

Size, Failure, and Optimization

Roger Sessions

About Me (Roger Sessions)

- Author of seven books (including Simple Architectures for Complex Enterprises.)
- Author of dozens of white papers on IT Risk and Optimization.
- Fellow of the International Association of Software Architects.
- Multiple patents in software and enterprise architecture.

Wisconsin's Accountability, Consolidation, and Efficiency (ACE)

- > Convert emails to a common system
- > Eliminate duplicate IT functionality
- > Consolidate servers

2005-2009 \$121 M

Result?

Wisconsin's Accountability, Consolidation, and Efficiency (ACE)

- Convert emails to a common system **Done!**
- Eliminate duplicate IT functionality **Not Done!**
- Consolidate servers **Not Done!**

2005-2009 \$121 M

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2005-2009

\$121 M

Result?

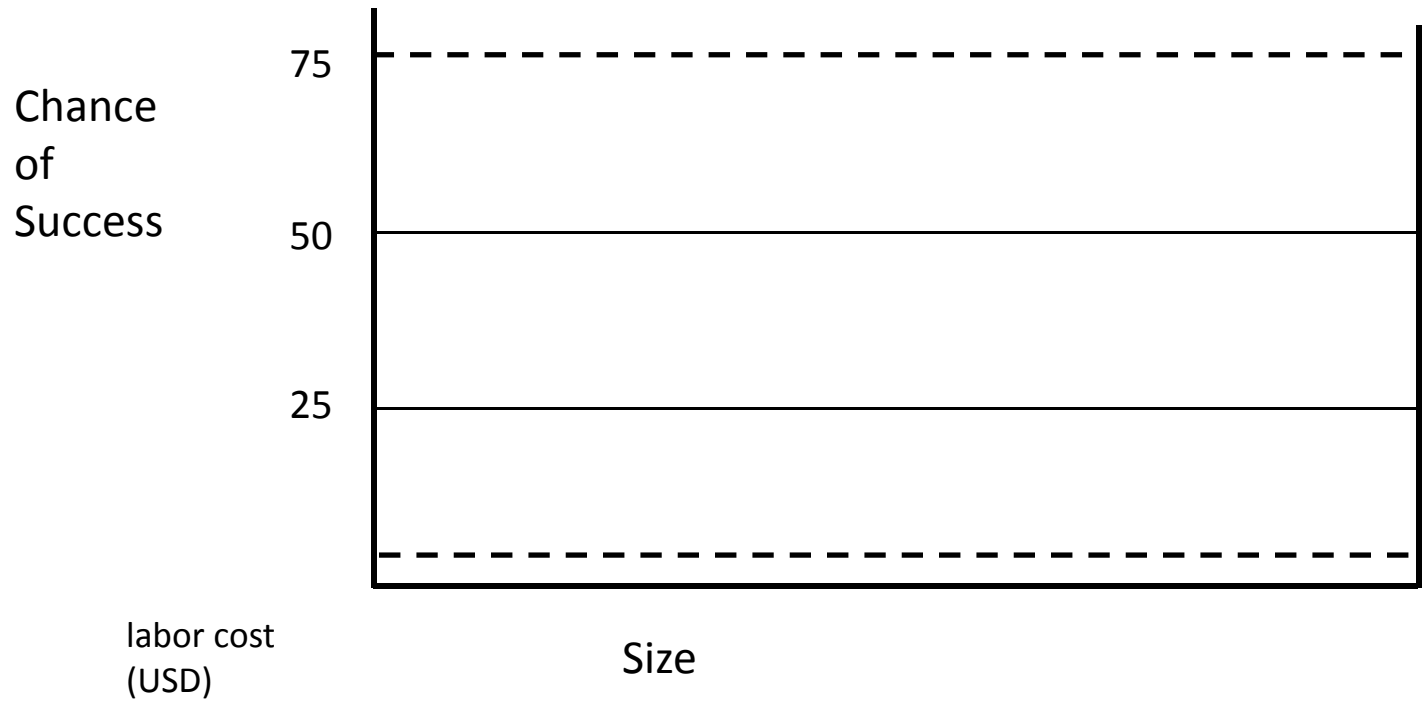
Budgeted Cost: \$2.6M

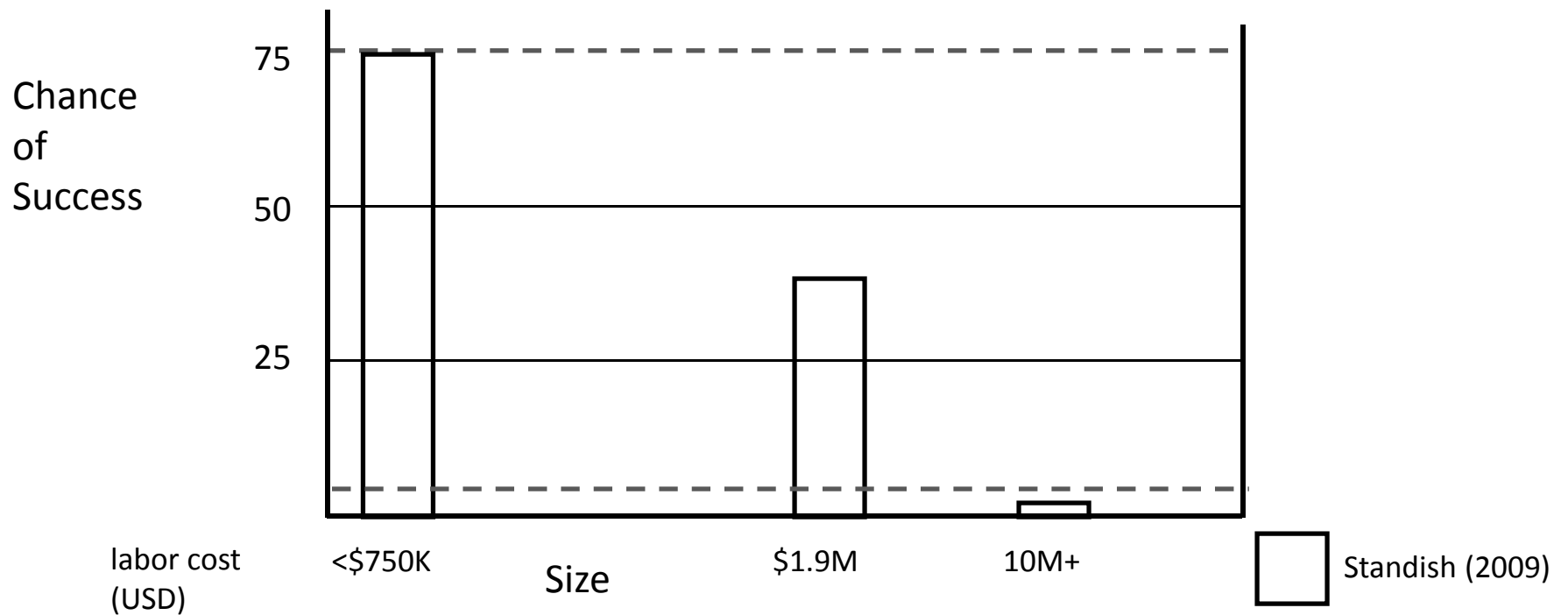
Actual Cost: \$13.4 M

Grim Statistics

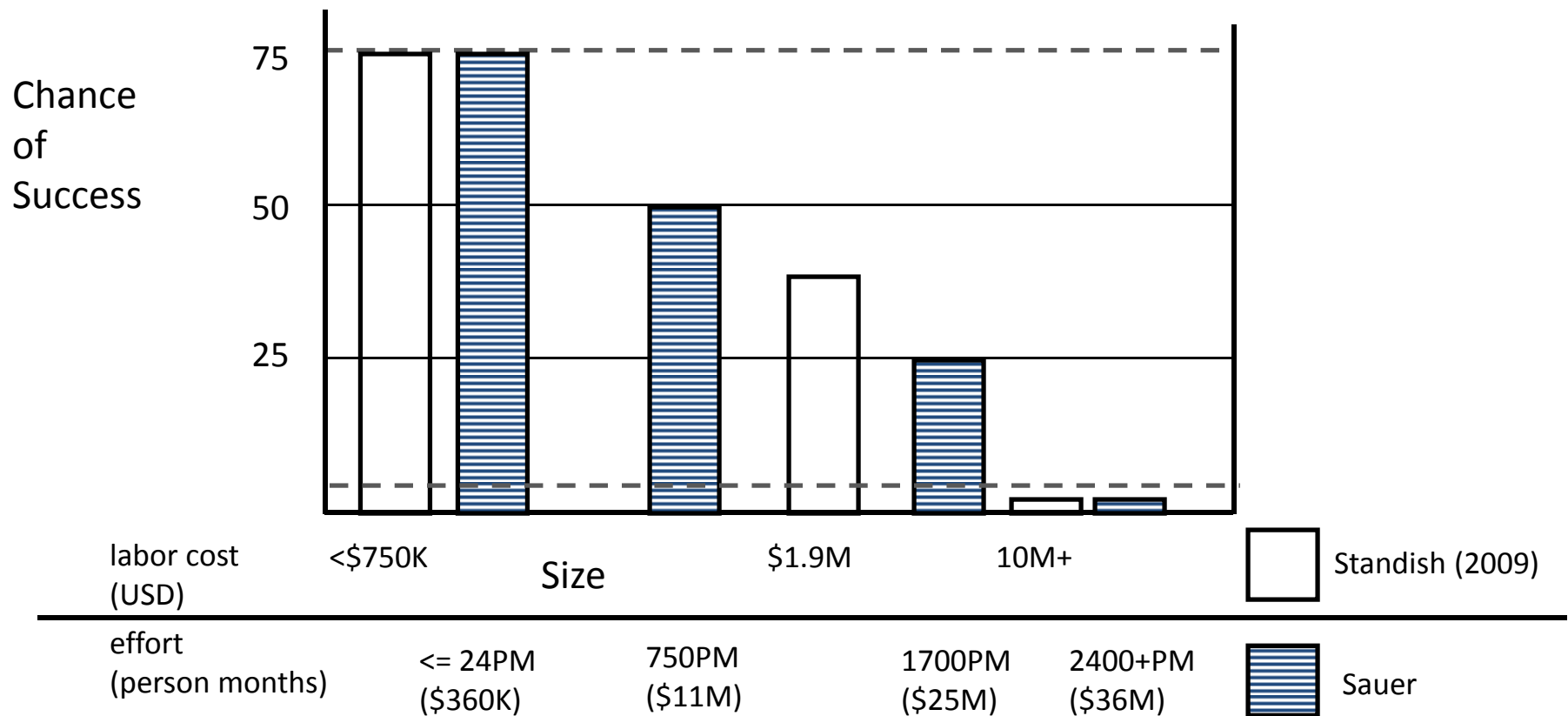
An estimated 85 percent of government IT projects are late, over budget or both.

