## Lean Integration

Translating an Innovative Agile Approach into Business Value

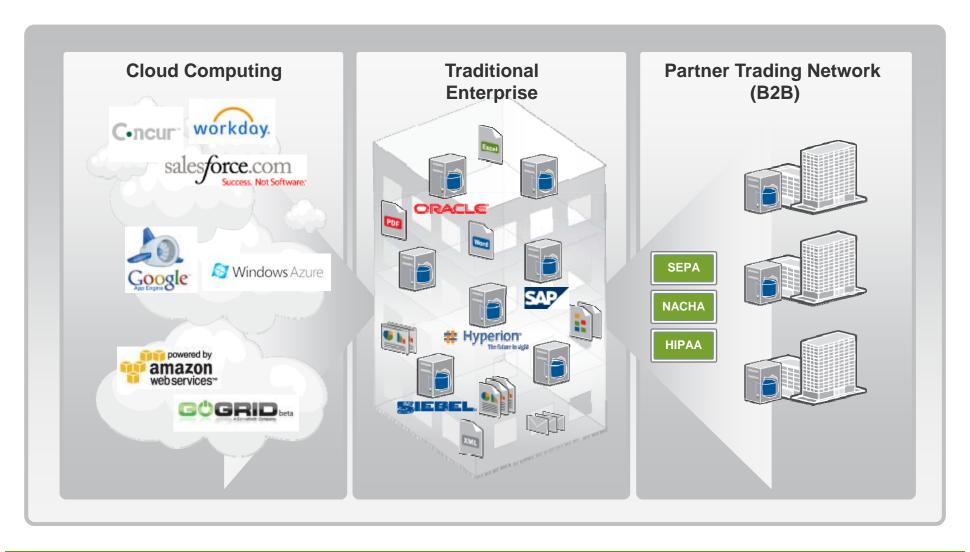
John Schmidt VP, Global Integration Services Informatica

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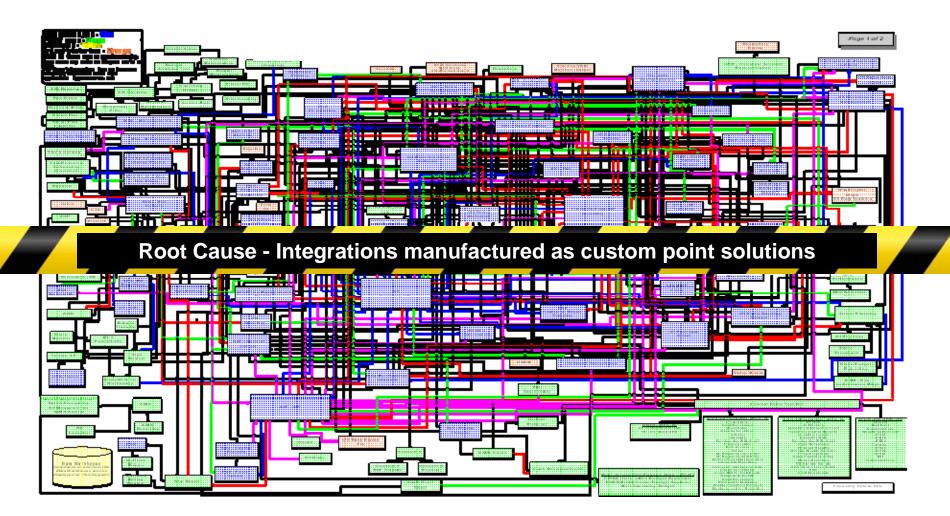
## **Discussion topics**

