Management
Information Systems (MIS)

37C00100 Spring 2024

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February 27, 2024

Aalto University School of Business

Teaching assistant: Emma Eini



Topics in today's lecture

- My academic background
- Digital era and revolutions; new skills needed from biz students
- ICT use and investments in Finland, government policies, digital barometers
- Digital maturity models
- EU's recent initiatives twin transition; AI and Data acts

- Future jobs and skills and why should you study MIS?
- Information Systems Science (ISS) a young discipline
- Practical information about the lectures & assignments
- Wrap up and next steps
- Chapters 1 & 2 of the book see the prerecorded video lecture in MyCourses



My academic background





IBM PC 5150 Macintosh 128K My 1st computers I used at Aalto when studying ISM (IS and OR/MS)





Member of the workgroup that developed Aalto's student wellbeing questionnaire

First Principal University Lecturer in Aalto BIZ

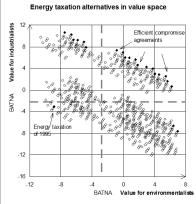
https://www.aalto.fi/en/news/thepresident-has-appointed-the-firstprincipal-university-lecturers-ataalto-university



MSc thesis in OR/MS regarding Multiple-Criteria **Decision-Making (MCDM)**

BIZ Bachelor Program:





Teaching: MIS, BSc thesis seminar, Programming I, Business Process Management for the Digital Era, previously Digitalism Challenge hackathon until '19

Research: Text-mining & science visualization, online collaboration, experiences, digital sustainability



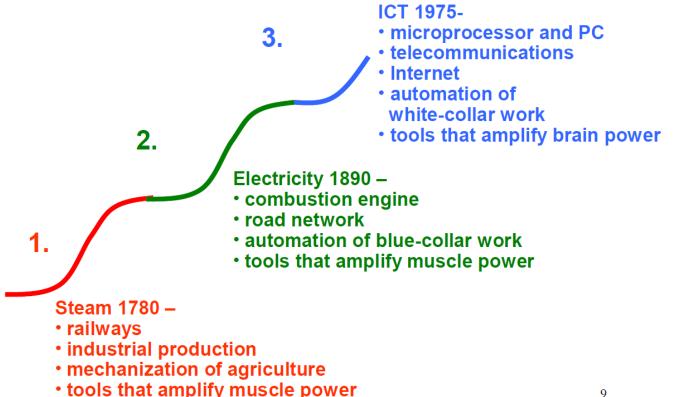
Big data Strategy for Finland 2014 http://julkaisut.valtioneuvosto.fi/handle/10024/77879

AND COMMUNICATIONS

Digital era and revolutions: New skills needed from business students

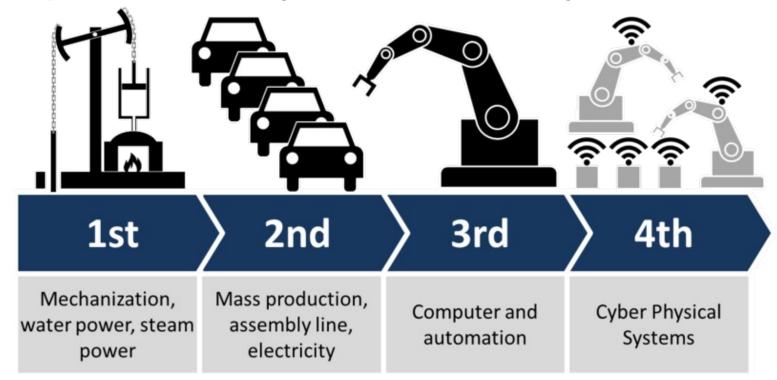


3 industrial revolutions and general purpose technologies



4th industrial revolution / Industry 4.0

Built on the digital age, and distinguished by a **ubiquitous and mobile internet**, small powerful **cheap sensors**, artificial intelligence (AI) and machine learning (ML).