- The Pew Center on the States, “Focus on Performance”, 2010



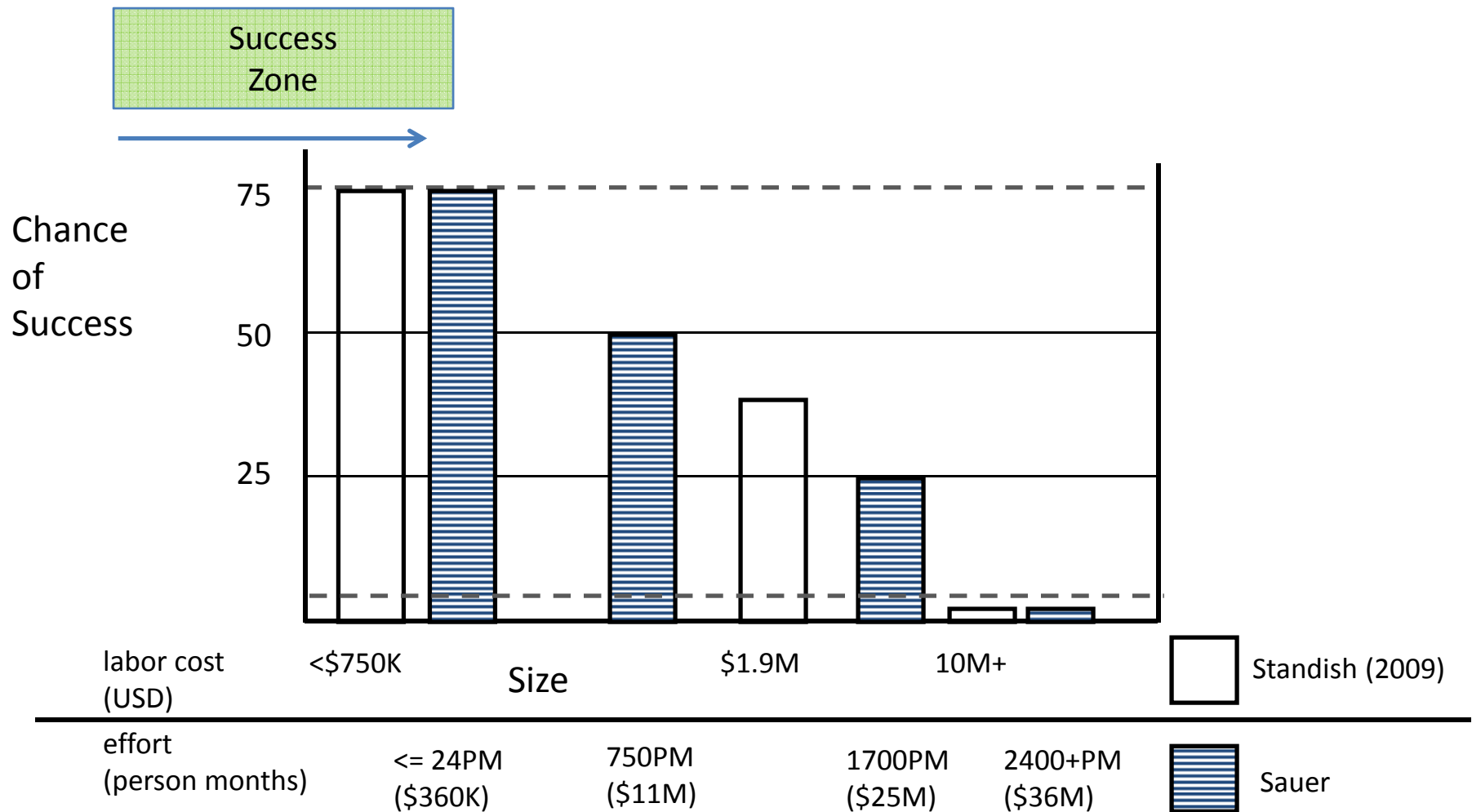


(Standish) 2009 Chaos report published by the Standish Group



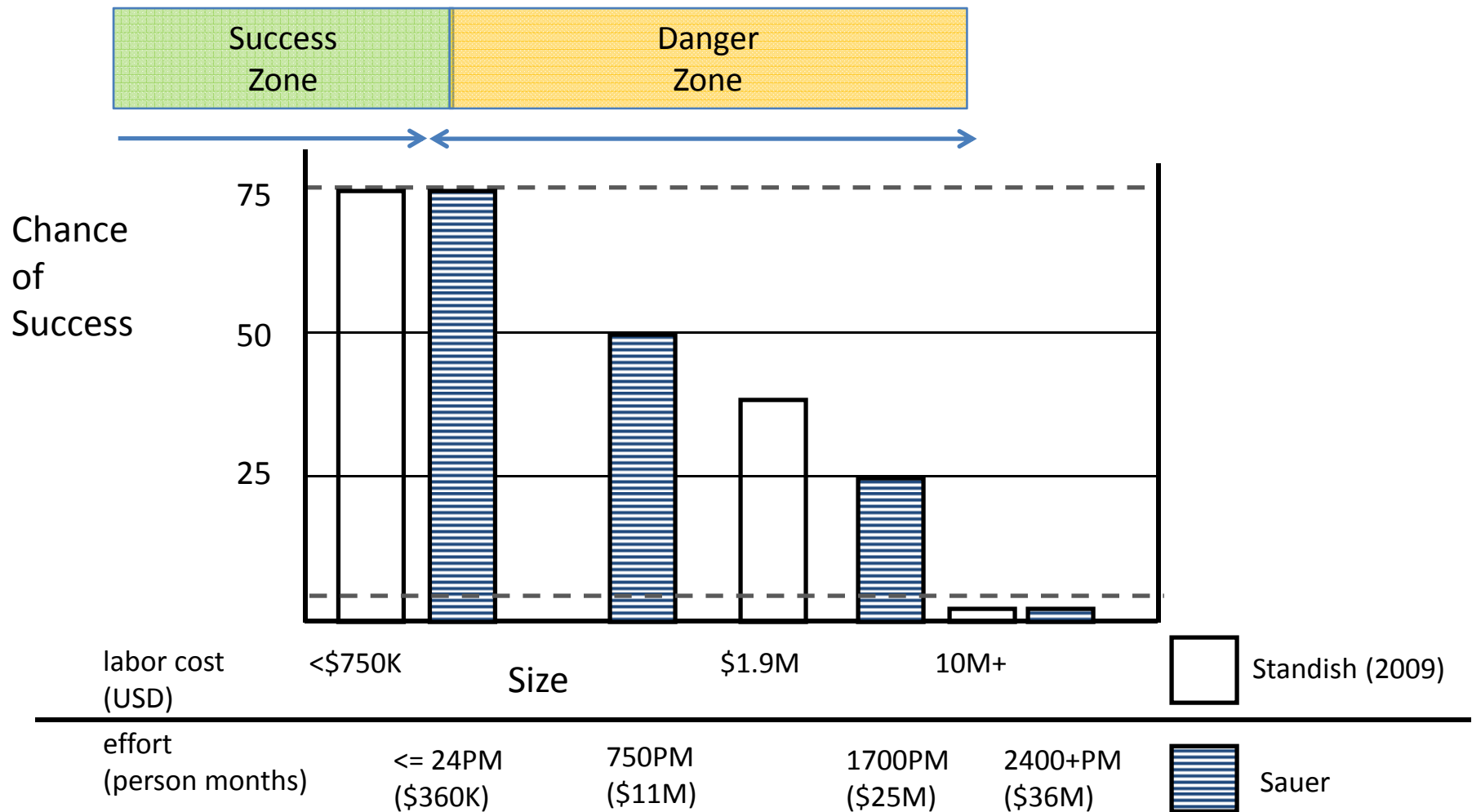
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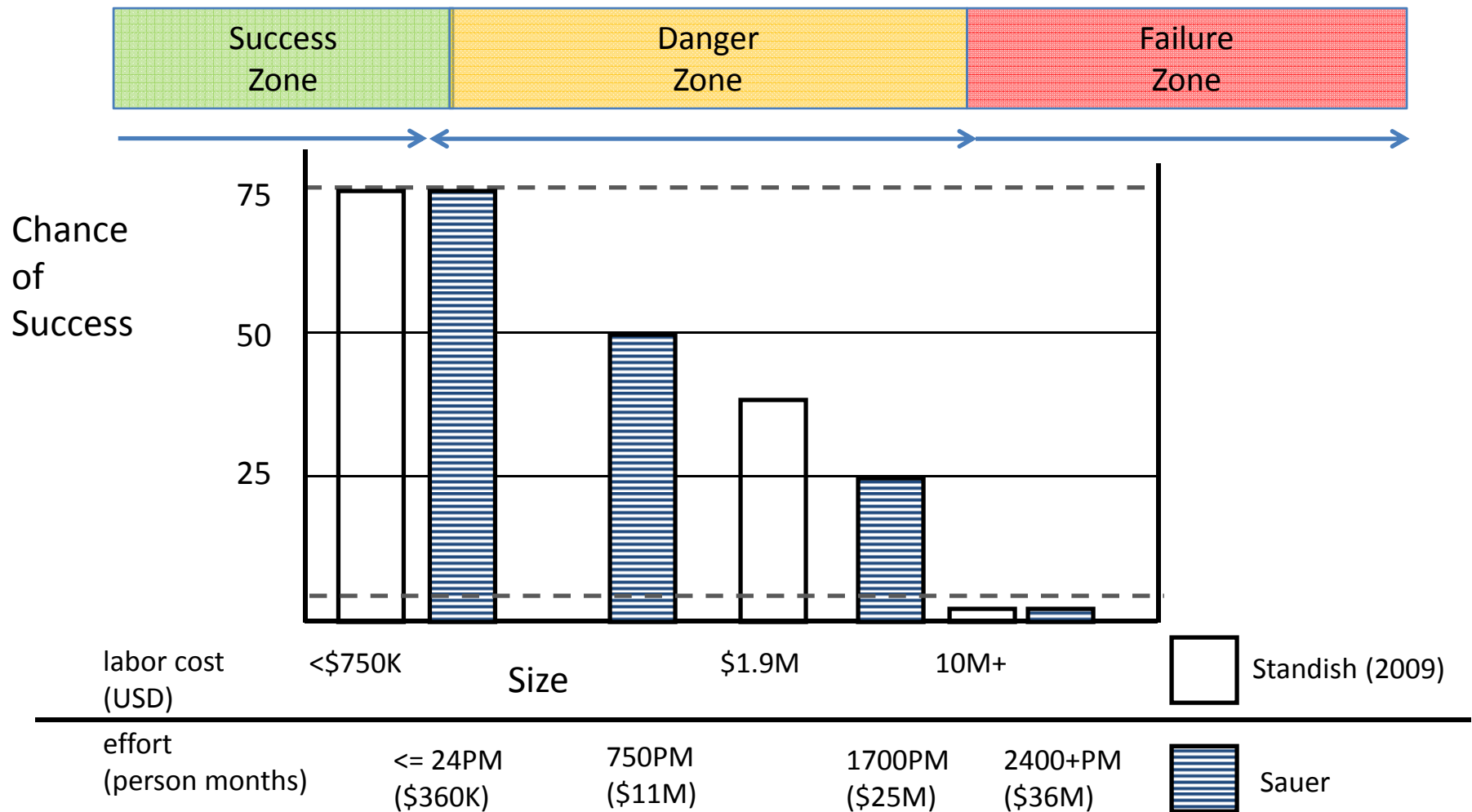
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Sessions' Law of Size

Success
Zone

IT Projects less than \$1M will probably succeed, regardless of how poorly managed they are.