- The Big Idea, and Why Lean
- The 7 Principles of Lean Integration
- Next Steps

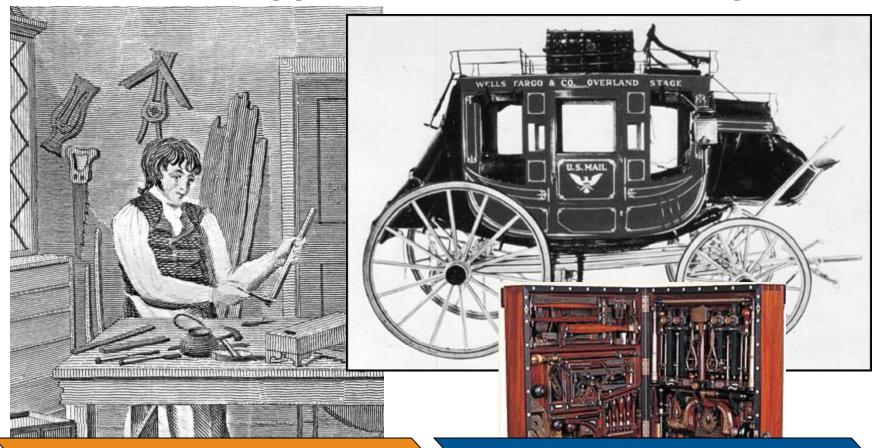
# Data Driven Enterprise: Using data for competitive advantage



# Problem: Data chaos results from unnecessary complexity



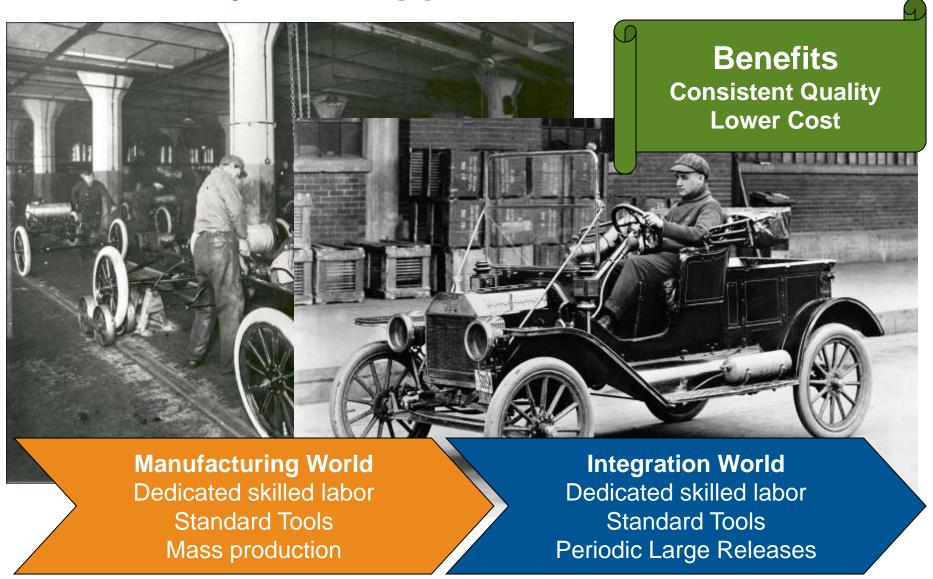
## **Craftsman Approach – Custom Development**



Manufacturing World
Skilled manual workers
Manufacture by hand
Custom products (works of art)

