Federal Enterprise Architecture

U.S. Federal Government is using the FEA as a driver for e-government transformation



Codifies the U.S. Federal Government Agencies Structures and Missions

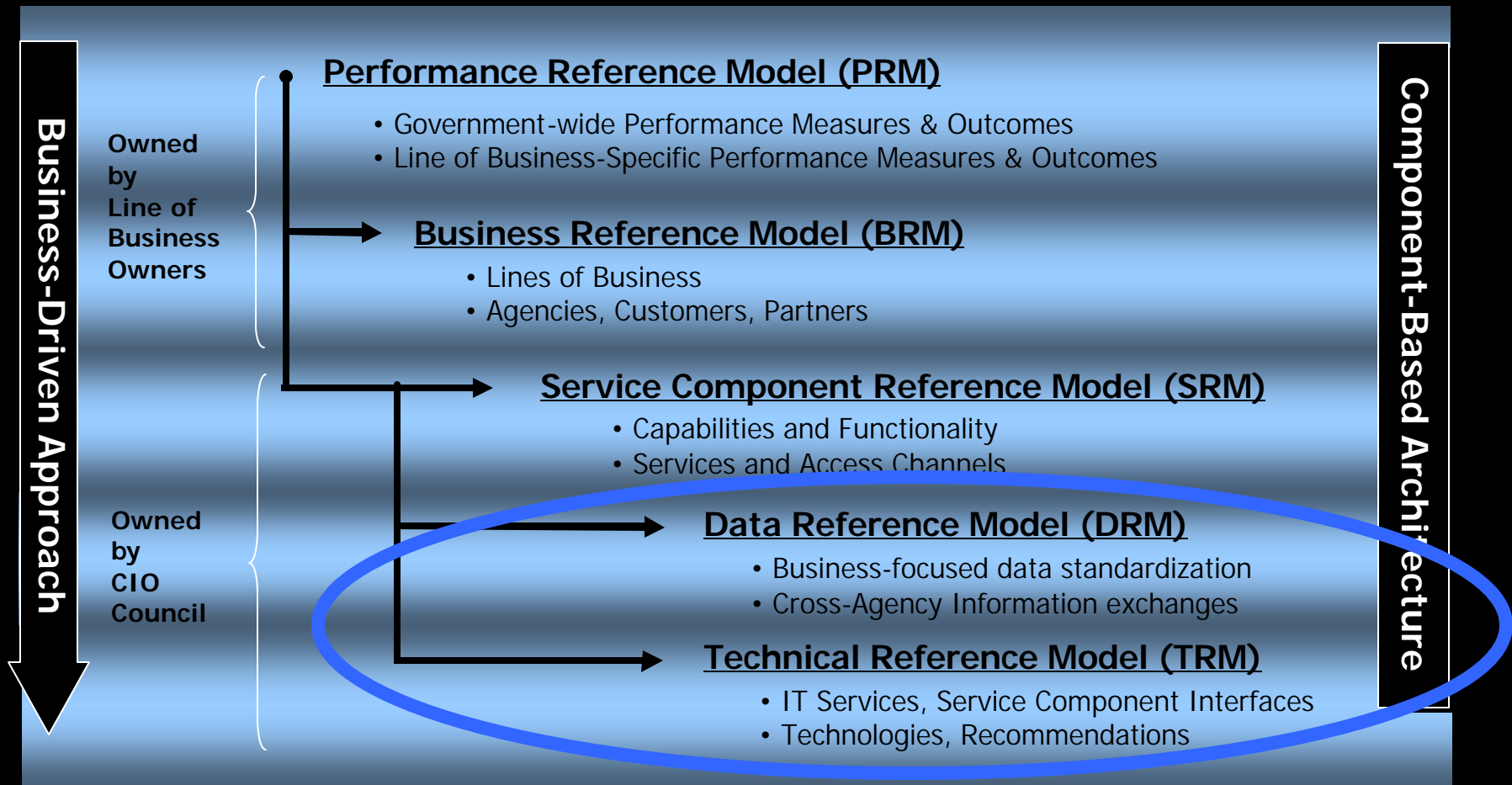
# Service Components Link to Business Objectives