8 people
6 months

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IT Projects between \$1M and \$10M can succeed, if they are very carefully managed.

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IT Projects between \$1M and \$10M can succeed, if they are very carefully managed.

Failure
Zone

IT Projects over \$10M will probably not succeed, regardless of how well managed they are.

20 people
36 months

Big IT Methodology

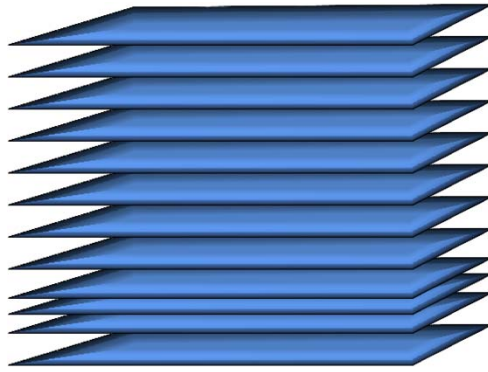
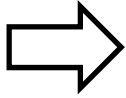


**Project
Identified**

Big IT Methodology

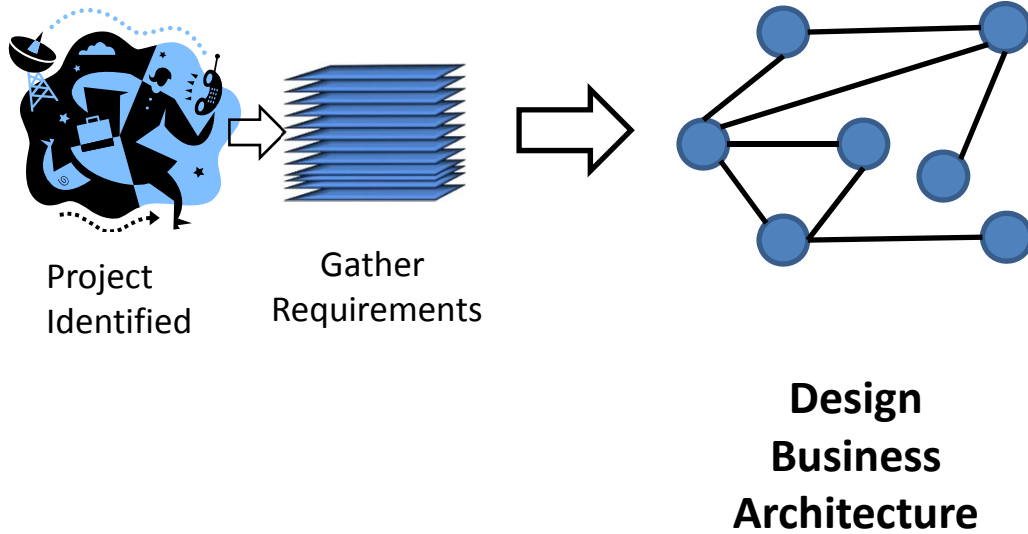