Integration World
Skilled IT Specialists
Hand coding
Custom integration points

## **Assembly Line Approach**

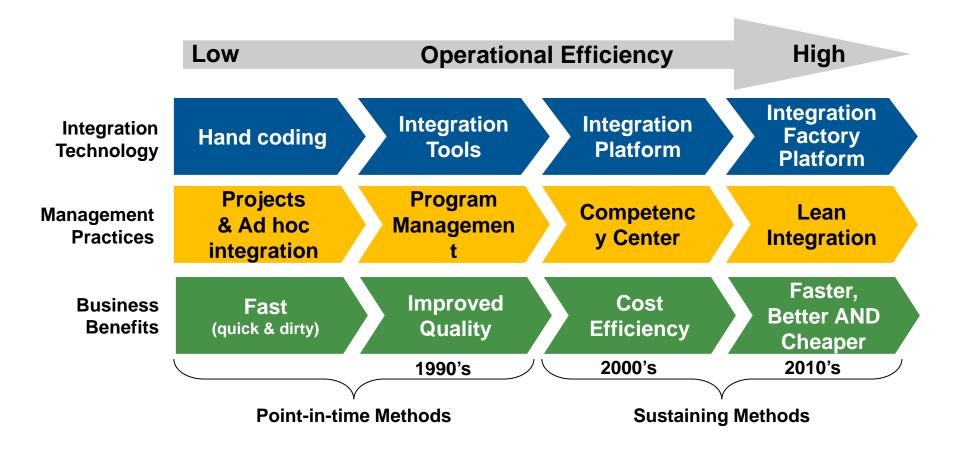


**Modern Factory Approach – Automated flow of** materials and information **Benefits** Low cost AND high quality **Exactly the way you want it** Select Components 2 SERVICES & SUPPORT 3 REVIEW SUMMARY PowerEdge Energy Smart 2950 III PowerEdge Energy Starting Price..... Smart 2950 III \$6,183 Print Summary SYSTEM OPTIONS PowerEdge 2950 III Quad-Core processors from Intel® can enable up to 340% improved performance over single-core Intel Processor Quad Core Intel® Xeon® L5410,2x6MB Cache,2.33GHz, 1333MHz FSB, ES **Manufacturing World Integration World** Template-driven self-service solutions **Automation** Agile/iterative Development JIT Workflow Configurable re-useable objects Mass-Customization Windows Server®2008, Standard x64, Incl Hyper-V™, Incl 5 CALs [add \$799]

Windows Server®2008. Datacenter x64. Includes Hyper-V™. (2 CPU) (add \$5.999)

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# It is critical that you have an expert and sustainable integration capability



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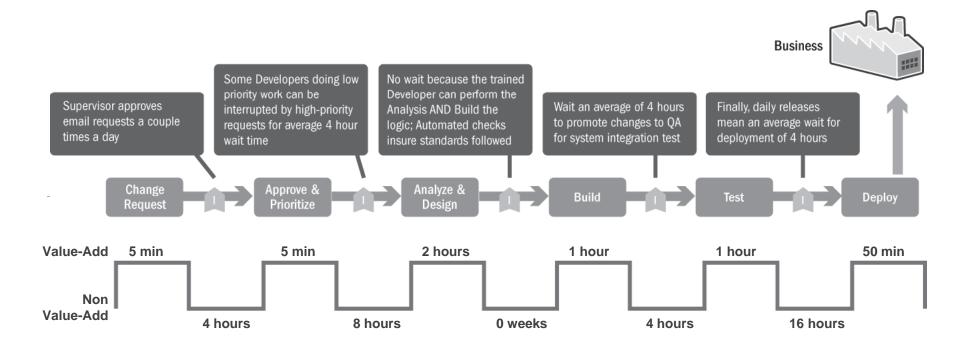
## **Lean Integration Principles**

- 1. Eliminate waste ✓
- 2. Automate processes
- 3. Empower the team ✓
- 4. Continuously improve
- 5. Build quality in ✓
- 6. Plan for change

Lean is NOT about being "skinny" / eliminating staff

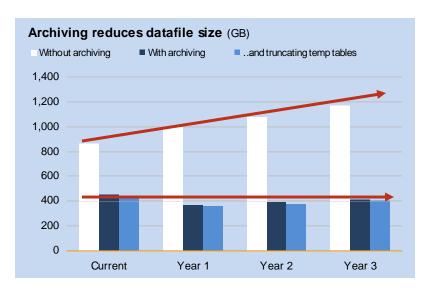
It is about continuously adding value by focusing on what really matters!

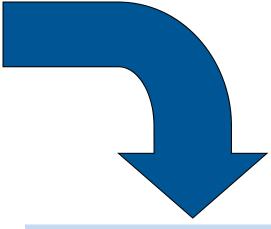
## Eliminate Waste Example: Simple Change Request to Data Warehouse



#### Lead Time Reduced from 2 months to <1.5 days

## Eliminate Waste Keeping data in production that no-one uses is waste





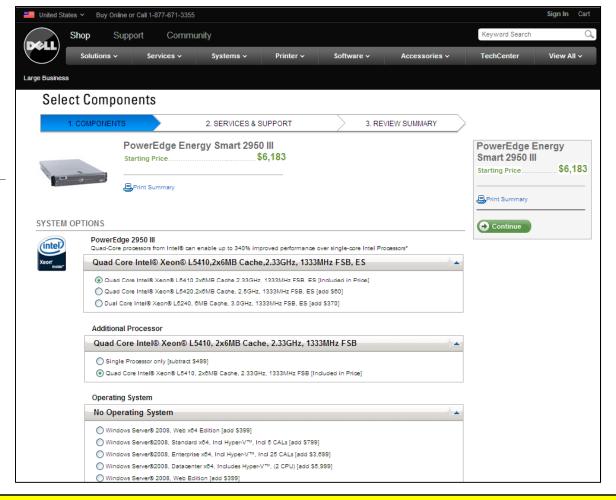
#### Data that is not used still costs a lot:

- Disk capacity (production, test, DW)
- Backup costs (tapes, labor, storage)
- Business slow-down by end-of-period jobs
- Application upgrade costs
- Impact on real-time transactions
- Compliance costs
- Data quality analysis and resolution time



### **Empower the Team**

Problem: IT is the bottleneck for data requests Solution: Give the business self-service capabilities



Business self-service improves business agility AND gives IT better governance

## **Build Quality In**

Problem: Quality issues accumulate without business involvement Solution: Involve business in fixing highest priority issues



Line of business manager

Scorecard_Before: Scorecard		
NAME 🔺	SCORE	% VALID CURRENT
CustomerNum_Validity	87	
StateCd_Validity	90	
ZipCD_Accuracy	80	







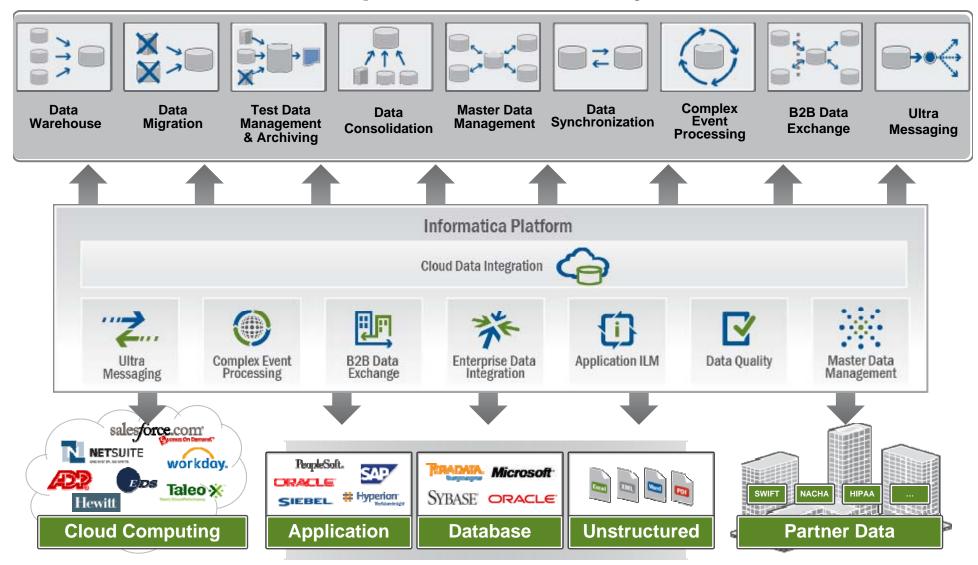




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Business improves revenues and decisions working from more accurate data. IT improves project efficiencies.

### Optimize the Whole Establish an Enterprise-Wide Factory Platform



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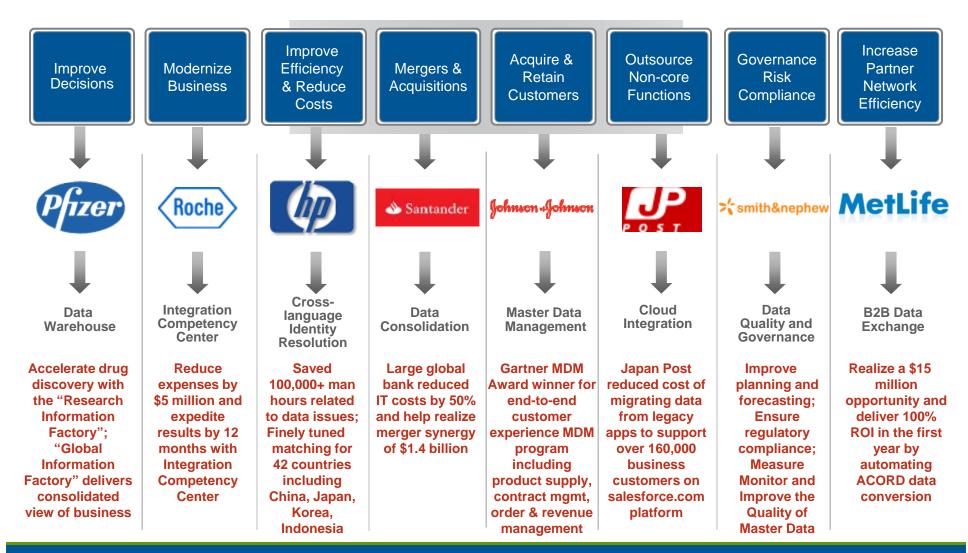
## **Getting Started**