Reference Model for Services Provided Aligned to the BRM

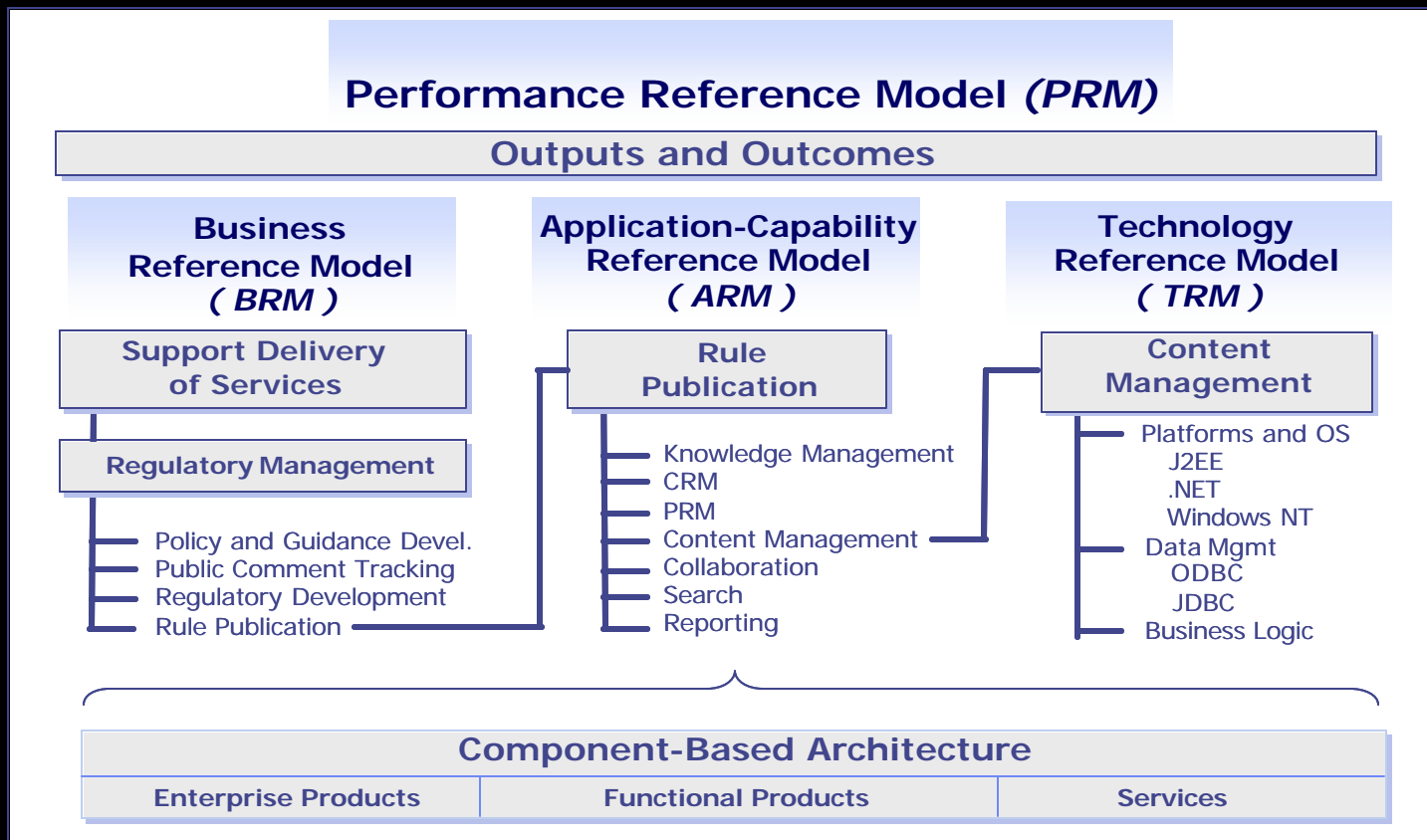


# FEA Technical Architecture Layers



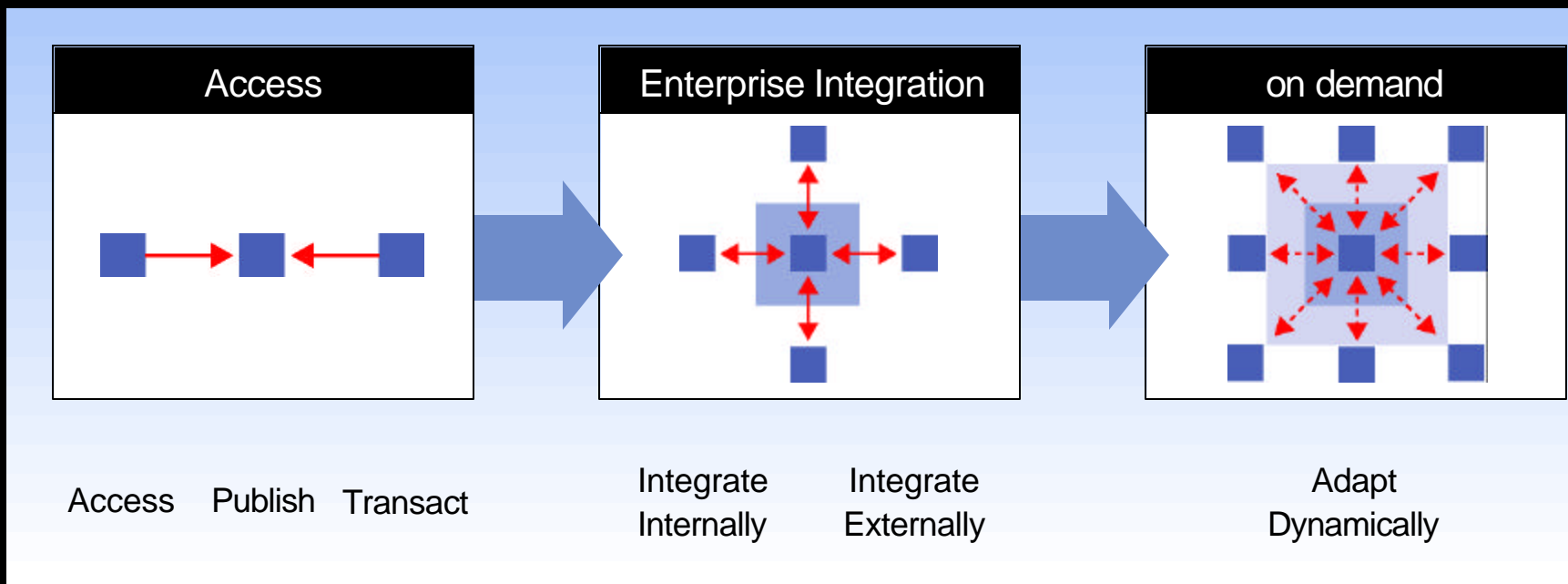
Ontology for describing Data Models and Technical Architecture

# Performance Reference Model Links Measurement



A conceptual depiction of the interrelationships between the FEA Reference Models. This integrated approach will serve as the foundation of Component-Based Architecture design.

# On demand is the next step in e-business adoption...



- Basic HR newsletters / portals
- Publishing dynamic content internally and externally
- Simple (consumer focused) procurement systems
- E-mail added to customer service

- Employee intranets
- Limited integration procurement systems
- Custom EDI over VPN and preliminary XML linkages with customers
- Web-based customer service

- Personalized portals (employees, customers, partners, suppliers)
- Integrated, open-standards based supply chains
- Real-time decision making with full customer visibility on all customer interactions