**Project
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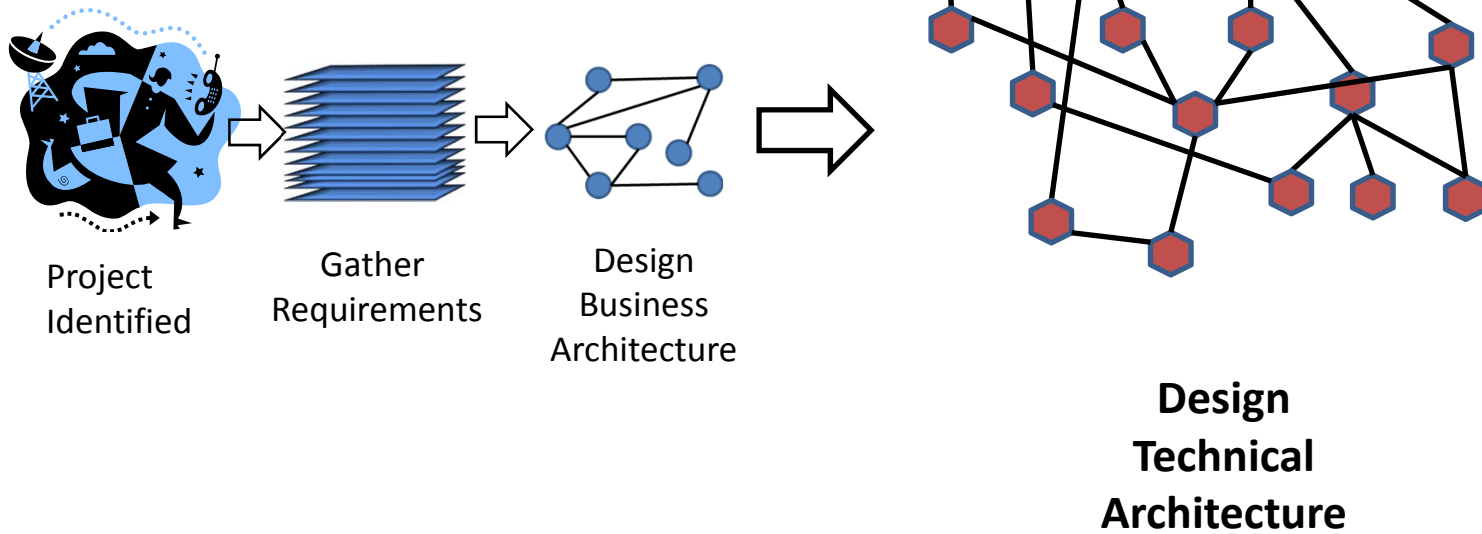


**Gather
Requirements**

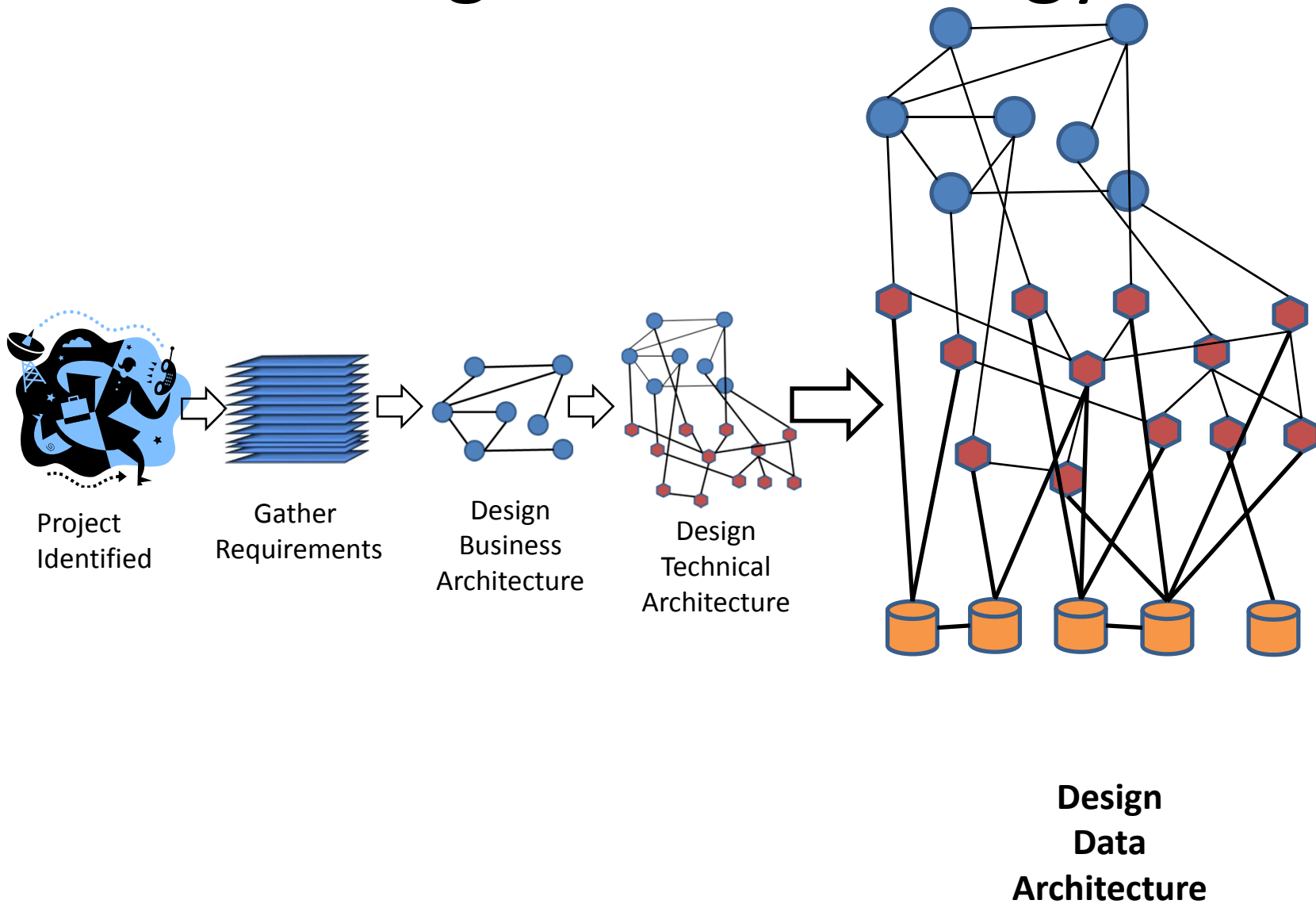
Big IT Methodology



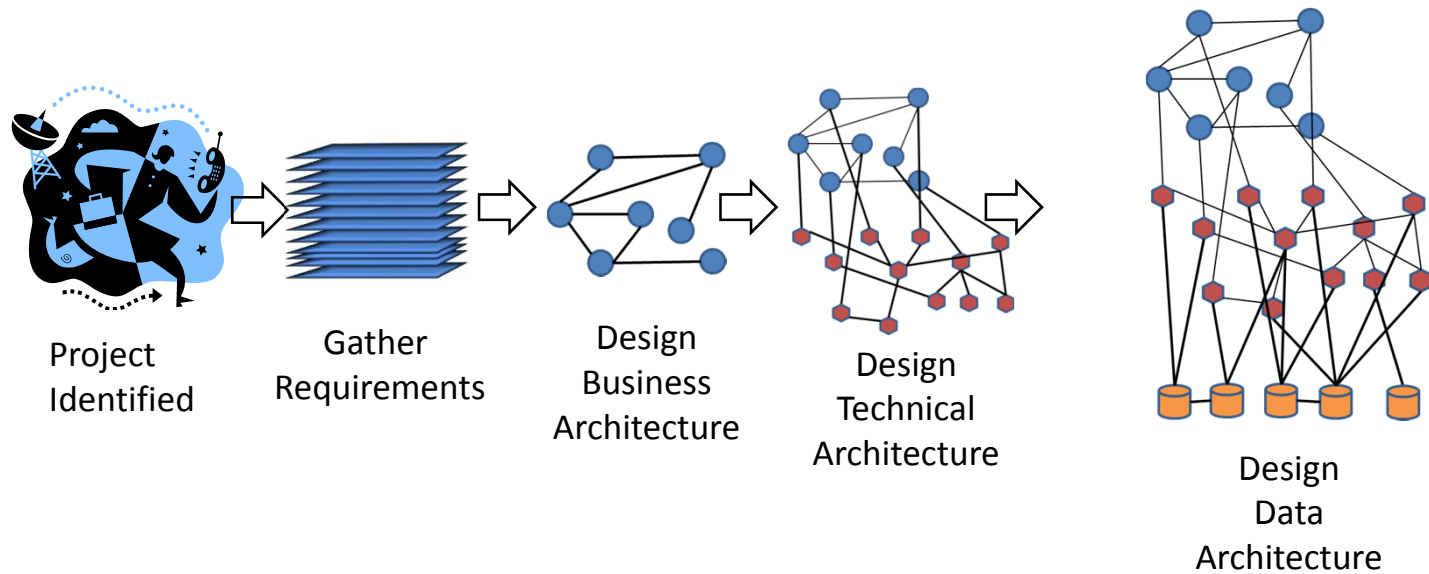
Big IT Methodology



Big IT Methodology



Fidelity Problem



25% Loss

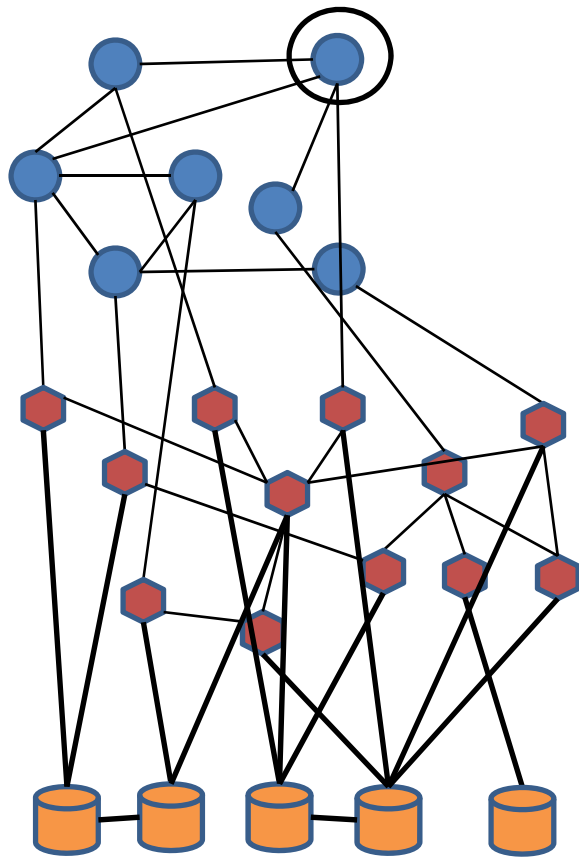
75%
Accurate

56%
Accurate

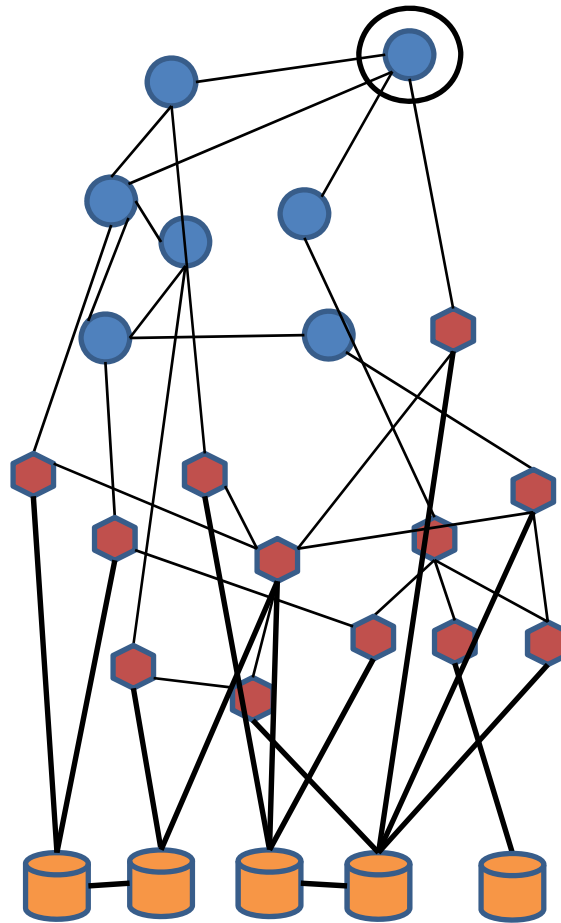
42%
Accurate

32%
Accurate

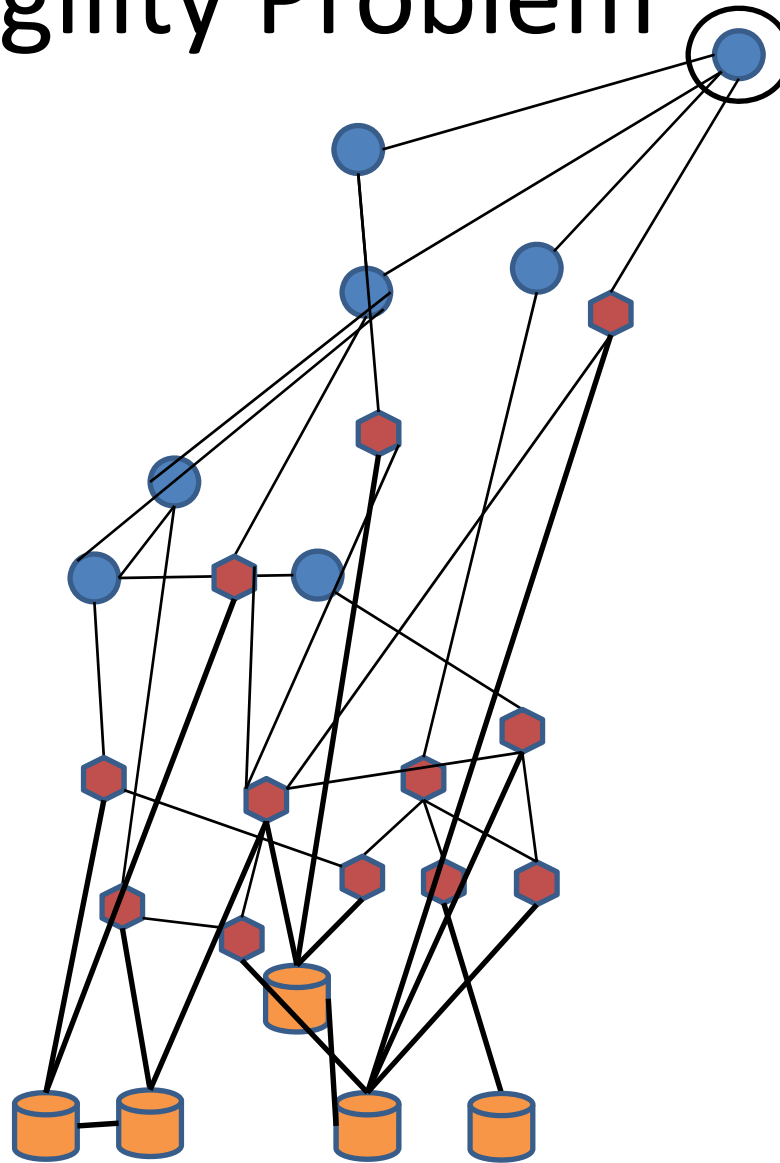
Agility Problem



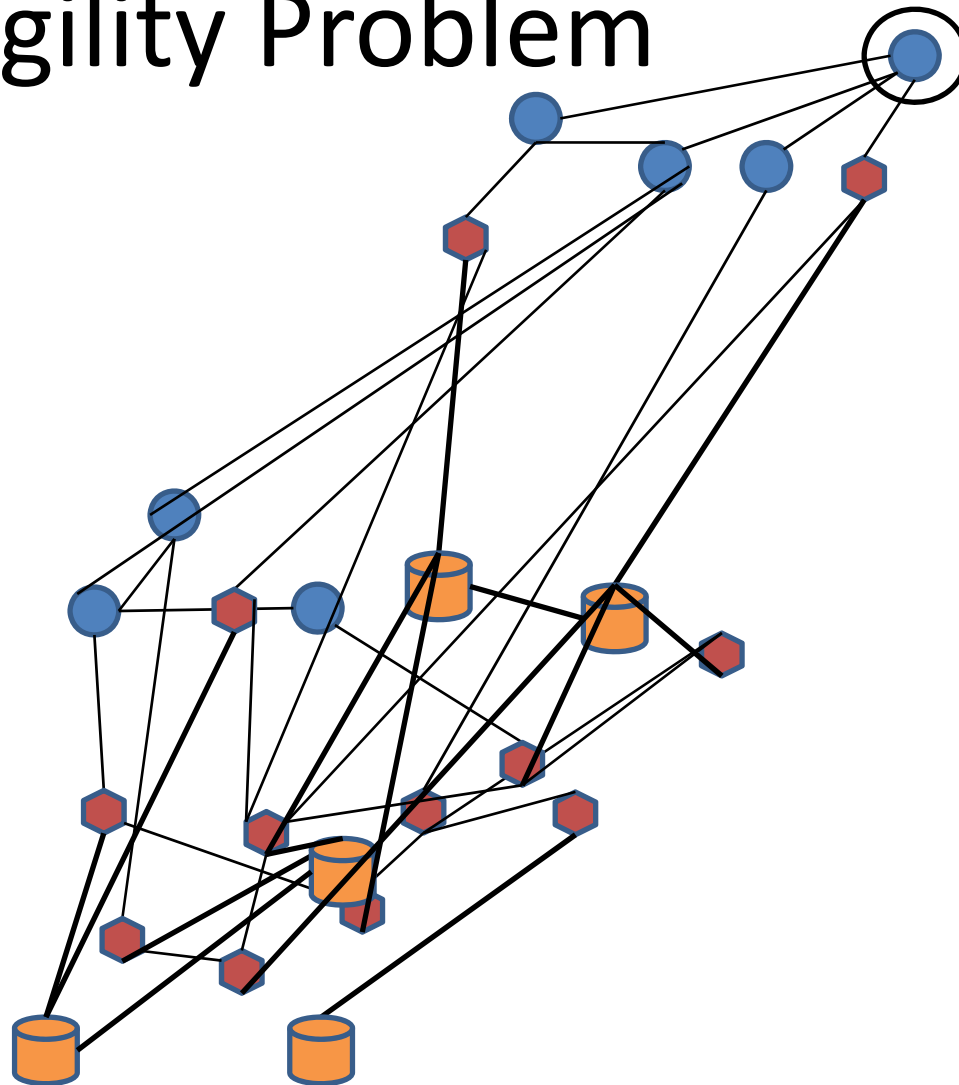
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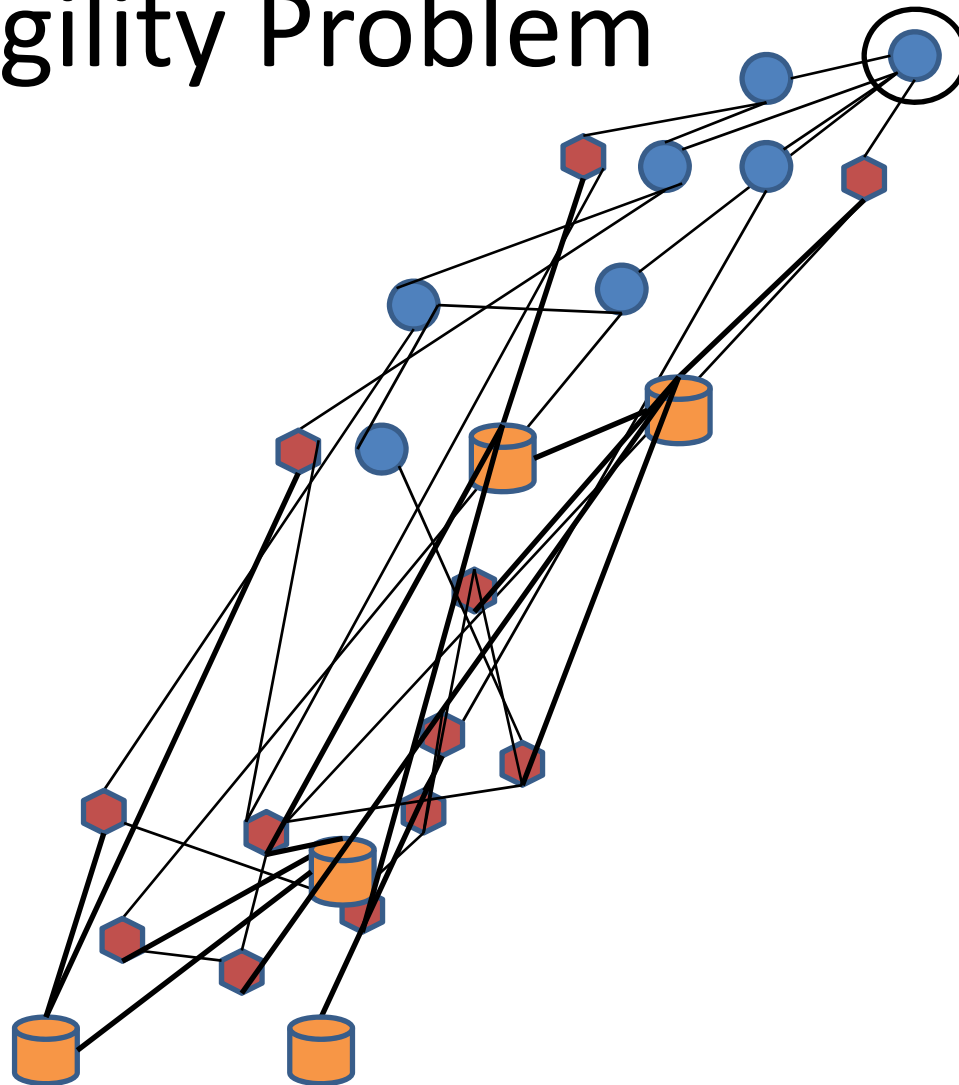
Agility Problem



