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The role of enterprise models in coordinated continuous digital transformation

Henderik A. Proper

23.09.2024





Understanding, and improving, domain modeling practices

In particular in the context of enterprises



Background to this presentation



Henderik A. Proper and Bas van Gils (2024). "Coordinated Continuous Digital Transformation". In: *The Al-Enabled Enterprise*. Ed. by Vinay Kulkarni et al. The Enterprise Engineering Series. Berlin, Germany: Springer, pp. 101–120. ISBN: 978-3-031-29053-4. URL: https://doi.org/10.1007/978-3-031-29053-4_6



- Enterprise design dialogues
- Obmain models
- The role of domain models
- Research challenges





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The development and maturation of "digital technologies" drive enterprises to transform

IT's role in enterprises has progressed:

- from automation of information processing,
- via automation of business processes,
- to being an integral part of their business models

Digital transformation

The deliberate effort to transform the (realized) architecture of the enterprise, with a significant impact on its digital capabilities.

Digital capabilities

The business capabilities, of an enterprise, that are digitally driven or at least highly digitally reliant.



Digital transformation

The deliberate effort to transform the (realized) architecture of the enterprise, with a significant impact on its digital capabilities.

Architecture

Those properties of an artifact that are necessary and sufficient to meet its essential requirements; or in more colloquial terms it is about 'what (should) keep(s) stakeholders awake at night'.



Not only transforms the way one *runs the mill*, but also the way one may *change the mill*

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So, digital transformations can change both the *operational capability* and the *dynamic capability* of an enterprise



We live in a VUCA-world (volatile, uncertain, complex and ambiguous)

Driven by e.g.:

- Advances in digital technologies
- Opportunities offered by other (non-digital) new technologies
- Market dynamics, new regulations, ...



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Drives enterprises to change

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Drives enterprises to change

But ...



Enterprises have always had a need to change



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After the industrial revolution, the general pace picked up due to technological developments



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After the industrial revolution, the general pace picked up due to technological developments

While society at large also became more demanding regarding products and services, driving the next cycle of change



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Before the industrial revolution, this *generally* happened at a slow pace

After the industrial revolution, the general pace picked up due to technological developments

While society at large also became more demanding regarding products and services, driving the next cycle of change

And, now we are part of the digital revolution ...



The digital revolution increases the speed even more, especially, since it is not only used to transform the *operational capabilities* of an enterprise but their *dynamic capabilities* as well

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Examples: Workflow engines, business rule engines, low-code, ...



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The introduction of AI to support different tasks in digital transformations is a prelude towards things to come for the dynamic capabilities in AI-enabled enterprises



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The introduction of AI to support different tasks in digital transformations is a prelude towards things to come for the dynamic capabilities in AI-enabled enterprises

As a result, we would argue that one needs to increasingly consider digital transformation to be a continuous process and certainly not as a "one-off" project



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Examples: Business, IT, processes, culture, ...



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Furthermore, digital transformation requires a deliberate effort to achieve a positive outcome

Combined, this requires a coordinated effort by different stakeholders, including (the roles of) senior management, architects, developers, workers, ...

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All increasing the need for coordination ...



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All increasing the need for coordination ...

Requiring (guided and coordinated) dialogues about the enterprise's design





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- Database engineers discussing with domain experts what needs to be captured in the database



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Examples:

- Co-workers discussing how to divide work or conduct a (new) task
- Database engineers discussing with domain experts what needs to be captured in the database
- Enterprise architects coordinating with different stakeholders regarding the future direction of the enterprise



Enterprise design dialogues occur across enterprises

They may:

- pertain to many different aspects and concerns, and
- emerge top-down and bottom-up



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Or in the words of Junginger, 2015: "design literally shapes organizational reality"



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Enterprise design dialogues occur across enterprises

They may:

- pertain to many different aspects and concerns, and
- emerge top-down and bottom-up

Or in the words of Junginger, 2015: "design literally shapes organizational reality"

While in the words of Taylor and Van Every, 2014, we: "author organizations"





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A social artifact that is understood, and acknowledged, by a (collective) human agent to represent an abstraction of some domain for a particular cognitive purpose.



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Not just boxes-and-lines:

Henderik A. Proper and Giancarlo Guizzardi (2024). "Understanding the Variety of Domain Models: Views, Programs, Animations, and Other Models". In: SN Computer Science 5. URL: https://doi.org/10.1007/s42979-024-03163-y



Domain model

A social artifact that is understood, and acknowledged, by a (collective) human agent to represent an abstraction of some domain for a particular cognitive purpose.

The needed level of precision, formality, integration, compliance to a specific modeling language, etc, and other requirements on models, depend on the purpose of the model



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Whenever we have a need to (jointly) reason/reflect about some part of an existing/imagined domain, we tend to use domain models



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We specifically use domain models in the context of (enterprise design) dialogues ...





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Important trade-offs to be made in modeling practices



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Important trade-offs to be made in modeling practices

More elaborate discussion in Proper and Guizzardi, 2024





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Enterprise models

A domain model of any aspect of the past, existing, and/or desired, state of affairs of an enterprise





Potential uses (ViA) of enterprise models:

• understand the current affairs of the enterprise,



- understand the current affairs of the enterprise,
- assess the current affairs,



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Across the enterprise

Across enterprise design dialogues; bottom-up and top-down





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 - E.g. by using advanced AI-powered and data-evidenced modeling tools

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- O How to make trade-offs regarding these costs and benefits?



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- Iffective technology support?



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