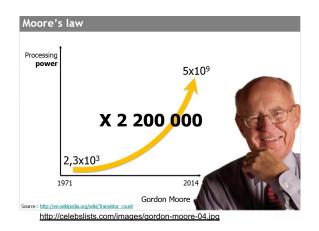


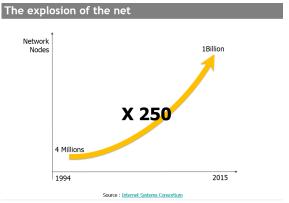
Source: Shankar, U. (2016), "Industry 4.0 - The fourth industrial revolution", https://www.linkedin.com/pulse/industry-40-fourth-industrial-revolution-umang-shankar, Nov 28, 2016.

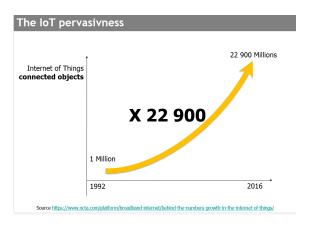
Details of digital revolutions since 1950s

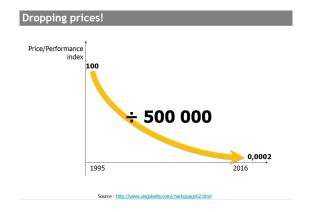
Revolution	Ascension	Enablers	Leverage
Computational	1950	Electronics + Binary	Management
Revolution		computation	Information
			System
Communications	1980	Personal computer +	Strategic
Revolution	- 3-0-0-096-3-00	Telecommunications	Information
			System
Commercial	1995	The Internet	Business Model
Revolution			
Collaborative	2010	Social + Mobile + "SMAC"	Platform
Revolution		Analytics + Cloud	Ecosystem
Cognitive	Imminent	Cognitive	Global Brain
Revolution		technologies	

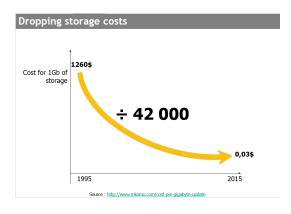
Enabling trends











Industry 5.0

15.0 aims to create a more harmonious and resilient society that respects the environment and human dignity.

Industry 4.0 has been criticized for its overly technical and economic focus, particularly its limited attention to the human side of management.

There is a growing realization that economic success can yield unsustainable social consequences and that firms must leverage advanced technologies to create workplaces that are human-centered, benefit society, and improve quality of life.

The differentiating feature of I5.0 over its predecessors is that it aims to reset the economic and social balance through responsible governance.

It focuses on enhancing sustainability and transitioning towards a digital society.



MIT professors Brynjolfsson and McAfee, book 2017



The latest phase of **computers and the internet** have created **three shifts in how work happens**.

- 1. The first is **artificial intelligence (AI):** a move from **man to machine** (self-driving cars, online translation, etc.).
- 2. The second is a shift from **products to platforms** (such as Facebook, Alibaba, Airbnb).
- 3. The third shift is from the **core to the crowd**. The core refers to centralized institutions (like central banks or the *Encyclopedia Britannica*); the crowd refers to the **decentralized**, **self-organizing participants**



MaCuDE's 9 task forces foundational pillars of business education

Each task force is responsible for identifying necessary changes for business education.





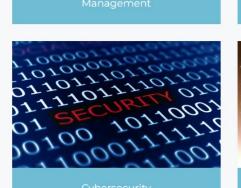






Source: https://macude.org/ MaCuDE = Management Curriculum for the Digital Era







MaCuDE – Phase 1 report

The Digital Era is characterized by five key developments, which are also reflected in the curricula of business schools:

- Data Analytics and Machine Learning
- Programming
- Algorithms and Artificial Intelligence
- Emerging Digital Technologies, and
- Managing Digital
 Organizations

"Business School students should be exposed to emerging technologies and learn how to assess their utility." (p.8)

Developing Digital Leaders

A Report of the Current State of Digital Topics in Undergraduate and Graduate Business Curricula

Gregory Prastacos
Michael zur Muehlen
Elizabeth Gomez
Stevens Institute of Technology

Stevens Institute of Technology

School of Business

Macube

Ma

Source: MaCuDE: Developing digital leaders (2022) https://macude.org/wp-content/uploads/2022/09/Stevens-MaCuDE-Report-PHASE-1.pdf

MaCuDE – Phase 1 report 2022

To facilitate data-driven decision-making, individuals are expected to be **familiar with the lifecycle of information**, i.e., develop a **sense of data literacy**:

Data collection and data integration

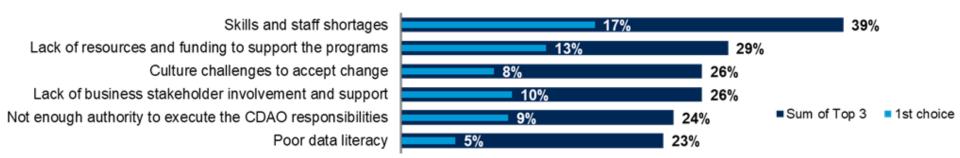
Data literacy transcends disciplinary boundaries and is a requirement of all business school graduates, no matter their major. While many disciplines have specific requirements that align with their specific data formats (e.g., customer data in Marketing, market data in Finance), themes such as the **trustworthiness of data, technical data integration, and information visualization are crosscutting concerns**.

Once a sense of data literacy is established, Business School graduates need to be familiar with techniques for the analysis of these data sources. This includes:

- Data Interpretation
- Data Visualization
- Storytelling with Data (presenting data visually in a persuasive way to convince an audience)
- Data-driven Decision-Making

Most critical roadblocks in data and analytics

Poor data literacy is among the top roadblocks to the success of data and analytics initiatives



An overwhelming majority of respondents explicitly include **data-driven culture /change management** (75%) and **data literacy/skills training** (67%) within their data and analytics strategies as their top priorities. (Gartner, 2022)

Sources: Graph by Gartner (March, 2023): <u>Gartner Survey Reveals Less Than Half of Data and Analytics Teams Effectively Provide Value to the Organization</u> and Gartner, (December 2022): <u>CDAOs Must Engage Their Stakeholders to Foster Data Literacy and Deliver the Value of Data and Analytics (gartner.com)</u>

Top-5 skills emphasized by recruiters

Skills in highest demand

Data skills/data literacy
Communication and collaboration skills
Basic computer skills
Project management skills
Presentation/public speaking skills

Skills that have increased most in demand over the past 2 years



Skills recruiters anticipate will increase most in importance in the next 5 years

1	Data skills/data literacy
2	Communication and collaboration skills
3	Research skills
4	Project management skills
5	Computer programming skills

Base: 219 US hiring managers/recruiters involved with decision making regarding recruiting new employees or creating job role requirements

Note: Showing top 5

Source: A commissioned study conducted by Forrester Consulting on behalf of Tableau, January 2021

Source: Forrester Consulting (2021), "The Great data literacy gap: demand for data skills exceeds supply", https://www.tableau.com/sites/default/files/2021-06/Tableau Data Literacy Report.pdf

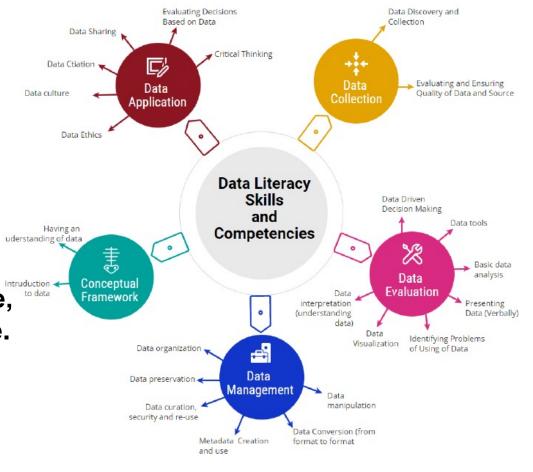
Data skills are valued and pay off



Data literacy

The ability to read, write and communicate data in context, including an understanding of data sources and constructs, analytical methods and techniques applied — and the ability to describe the use case, application and resulting value.

(Gartner, 2019)



Digitalization, ICT and R&D investments in Finland – macroeconomic trends, Government policies and companies' IT use statistics



Prof. Pohjola's 2014 report to Technology Industries in Finland

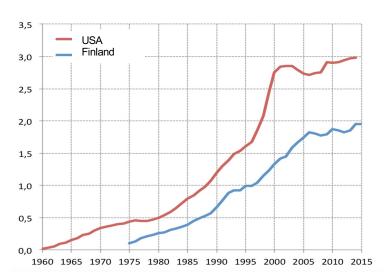
"Regarding the utilization of ICT, we are at the same phase as **how electricity was used in the 1930's**. The greatest productivity gains from electricity accrued from the **new ways of operating** that it enabled." (cf. digital transformation, digitallinen murros)

"Why ICT would revolutionize the world only now? Because digital technology is only now so cheap that everybody can afford it. The computing power of a tablet is the same as that of a 10-15 year-old supercomputer, which cost millions."