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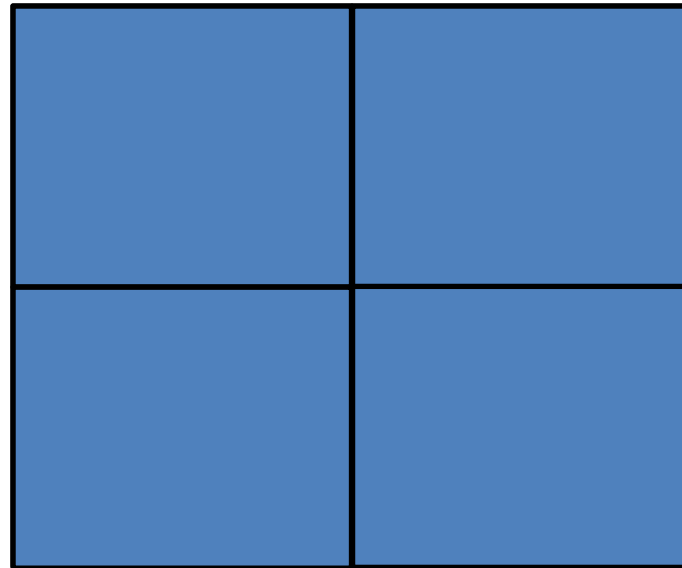
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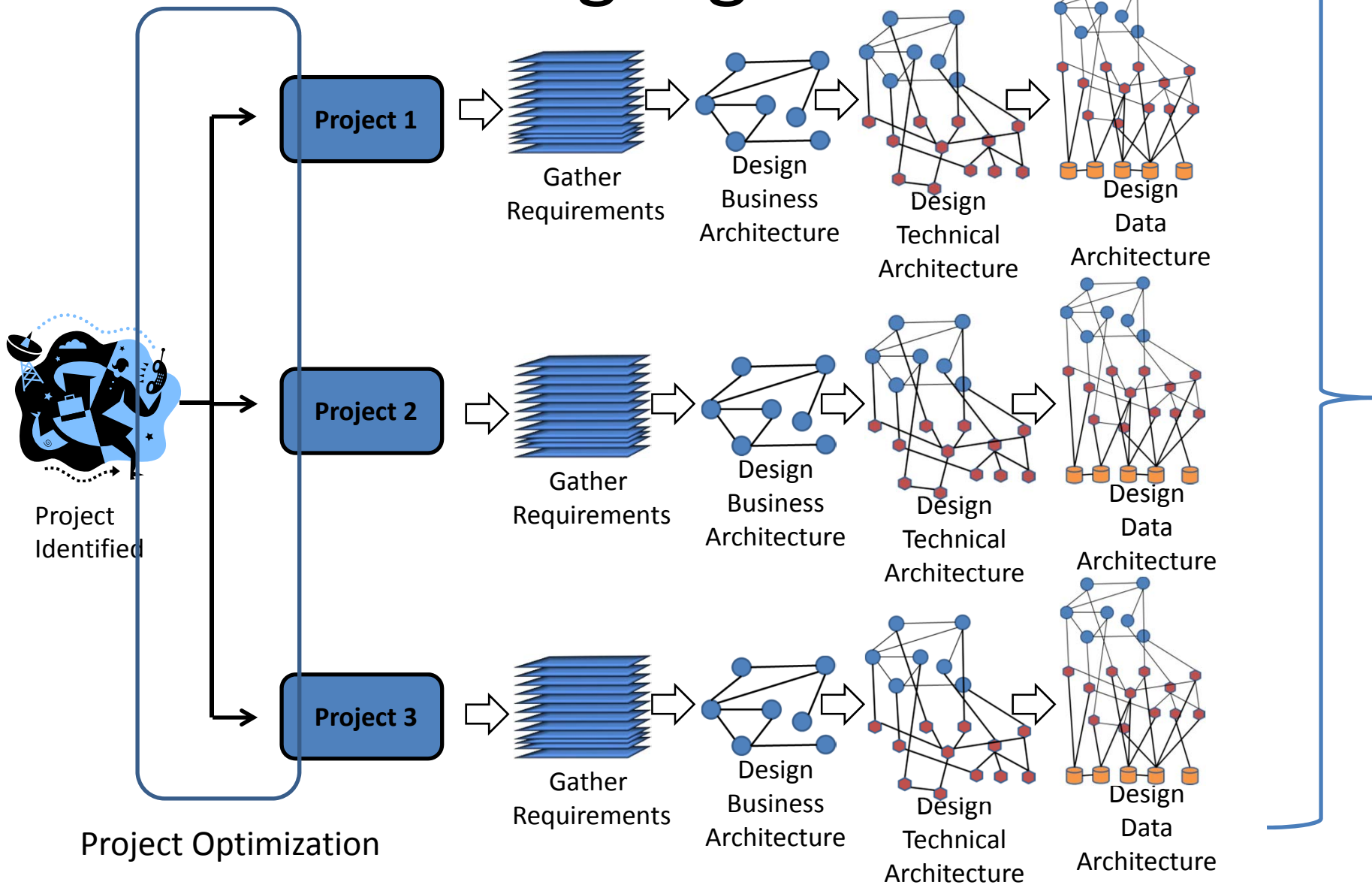
How to do Big IT

Don't do Big IT.

Do Little IT



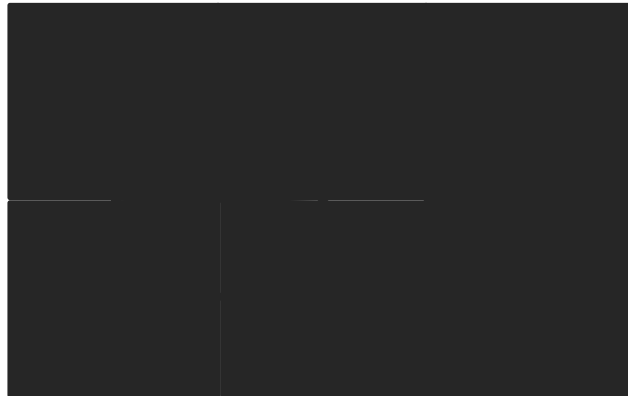
Transforming Big IT into Little IT



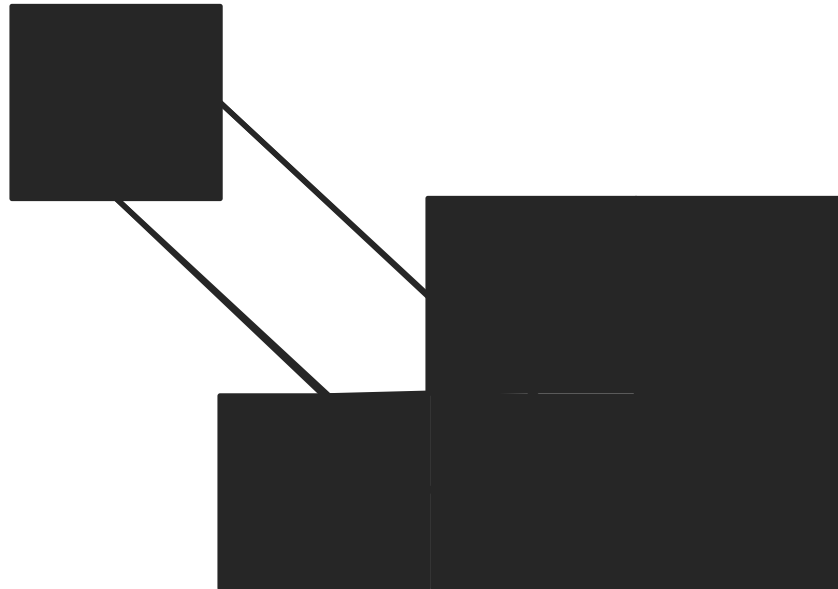
Three problems with splitting up IT projects.