# Organizational productivity means that business operations must shift from a vertical to horizontal focus...

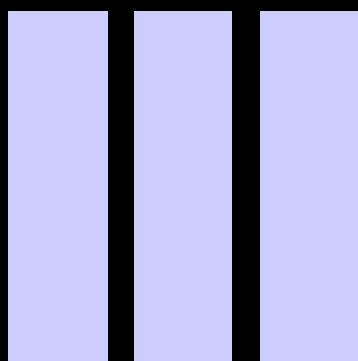
**Access digital information**

**Integration: real e-business transactions**

**on demand: real-time adaptable operations**

Processes are bounded by functions

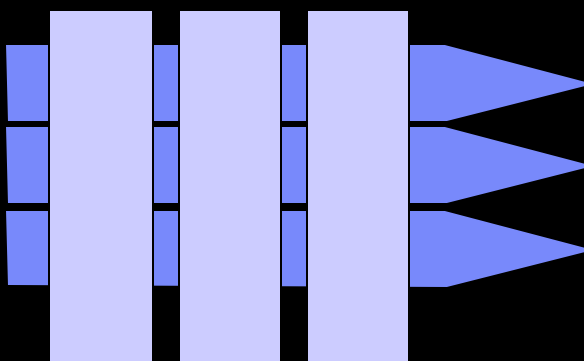
Function A    Function B    Function C



- Functions lead business
- Traditional business applications – limited integration

Processes led by functions, integrated across functions

Function A    Function B    Function C



- Core processes defined, functions still lead business
- Integration is “reactive”
- Enterprise applications are integrated
- Middleware exploits the internet

Processes led by business, extended to value nets

Function A    Function B    Function C



- Planned process integration leads the business activity
- Adaptive, integrated enterprise applications
- Processes linked with partners and suppliers

# Transitioning Government to an On Demand Organization

? PRM and BRM need to be dynamic in nature.