- Two basic approaches Top Down or Bottom Up
- Top Down you need:
  - Top-level support from a champion as big as the opportunity
  - Business case to establish cross-functional support
  - An implementation plan with measurable goals
- Bottom Up you need:
  - An IT leader who "gets it" and serves as a change agent
  - A future state vision and a way to "evolve" towards it
  - An open technology platform you don't need to automate everything at once, but you need a platform that can grow

Select a project or a process – and get started Don't "boil the ocean"

#### The Informatica Platform

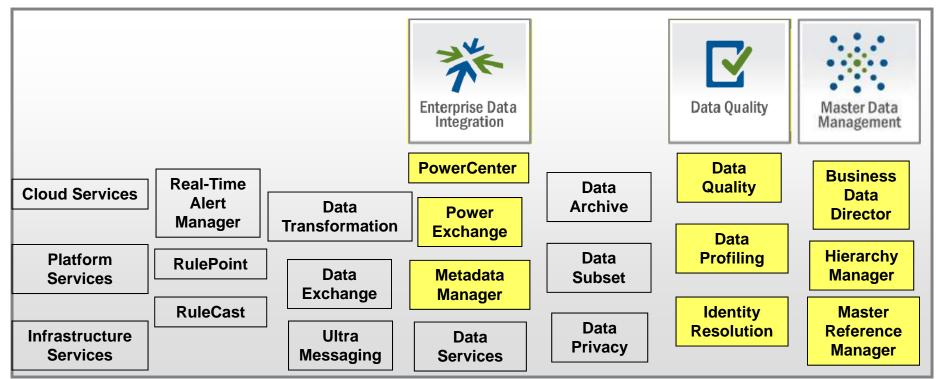
#### Proven Value Proposition: Standardize, Re-use, Scale



### **Lean Case Study**

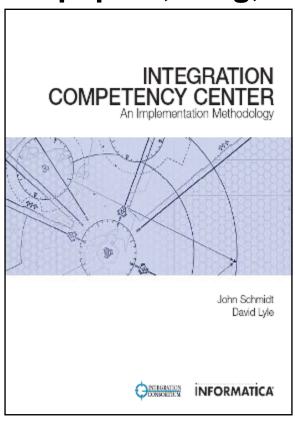


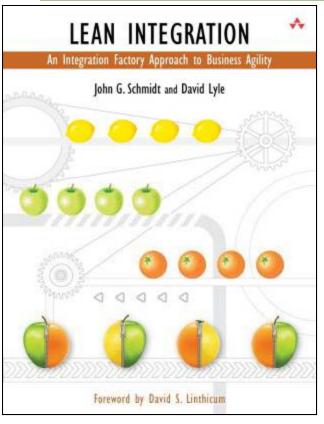
- Integration Services group formed in 2004
  - Generated savings of \$9.1M in the first 18 months
- Early success as cross-organizational Procure-to-Pay process
  - The Group now maintains over 4,000 interfaces
  - Used by over 500 projects to-date and is part of the corporate standard SDLC methodology which defines SOX, GxP, Security and Integration tracks



### Helpful Resources: Best practice references

- ICC & Lean Books available at <u>www.amazon.com</u>
- Lean Integration website <u>www.integrationfactory.com</u>
- Whitepapers, Blog, and More at <u>www.informatica.com</u>





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