1. Dependencies
2. Sensitivity
3. Timing

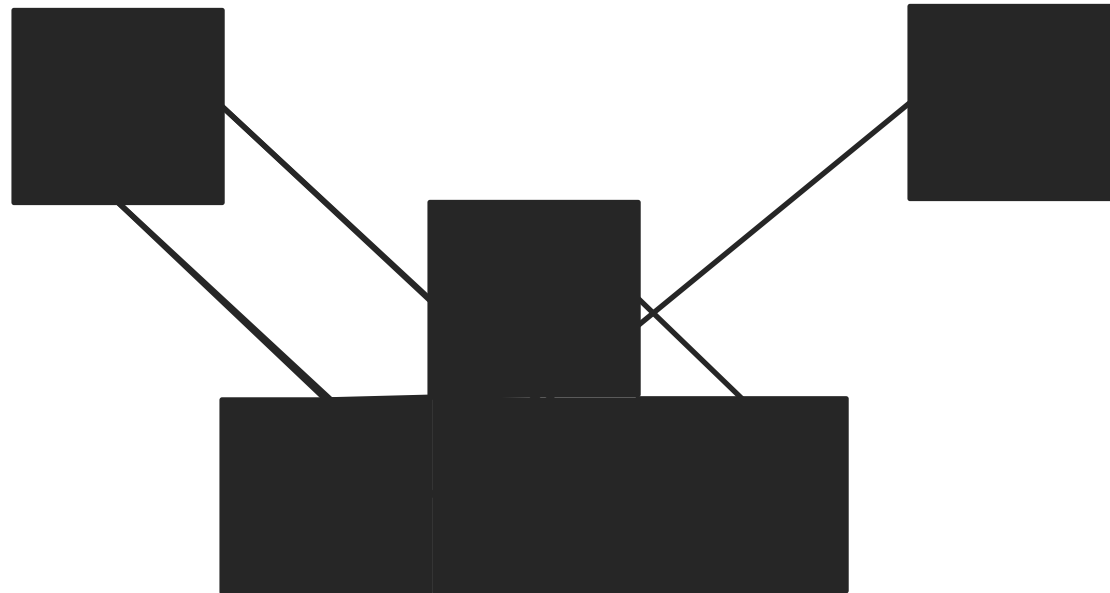
Dependencies



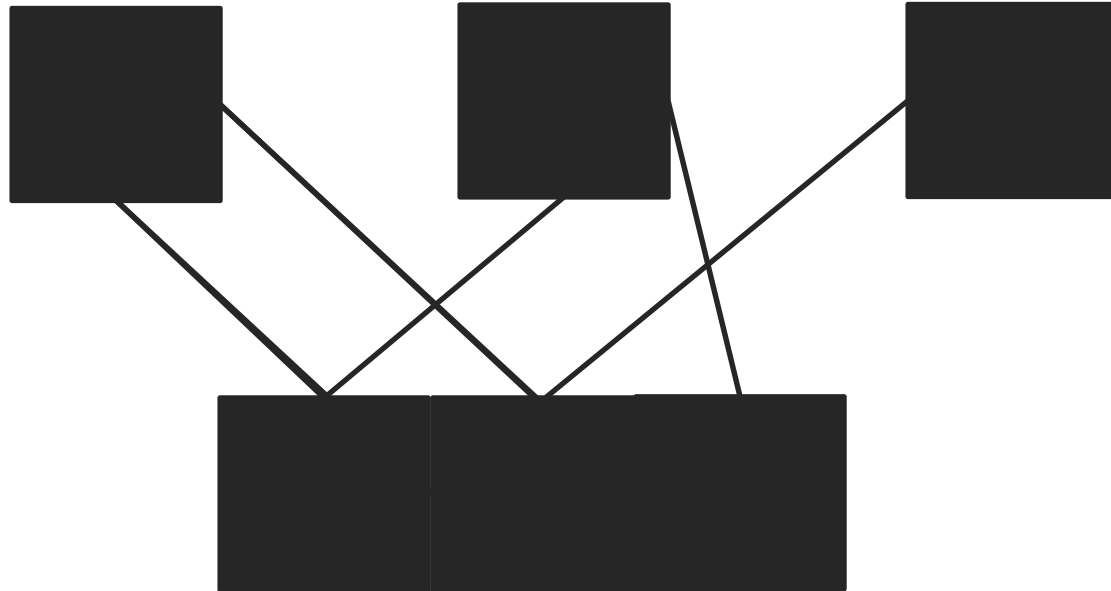
Dependencies



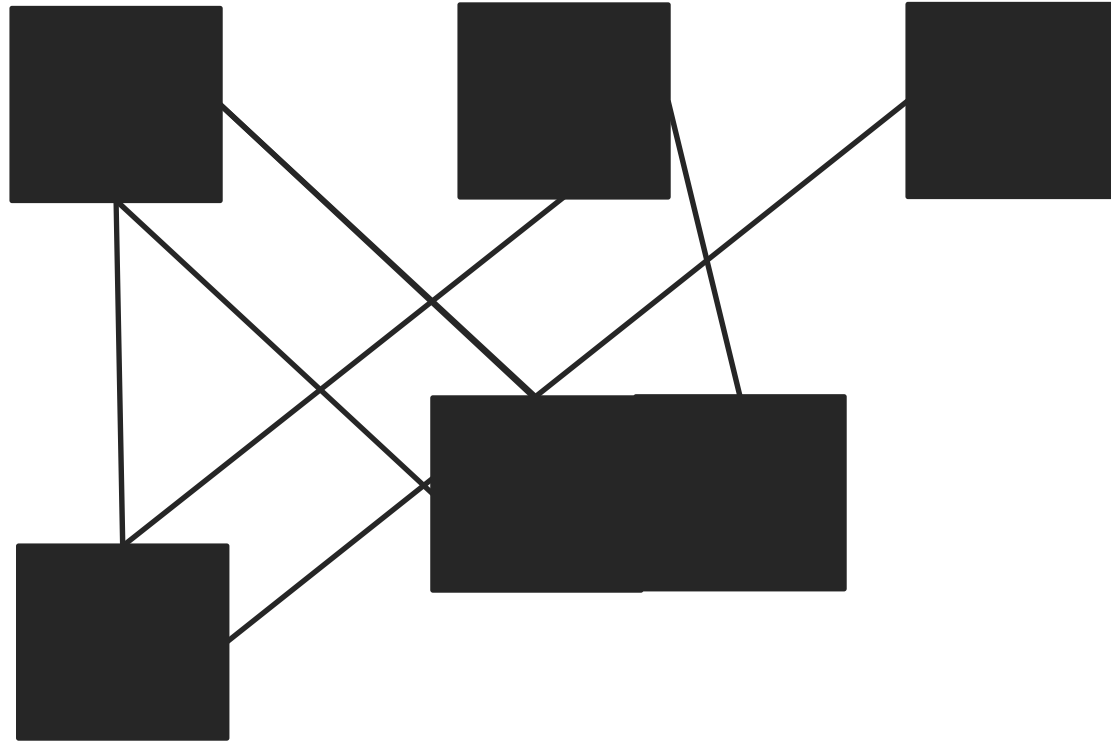
Dependencies



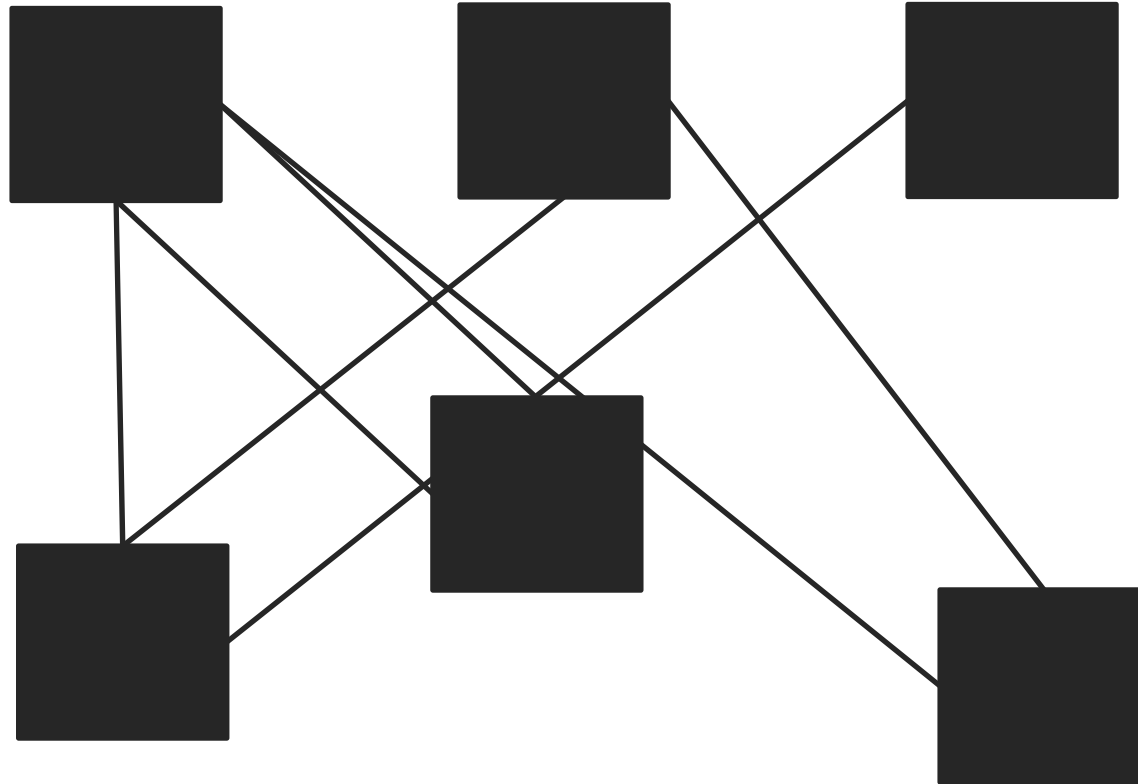
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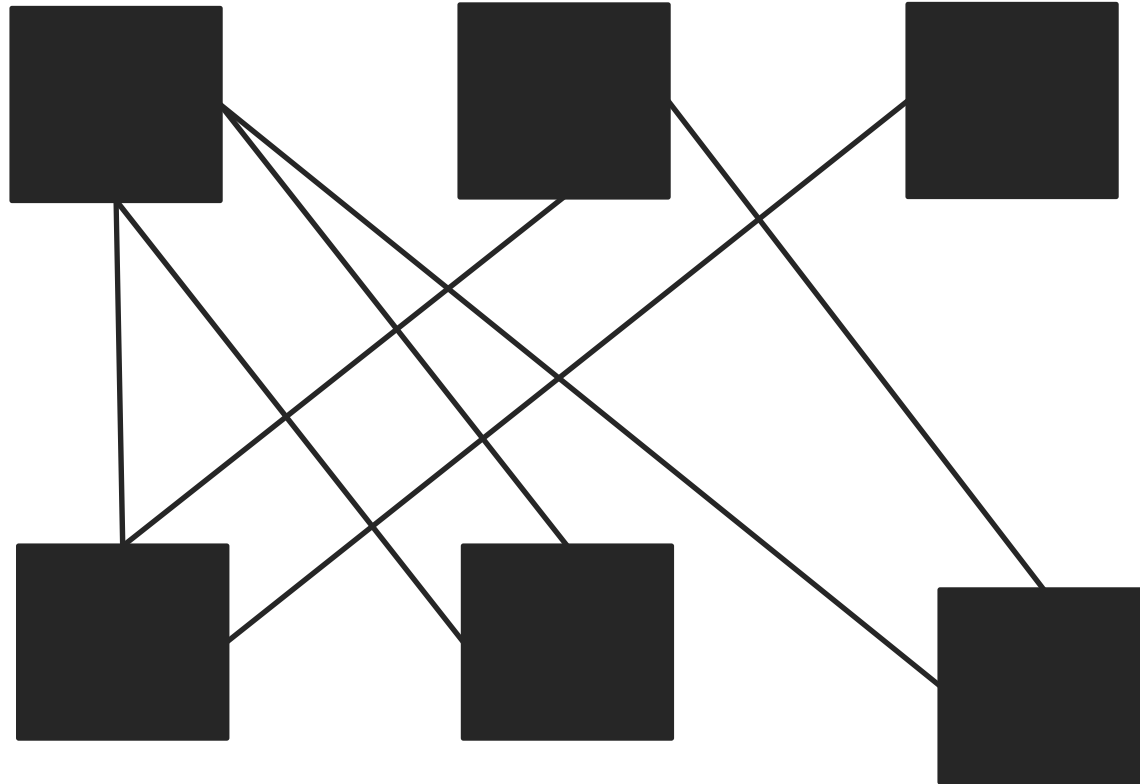
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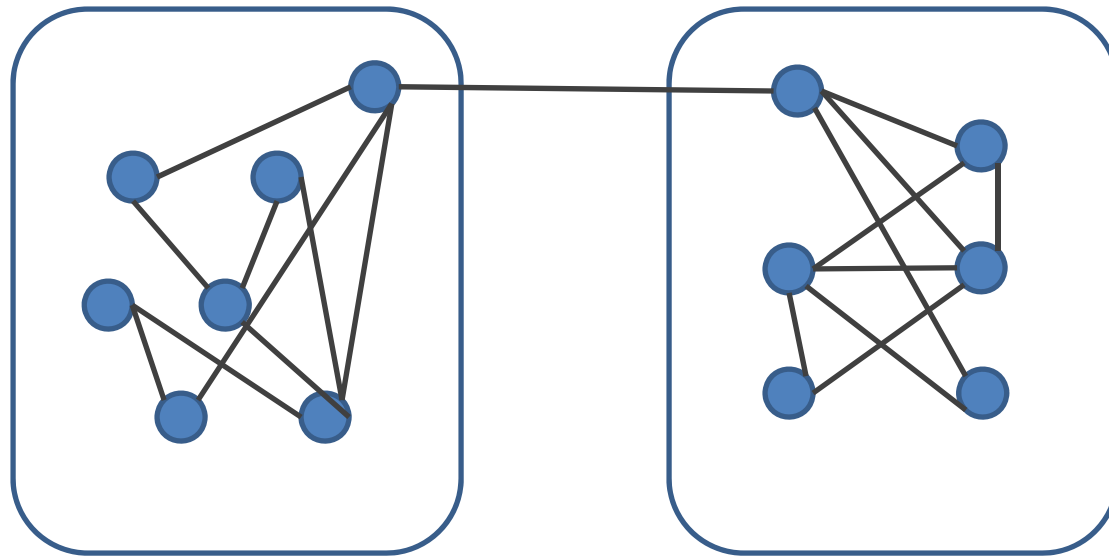
