# Modelling Cloud Computing Organizational Options

Alessandro Solimando<sup>1</sup>, Ioana Manolescu<sup>1</sup>, Emmanuel Waller<sup>2</sup>

<sup>1</sup>Inria Saclay & École Polytechnique, <sup>2</sup>Université Paris-Sud Data, Digital assets and Platforms for innovation

The World Conference on Intellectual Capital for Communities

July 13th, 2016 – UNESCO













#### Introduction

- Goal: identify a set of dimensions for positioning enterprises w.r.t. cloud adoption
- The interest for a single taxonomy contrasts with the complexity of the dimensions (orthogonal)
- Space of possible configurations is equal to the cartesian product of all the possible values for such dimensions
- We formalize dimensions as rules, allowing co-existence of dimensions in contrast between them w.r.t. their indication
- Rule result can be combined and reconcilied with voting algorithms



# Cloud Based Organizational Designs (CBOD) Project

#### Project's goal:

Developing a variety of means that will make significantly simpler the elaboration, the decision and the evaluation of cloud-based solutions from information system management and business point of view, accommodating the need for an holistic approach

#### Rule-based Formalisms

#### General form for rules:

$$A_0 \wedge \ldots \wedge A_n \rightarrow B_0 / \ldots / B_m \wedge \ldots \wedge C_0 / \ldots / C_m$$

- $A_i$  elements compose the body of the rule (precondition)
- $B_i$  and  $C_j$  elements compose the head of the rule (*logical consequence* of the body)
- ∧ is logical and
- symbol "/" separates alternatives for the same conjunct

Example:  $A \rightarrow B_0/B_1 \land C_0$  is a short-hand for:

- $A \rightarrow B_0 \land C_0$ ,
- $A \rightarrow B_1 \land C_0$



#### **Dimensions**

- Dimensions intermix technical, economic and organizational factors
- Inherently variable nature of some of these aspects, during the life of the organization
- Positioning is not always fixed, might vary over time
- <u>Stable dimensions</u>: tightly related to the company's inner-nature
- Relatively stable dimensions: defining the company's profile
- Variable dimensions: related to the kind of data analysis and data usage for the enterprise



# Stable Dimensions 1/2

Dimension	Description	Rules
a.1	IT-related core business?	IT-RelatedCoreBusiness $\rightarrow$ cloud
a.2	Enterprise size	SmallEnterprise  o SaaS
		MediumEnterprise → PaaS/IaaS∧ External/Hybrid cloud
		BigEnterprise → PaaS/IaaS∧ Internal/Hybrid cloud
a.3	Federated enterprise	Single → Internal ∧ Privatecloud
		$Federated  o Public \ cloud$
a.4	Location(s) of the company	LocationCheapWithServices → Internal cloud
		LocationExpWithServices → External cloud
		LocationNoServices  o no cloud
a.5	Stability level of programs/requirements	Stable∧ Custom→ no cloud
		Stable∧ no Custom→ cloud
		Unstable→ cloud

#### Stable Dimensions 2/2

Dimension	Description	Rules
a.5	Stability level of programs and requirements	Stable∧ Custom→ no cloud
		Stable∧ no Custom→ cloud
		Unstable→ cloud
a.6	IT usage intensity patterns with time	Predictable→ Internal cloud
		Bursts→ External/Hybrid cloud
a.7	Pooling potential	PoolingInternal → Internal/External cloud
		PoolingExternal → External cloud
	Data/program persistence requirements	Long∧ no Access→ Internal cloud
		Medium/short→ Internal cloud
a.8		Medium/short→ no cloud
		Long/Medium∧ Access→ Internal cloud
		$Short \!  o cloud$
a.9	IT visibility in the pricing model	Visible→ Internal cloud
		Visible→ no Hybrid cloud
		NotVisible→ External/Internal cloud
a.10	Confidentiality and security	PublicData→ cloud
		PrivateData→ Internal cloud
		MixedData→ Hybrid cloud