- Best Practice Driven
- Feedback and Oversight Drives Changes to Cross Agency Organization
- Cross Agency Business Functions are consolidated and coordinated
- Business Process drives Organization
- Cross Agency Collaboration Driven by Presidential Initiatives
  - For example, 21 eGov Initiatives

# Attributes of an On Demand Enterprise

Attributes of on-demand business	Business requirements	IT environment requirements
<b>Responsive</b>	<b>Insight-driven decision making</b> ? Industry insight and best practice ? Increased responsiveness to customers ? Faster deployment against new opportunities	<b>Integrated</b> ? Transaction and process integration across the enterprise ? Connection to partners, suppliers and customers ? Active data mining and decision support
<b>Variable</b>	<b>Return on investment</b> ? Reduced or variabilized business costs ? Reduced capital investment requirements ? Improved process productivity	<b>Utility-like</b> ? Lower cost of ownership ? Usage-based pricing ? Leverage of existing technology investments
<b>Focused</b>	<b>Outsource non-core</b> ? Focus on key value-added processes ? Cross-functional integration ? Leverage of third party scale and efficiency	<b>Open standards</b> ? Integration with legacy systems ? Adaptability to technology environment change ? Modularity to leverage range of ISV offerings
<b>Resilient</b>	<b>Risk reduction</b> ? Reduced operational risk ? Robust security and privacy ? Increased business availability	<b>Autonomic</b> ? Self-diagnosis and self-healing ? Remote monitoring and management ? Embedded security and privacy capabilities

# Transform or Become Marginalized/Irrelevant

## Static

## On Demand

Siloed operations

Hierarchical

Independent processes and infrastructure

Passive operational risk management

Fixed costs

Proprietary systems

Labor intensive maintenance

Look For Cross Agency Collaboration Opportunities

value nets

ing

lifecycles

Integrated processes and infrastructure

Proactive risk management

Variable costs

Open and integrated systems

Self-healing, self-managing systems

# Transforming to an on demand business requires substantial organizational change

## Adapt Organization

	FROM	TO
<b>Organizational Infrastructure</b>	<ul style="list-style-type: none"> <li>? Stable, departmental reporting relationships</li> <li>? Strong orientation toward department results</li> <li>? Vendor, contractually-driven relationships</li> <li>? Competency specialization</li> </ul>	<ul style="list-style-type: none"> <li>? Flexible, networked, integrated, virtual cross agency teams</li> <li>? Structures/incentives that support collaboration</li> <li>? Performance based partnerships</li> <li>? Broad individual competencies and capabilities</li> </ul>
<b>Governance</b>	<ul style="list-style-type: none"> <li>? Rigid, vertical control systems</li> <li>? Metrics that favor "tried and true" endeavors</li> <li>? Top-down, limited authority levels</li> <li>? Stable, "done once" performance measures</li> </ul>	<ul style="list-style-type: none"> <li>? Adaptive governance structures and practices</li> <li>? Steady state yet adaptive to continuous innovation</li> <li>? Distributed, fast decision making</li> <li>? Dynamic performance management</li> </ul>
<b>Change Management</b>	<ul style="list-style-type: none"> <li>? Narrow groups of largely uninvolved sponsors</li> <li>? Change management via consultants</li> <li>? Training as needed for new requirements</li> <li>? Projects are managed discretely</li> <li>? EA Inwardly focused only</li> </ul>	<ul style="list-style-type: none"> <li>? Broad-based change leadership capabilities</li> <li>? Rigorous, consistent, broad-based change management</li> <li>? Focused learning through multiple channels</li> <li>? Manages global, virtual groups of projects</li> <li>? EA focused on cross Agency Collaboration</li> </ul>