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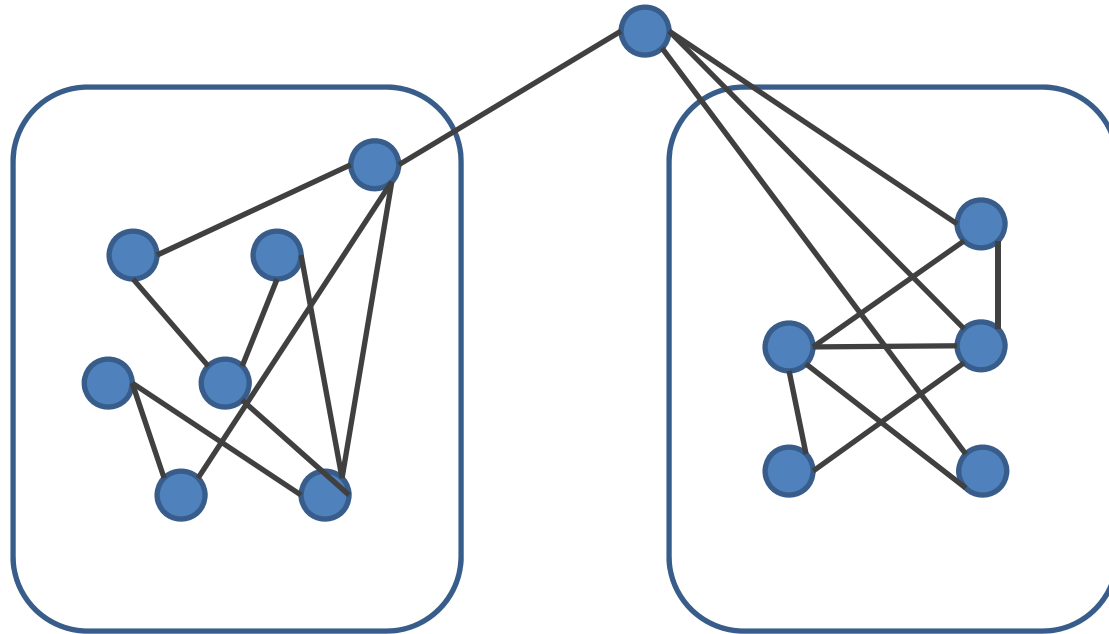
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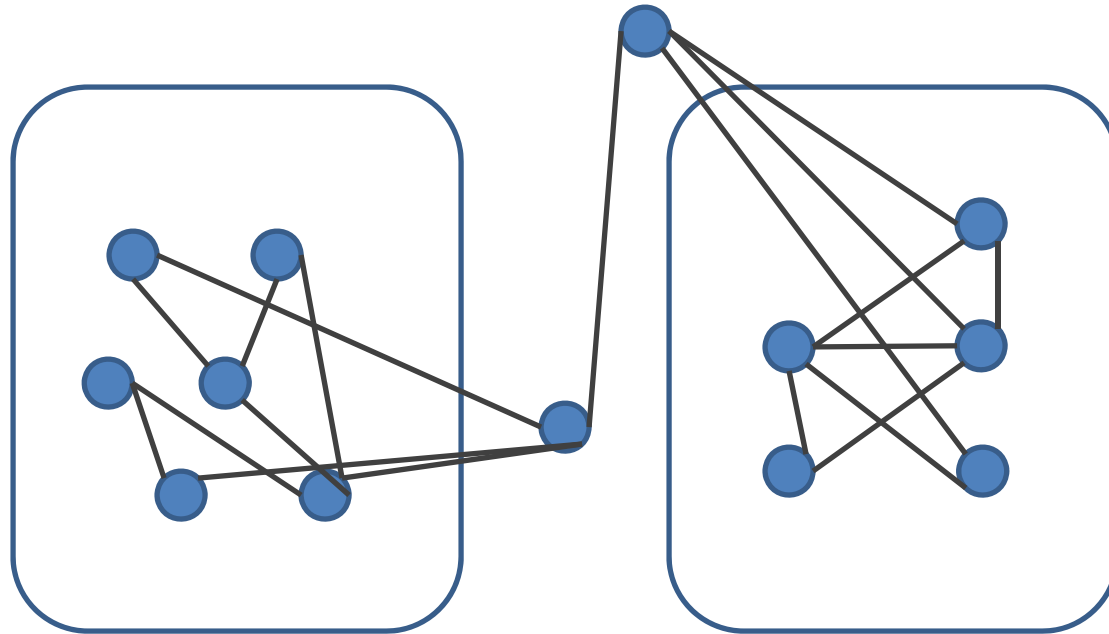
Sensitivity



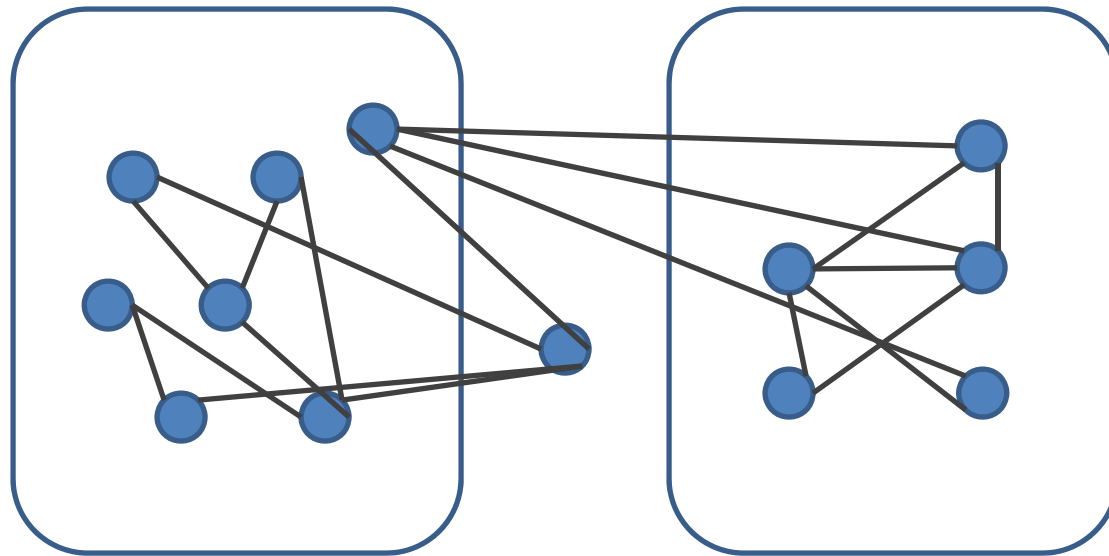
Sensitivity



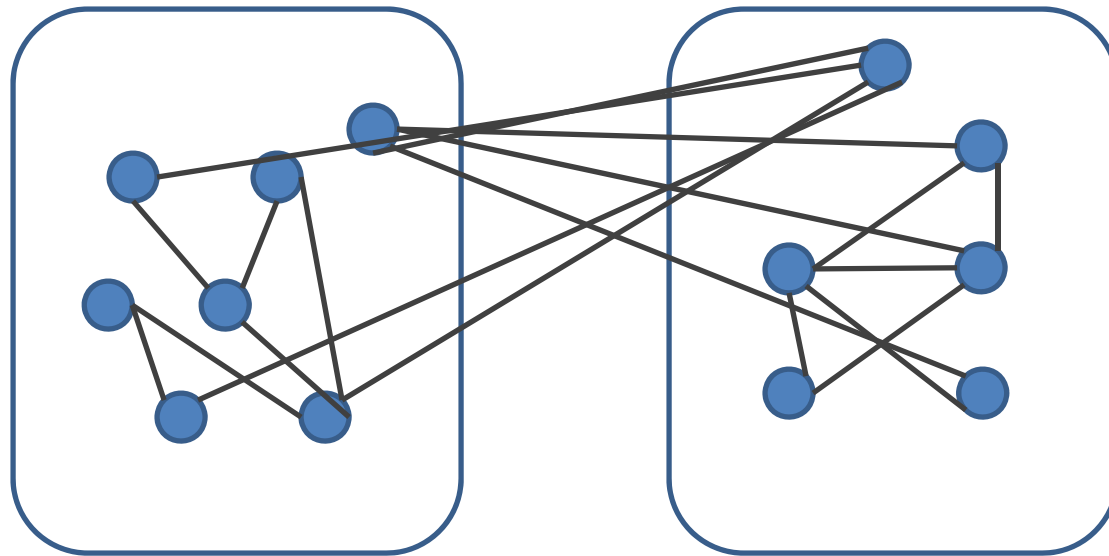
Sensitivity



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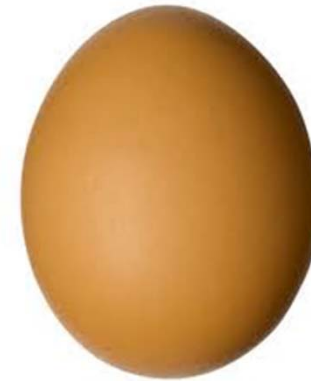
Sensitivity



Timing



It is very difficult to gather requirements on large projects.