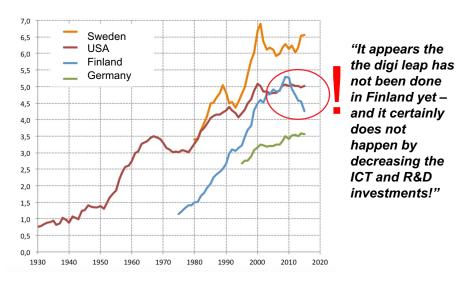
"It is though a problem that only a handful of firms' executives understand the impact and opportunities of digitalization in combining industrial manufacturing and service production." *

* This is gradually improving, see e.g. SITRA's Situation room: <u>Datatalouden osaamisen kehittäminen – Datatalouden ABC-koulutuksen julkistustilaisuus - Sitra</u> and <u>24 interesting data economy solutions from Finland - Sitra</u> and <u>Fair data economy roadmap – Sitra</u>, and the Dimecc Ecosystem https://www.dimecc.com, or the Twin (digital & green) transition initiatives, e.g. Data4Circularity - towards a data-driven circular economy in Finland, 16 February 2022 - circinnovation, and the innovation ecosystem of the built environment KIRAHub Home - English - KIRAHub

Prof. Pohjola on ICT, productivity and economic growth in 2019



The share of **software and databases** from private sector net capital (excluding apartments,%)



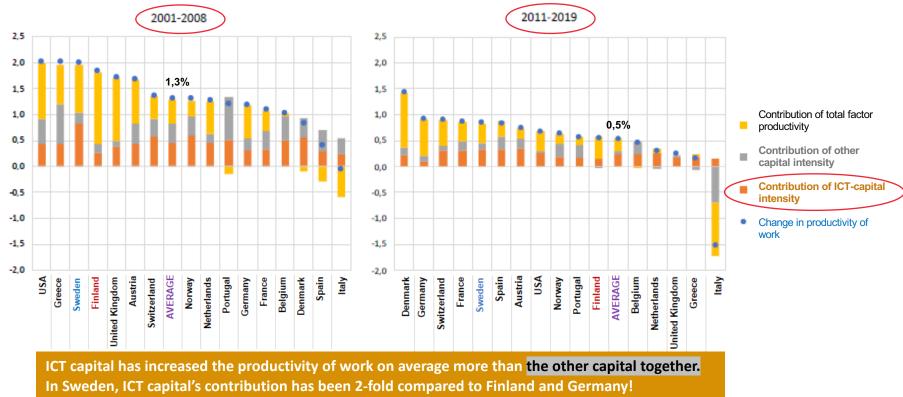
Investments to intellectual property (software and databases, R&D - in relation to GDP)

Source: Pohjola (2019): ICT, productivity and economic growth. Economist's view https://ilf.fi/wp-content/uploads/sites/11/2019/12/ILF-IT-tuottavuus-iltapuhde-190131-4-Matti-Pohjola.pdf
See also Pohjola (2020): Teknologia, investoinnit, rakennemuutos ja tuottavuus – Suomi kv vertailussa: https://julkaisut.valtioneuvosto.fi/bitstream/handle/10024/162051/TEM 2020 05.pdf

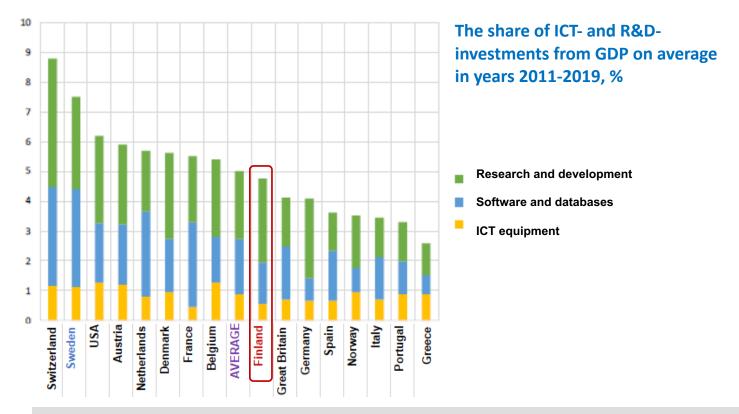
Prof. Pohjola on productivity, structural change and economic growth in 2021