# On Demand Business

*Requires an On Demand Operating Environment*

Business Transformation

Integration

Automation

Virtualization

On Demand Operating Environment

# On Demand Operating Environment

Open

Integrated

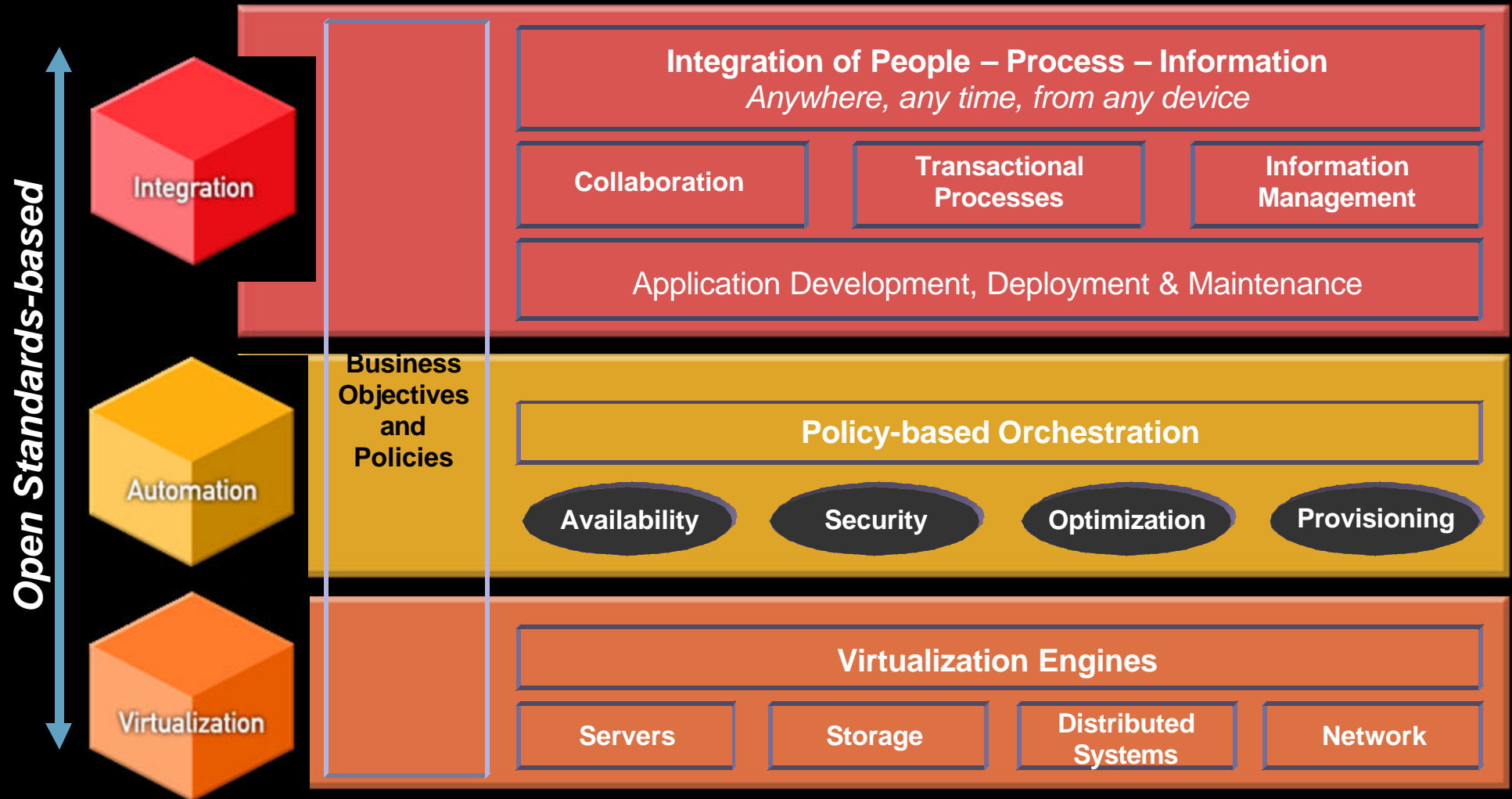
... an approachable, adaptive, integrated  
and reliable infrastructure delivering on  
demand services for on demand  
business operations ...