It is very difficult to split up large projects until you know the requirements.

So How Do You Manage The Split?

It depends....

At less than \$1M, the project doesn't need to be split.

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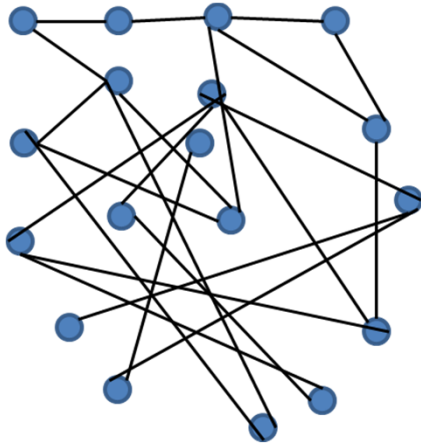
Between \$1-5M, the project can be split by eyeball.

Between \$5-10M, the split requires a Project Optimization Methodology.

Over \$10M, the split requires a formal pre-planning process, a dedicated team, and a Project Optimization Methodology.

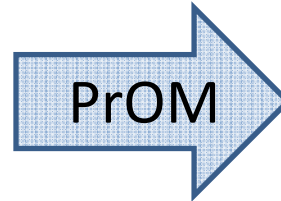
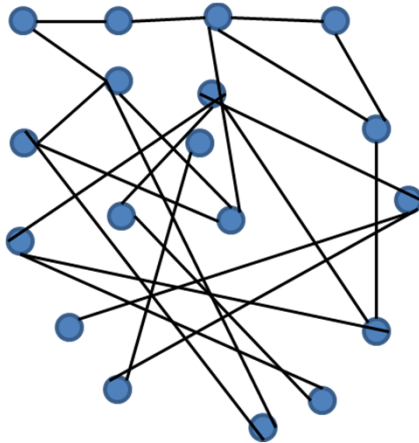
Project Optimization Methodology (PrOM)

Non-Optimized Project (NOP)



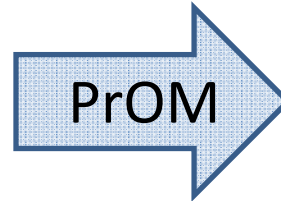
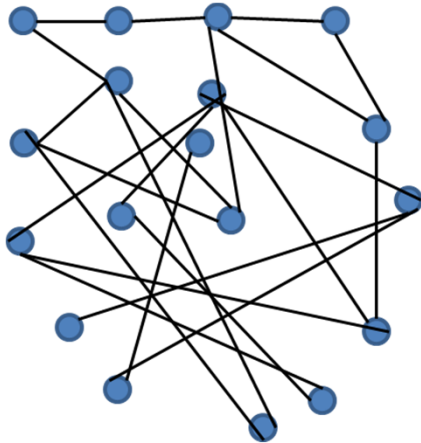
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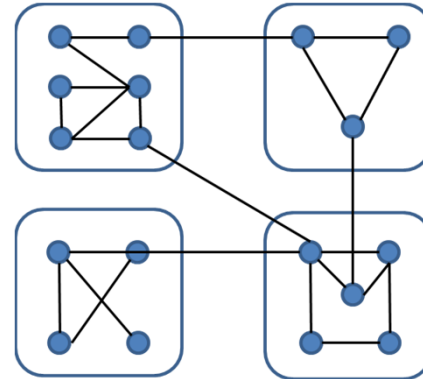


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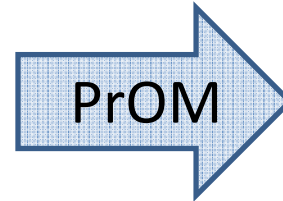
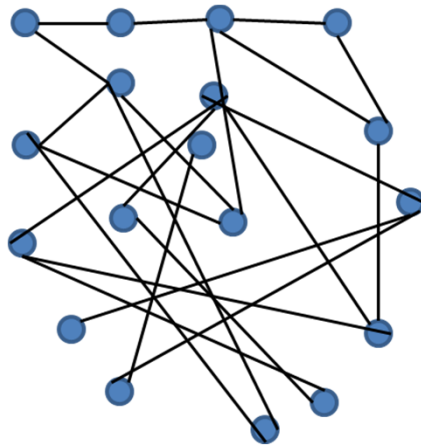


Highly Optimized Project (HOP)

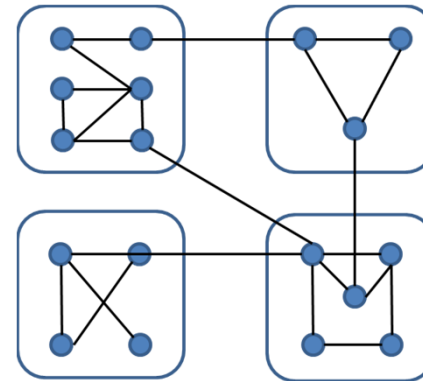


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Highly Optimized Project (HOP)



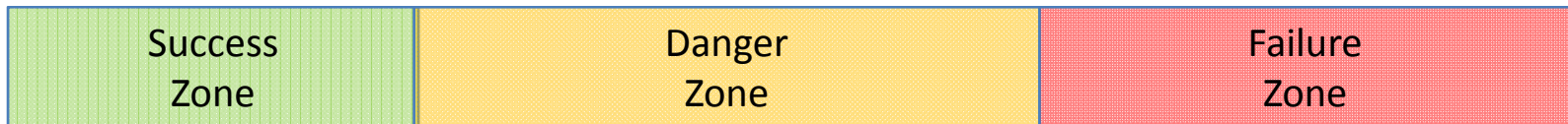
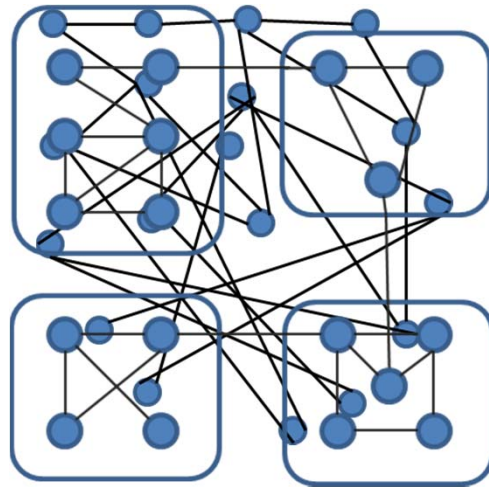
Example of PrOM:

Simple Iterative Partitions (SIP)

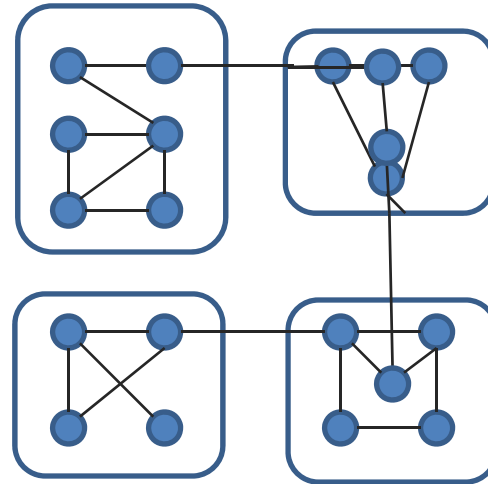
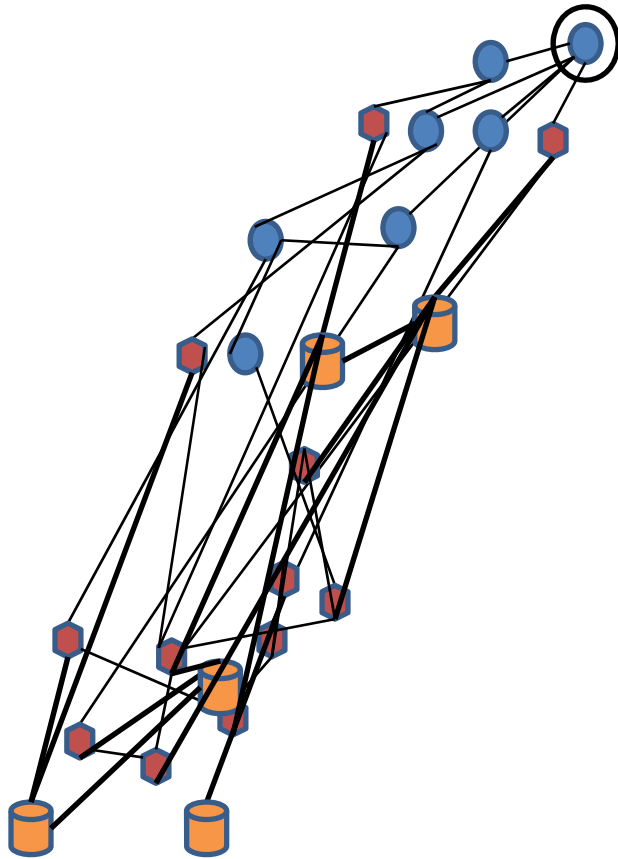
Mathematical
Predictive

Analytical
Patented

Impact on Failure



Impact on Agility



Summary

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In a bad way.

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They are unmanageable.

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Worry about how to split large projects into an optimal collection of small projects.

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Worry about how to split large projects into an optimal collection of small projects.

Easier said than done.

Don't worry about how to manage small projects.

It is hard to mess them up!

Thank You!

Upcoming Web Shorts:

The Mathematics of Optimization

Size and Agility

Risk in the Cloud

Simple Iterative Partitions (SIP): A Project Optimization Methodology

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The End