Average annual change in the productivity of work (%), and contributions of sources to it (%-points)

Comparing two 9-year periods (-> growth in productivity of work has on average slowed down from 1,3% to 0,5%):



Prof. Pohjola on productivity, structural change and economic growth in 2021

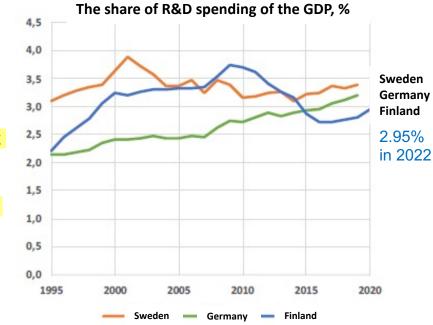


Finland's ICT investments' share of all investments is almost half compared to that of Sweden, and even below the average of 16 OECD countries.

Prof. Pohjola on productivity, structural change and economic growth in 2021

Also, the **share of R&D spending of the GDP** has fallen smaller in Finland than in Sweden and Germany.

To remedy the situation, PM Sanna Marin's Government decided to turn the R&D and innovation funding to a growth path, by outlining a road map for increasing them to 4% of GDP by 2030 and to develop Finland as the world's best innovation and experimentation environment (R&D funding law since 2023).



Economical research gives solid grounds for the change of direction in innovation policy. **Direct R&D** subsidies to companies, indirect subsidies via tax deductions, as well as facilitating the immigration of trained workforce are effective means in the short term (ca. 5 years), while increasing education*, especially in the fields of science and technology, are effective in the long term.

^{*} ICT degrees (including ISM) are valued with a coefficient of 1.75x by the Finnish Ministry of Education and Culture

Finland's information and technology policy guidelines prepared by the Parliament's Futures committee and Tietopolitiikka.fi group.

Tietopolitiikka.fi (est. 2020) is a collaboration group, which includes information policy actors from all parliamentary parties.

Their 63 action recommendations from March 2023 presented views that the group and also several stakeholders agreed on.

The recommendations impacted the **information and technology policy guidelines for Orpo's Government program**, with which Finland aims to respond to the challenges and opportunities of the digital age.

(See details on <u>Hallitusohjelmakirjaukset tietopolitiikasta - Google Drive</u>)

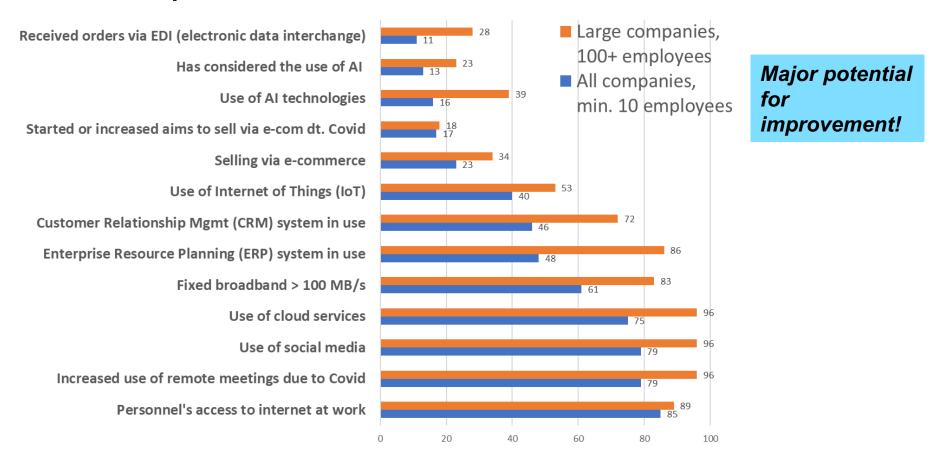
Contents of report: Management of information and technology policy, human-oriented public services, interoperability of services, digital infra, enabling legislation, public procurement, innovations and digital transition, digital skills, digital security, democracy and participation in the digital era.