Virtualized

Autonomic

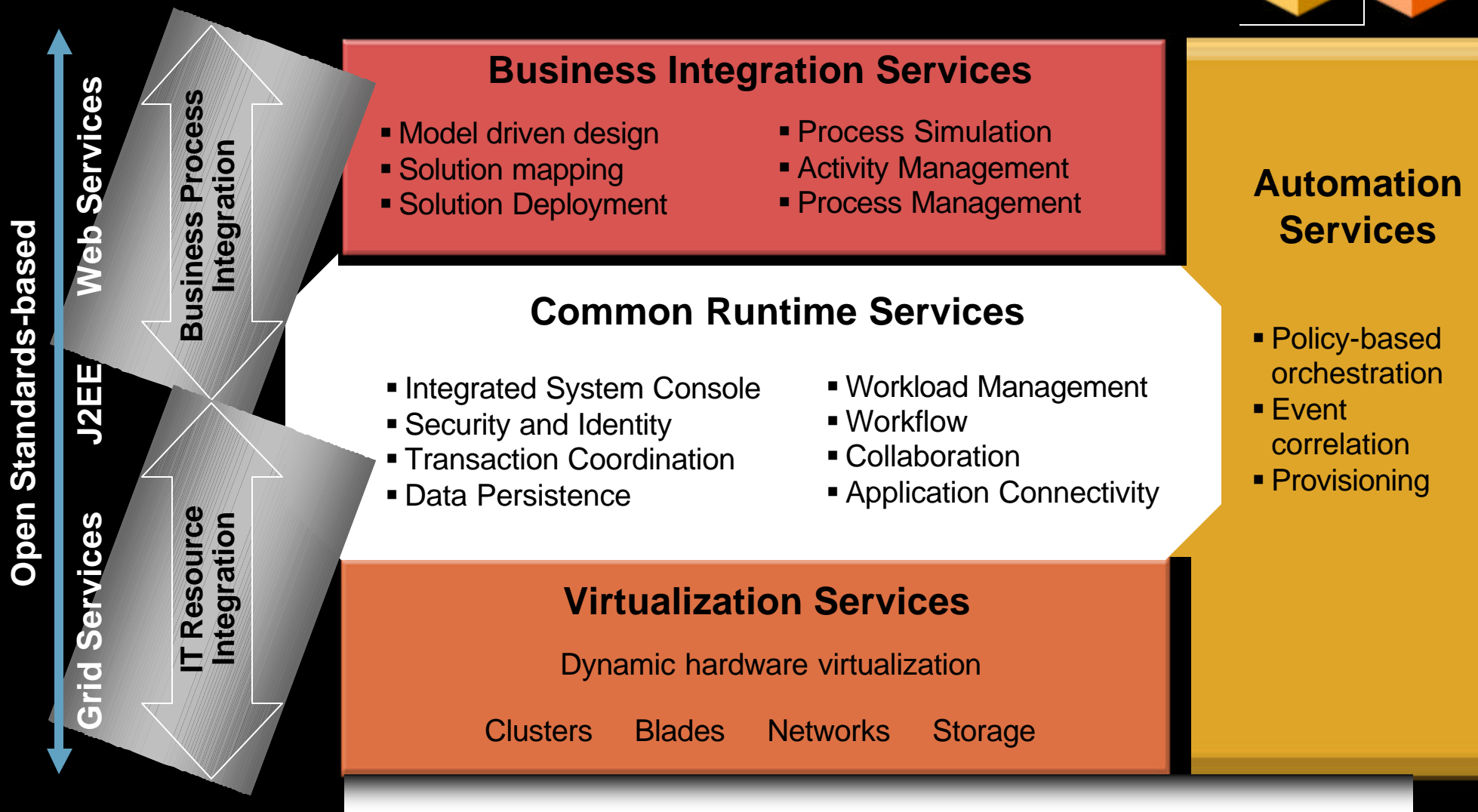
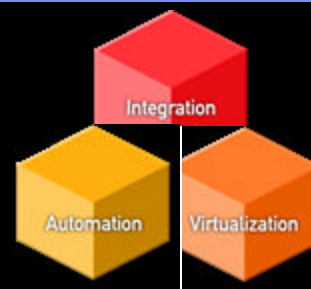


# On Demand Operating Environment



# Creating the Operating Environment

*Based on an Evolving Set of Shared Components that Simplify Development, Deployment and Maintenance*



