Digital Transformation Challenges & Opportunities

J Satyanarayana

Chief Advisor, C4IR India

World Economic Forum

Digital Transformation

- a definition

"Digital Transformation is a fundamental change in how an organization delivers value to its customers"



The Four Pillars of Digital Transformation

Digital Transformation

Business Process Transformation

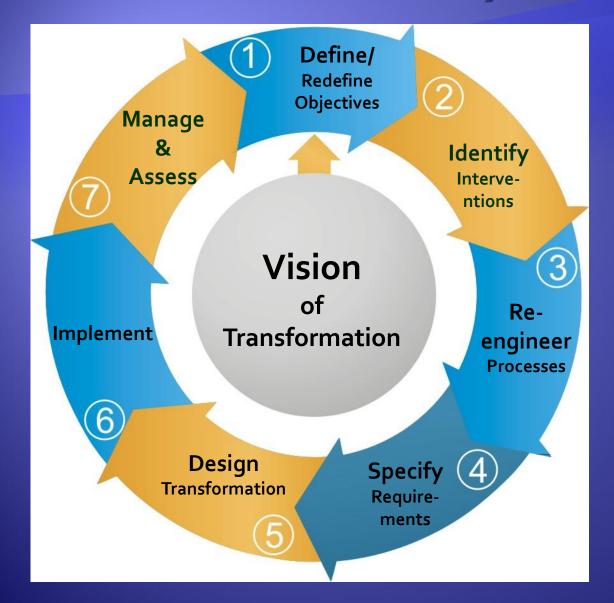
Transformation

Organizational Transformation

Principles of Digital Transformation

- 1. Align IT Objectives to Business Goals
 - 'begin with the *end* in mind!'
- 2. Be bold in setting the scope
 - take a holistic view of the entire operations of the enterprise
- 3. Focus on Architecture & Standards
- 4. Adopt Adaptive Design & Agile Execution
- 5. Aim to **DISRUPT!**

Transformation Life Cycle (TLC)



We face challenges at each stage of Digital Transformation

Challenges of Digital Transformation -systemic

- 'Immediate' supersedes 'Important'
- Lack of architectural & design capabilities
- We can't 'procure' Transformation
- Resistance to Organizational & Domain Transformation
- Hesitation in adopting bold business models

Challenges of Digital Transformation -operational

- Procurement Management
- Program / Project Management
- Data Management
- Strategic Control
- SLA Management

How to address the Challenges?

A few suggestions!

#1 Set the Right Objectives

- Differentiate ENDS and MEANS
 - Objectives are about 'ends' WHAT impact do we want to create?
- Design SMART Objectives (Drucker)
 - Specific, Measurable, Achievable, Relevant & Time-bound
- Pursue 'transformational objectives'
 - Efficiency, Effectiveness, Quality, Value, Excellence

#2 Architect & Design for sustainability

- Adopt established architectural patterns
 - E.g India Enterprise Architecture (IndEA 1.0)
- Identify, prescribe relevant Standards
 - Digital Service Standard, Agile IndEA (https://meity.gov.in)
 - Open Standards, Open Source, Open APIs
- Engage an agile architecture team
- Design the core design artefacts
 - Capacity Building Plan, BPR, SLA, Business Model

#3 Transform processes

6 Targets of BPR

- 1. Forms
- 2. Business rules
- 3. Workflows
- 4. Reports, MIS
- 5. Delivery Channels
- 6. User Interfaces

6 Thumb Rules of BPR

- 1. Elimination
- 2. Optimization
- 3. Standardization
- 4. Integration
- 5. Automation
- 6. Self-Service

#4 Select the right partner(s)

- Adopt the model RFP's of MeitY
 - Simplify, Customize
- Define requirements precisely
 - Scope, functional/ non-functional requirements
 - Service levels, rewards, penalties
- Adopt QCBS for evaluation
- Design special programs for promoting innovation
- PoC, leveraging established products can cut time, effort & cost

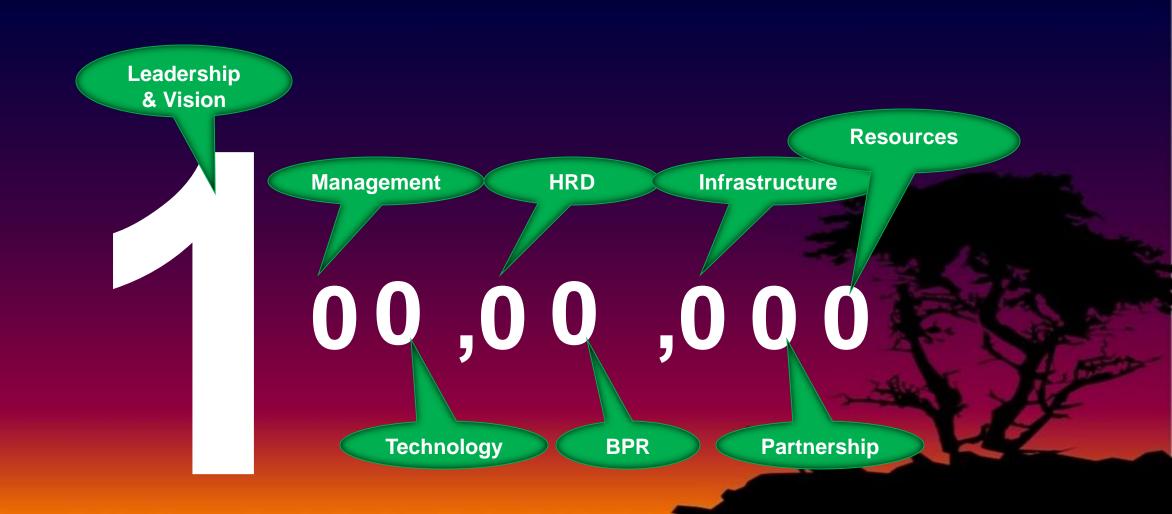
#5 Manage the Project effectively

- Establish PMU of appropriate size
 - Bid Process Management, Project monitoring
 - SLA Management, Quality Management
- Establish effective governance structure
 - Empowered Committee (for policy, strategy decisions)
 - Steering Committee (for operational decisions)
- Establish strategic control framework
- Obtain continuous feedback



It's happening!!

Value of ONE !!



Thank You

j.satya@nic.in

Framework of Strategic Control

(Red dotted lines signify Strategic Control)