# Relatively-stable Dimensions

Dimension	Description	Rules
b.1	IT effort	High→ cloud
	IT ellort	Low→ External cloud
	Horizon for improvements in the IT infrastructure	Long→ cloud
b.2		Long/Medium→ cloud
		$Short/Medium \rightarrow External cloud$
		Short→ External cloud
		$Short \!  o no \; cloud$
b.3	IT in/outsourcing	$strongInternalIT \rightarrow cloud$
		$limitedIT \rightarrow SaaS$
		$outsourcedIT \rightarrow cloud$
		$outsourcedIT \rightarrow SaaS$
		$outsourcedIT \rightarrow PaaS$
b.4	Level of IT know-how	$LowKnowledge \rightarrow SaaS$
		MediumKnowledge→ PaaS/SaaS
		HighKnowledge→ cloud
b.5	IT time-to-market	Short∧ Legacy→ no cloud
		Long∧ Legacy→ cloud
		no Legacy→ cloud
b.6	IT importance	$Strong \!  o cloud$

#### Unstable Dimensions

Dimension	Description	Rules
c.1	Volume and/or fraction of private data	no Privacy→ cloud
		Privacy→ no cloud
		Privacy→ Internal cloud
c.2	Full data retention or integration with 3rd-party sources	ThirdPartyIntegration→ Public cloud
		InternalIntegration→ Internal cloud
	Data processing flow	DataAnalysis→ cloud
c.3		DataIntegration→ cloud
		BusinessIntelligence→ Internal cloud
		B2C/E-Commerce→ cloud
c.4		High∧ CriticalTasks→ Internal cloud
		High∧ no CriticalTasks→ cloud
	Fault-tolerance and high-availability	High∧ MixedTasks→ Hybrid cloud
		Low∧ CriticalTasks→ Internal cloud
		Low∧ CriticalTasks→ no cloud
		Low∧ no CriticalTasks→ cloud
c.5	IT performance requirements	$StrongRealTime \rightarrow no cloud$
c.6	Status of internal IT infrastructure (SW and HW)	OldInfr∧ ComplexInfr→ cloud
		OldInfr∧ ComplexInfr→ no cloud
		NewInfr∧ ComplexInfr→ Internal cloud
		OldInfr∧ SimpleInfr→ IaaS
		OldInfr∧ SimpleInfr→ External cloud
c.7	Data storage technology	LegacyStorage∧ no Custom→ Internal cloud
		LegacyStorage∧ no Custom→ no cloud
		LegacyStorage∧ Custom→ no cloud
		NewStorage→ cloud

# Example 1: New York Times and Washington Post (1/2)

- a.10 (confidentiality and security): mostly public available information
- b.3 (IT in/outsourcing): strong internal IT department
- b.4 (level of IT know-how): quite broad technical know-how
- a.5 (stability level of programs and requirements): one-time problem (unstable program and requirements)
- c.6 (status of internal IT infrastructure): computationally-demanding task, IT infrastructure not suited; new task, no legacy system
- b.5 (IT time-to-market): highly parallelized cloud solution was a plus
- a.2 (enterprise size): big enterprises, with required know-how allowing laaS level solution

# Example 1: New York Times and Washington Post (2/2)

#### Instantiation of the different dimensions:

- a.2: BigEnterprise → IaaS
- a.5: Unstable→ cloud
- a.10: PublicData→ cloud
- b.3: strongInternalIT→ cloud
- b.4: HighKnowledge→ cloud
- b.5: no Legacy→ cloud
- c.6: OldInfr∧ SimpleInfr→ External cloud

# Example 2: Fratelli Levaggi Sedie

- a.2 (enterprise size): small handicraft firm composed by 5 artisans which realizes "chiavarina" woodden chairs
- b.4 (level of IT know-how): total absence of an internal IT department
- b.3 (IT in/outsourcing): external company for the realization of the website
- c.6 (status of internal IT infrastructure): website is hosted remotely on Aruba servers (no HW)
- In addition to the website, they use social networks (Facebook, Twitter), online videos, e-mails (exclusively SaaS services)
- a.2: SmallEnterprise  $\rightarrow$  SaaS
- b.3: limitedIT $\rightarrow$  SaaS
- b.4: LowKnowledge→ SaaS
- c.6: OldInfr∧ SimpleInfr→ External cloud



#### Conclusion

- Different dimensions for guiding in the positioning of enterprises w.r.t. cloud computing adoption
- Rule-based model circumvent the difficulty of grouping dimensions as needed by a taxonomy
- Preliminary validation by means of case studies
- Extensible and customizable model by means of rules and result aggregation strategy

# Thank you for your attention