## Phases of Delivery

Understand  
on demand  
potential

Identify, assess  
potential  
opportunity

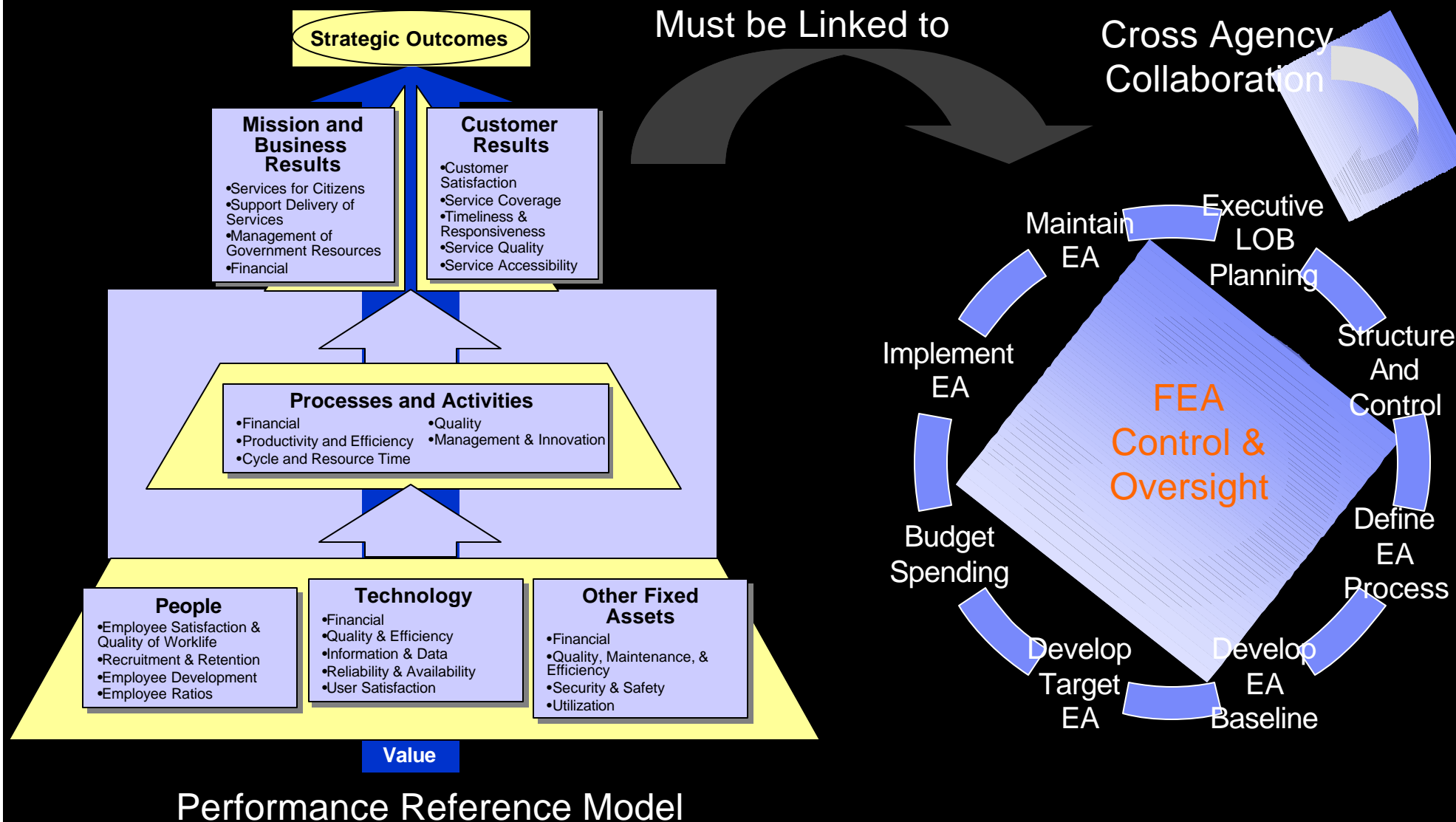
Engage in  
transformation  
change

- Establish Leadership
- Use FEA as model for developing Road Map to On Demand
- Leverage Industry Best Practices

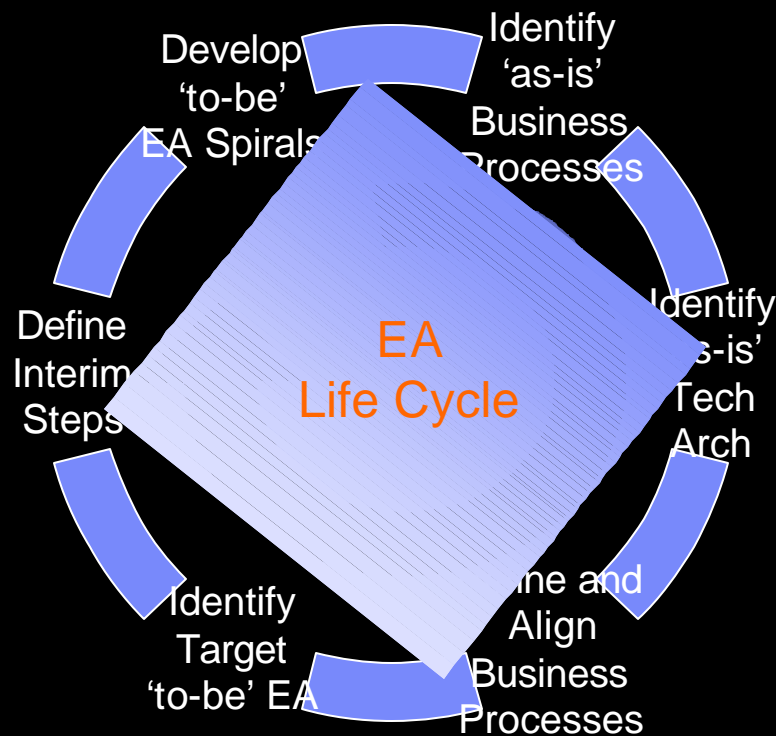
- Client discussion framework; Workshop
- Assessments, roadmaps, business cases
- Application infrastructure assessments
- Transformation Outsourcing Benchmarks

- Business process transformation
- Designated Industry Solutions
- Enterprise Application Integration
- Change, Organization & Culture
- Transformation Outsourcing
- Innovation services

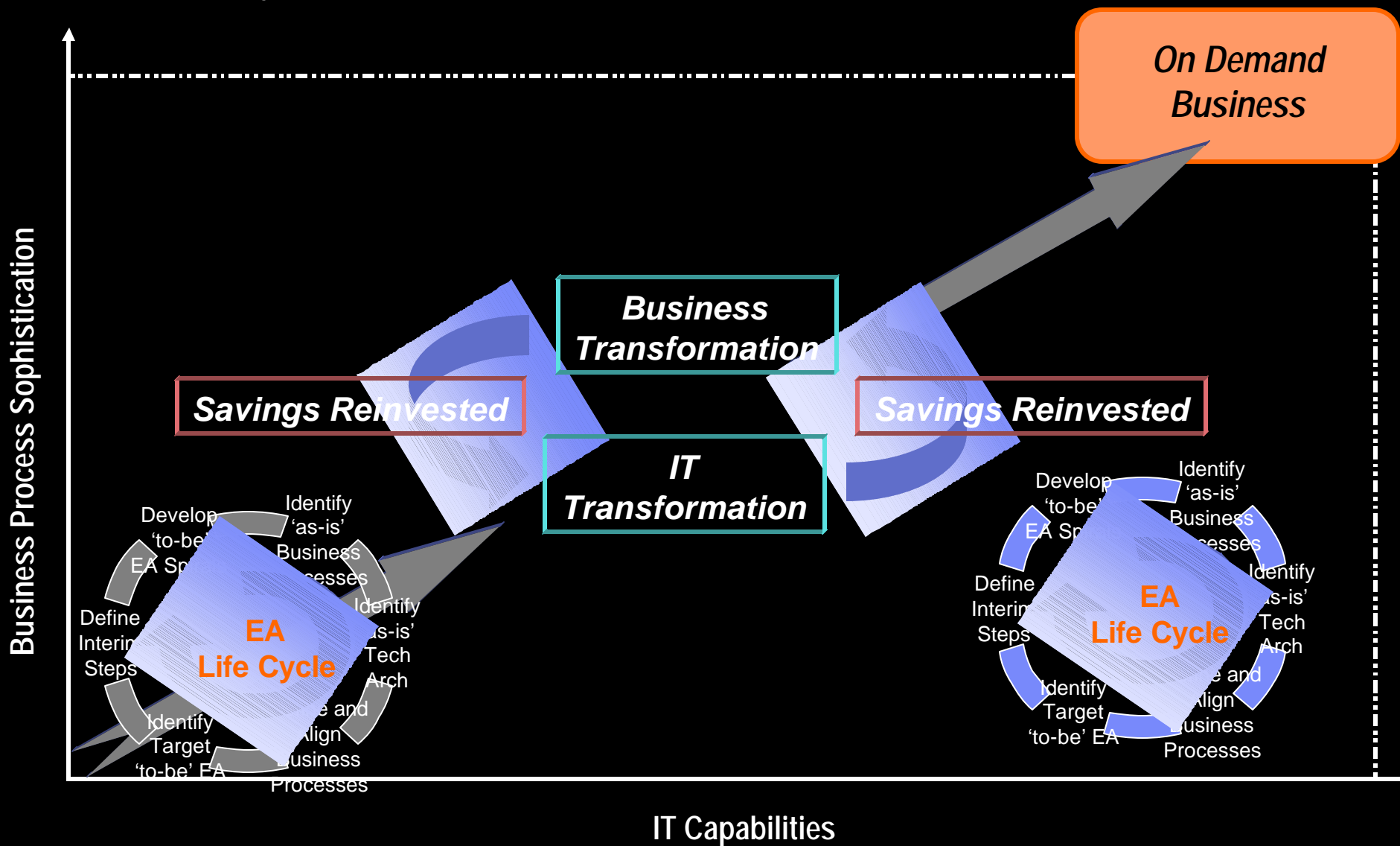
# FEA PRM & Proposed Control and Oversight Process



# Using FEA to Move to an On Demand Enterprise



# FEA Life Cycle Drives On Demand Reinvestment





# On Demand Government Transformation using the FEA

- ? Use e-Gov Initiatives to drive the On Demand Transformation
- ? Define Cross Agency Business Processes
  - Create Virtual Organizations
  - Empower cross agency collaborators
  - Drive changes into BRM
  - Measure success using PRM
- ? Create On Demand Road Maps
  - Define intermediate milestones for Agency Enterprise Architectures
- ? Enterprise Architecture is an Iterative Process
- ? Integrate New On Demand Capabilities into TRM and DRM Annually
  - Fast moving technology changes
- ? Transform your organization or – Become Marginalized

Thank You



business on demand

Andras R. Szakal  
Chief Software IT Architect  
IBM Federal Software Group  
[aszakal@us.ibm.com](mailto:aszakal@us.ibm.com)