Sources: https://tietopolitiikka.fi/ (2023): Information and technology policy: 63 action recommendations Eduskunnan tulevaisuusvaliokunta (2023): Cross-administrative management of information and technology policy: https://www.eduskunta.fi/Fl/naineduskuntatoimii/julkaisut/Documents/TUVJ-5-22.pdf

Tieto- ja teknologiapolitiikka

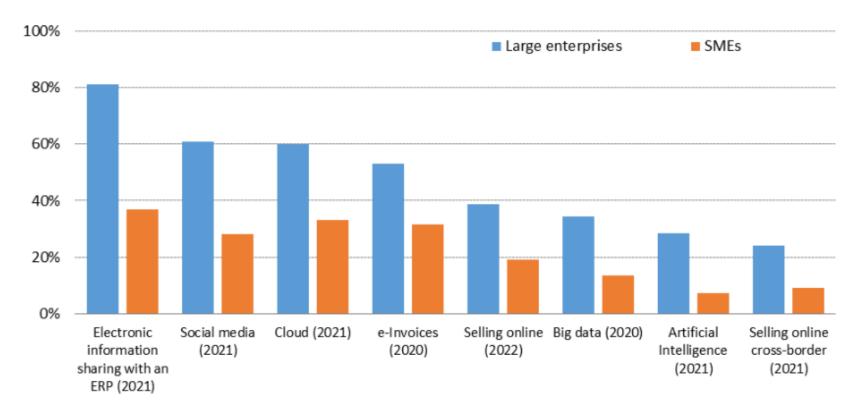
- 1. Tieto- ja teknologiapolitiikan johtaminen
- 2. Ihmislähtöiset julkiset palvelut
- 3. Yhteentoimivuus
- 4. Digitaalinen infrastruktuuri
- 5. Mahdollistava lainsäädäntö
- 6. Julkiset hankinnat
- 7. Innovaatiot ja digitaalinen siirtymä
- 8. Digitaalinen osaaminen
- 9. Digitaalinen turvallisuus
- 10. Demokratia ja osallisuus digiaikakaudella

Overview of use of ICT in Finnish companies (min. 10 persons) in 2021, % of all companies



Data from Statistics Finland (2021) "Use of IT in enterprises", available at https://www.stat.fi/til/icte/2021/icte 2021 2021-12-03 tie 001 fi.html, 3.12.2021

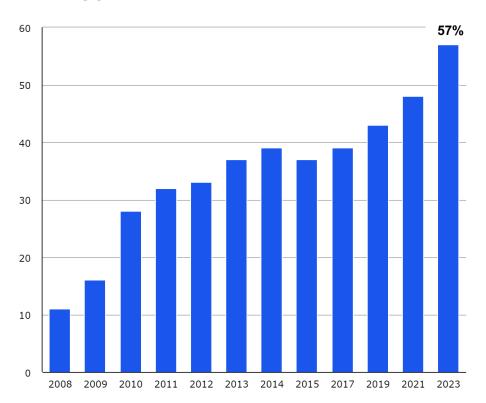
Adoption of digital technologies (% enterprises) in EU countries

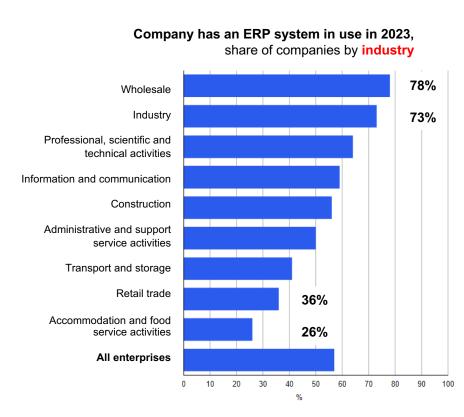


Source: Eurostat, European Union survey on ICT usage and e-commerce in enterprises.

Use of ERP systems in Finnish companies in 2023

- **57%** overall





Lähde: Tilastokeskus, tietotekniikan käyttö yrityksissä

ERP = Enterprise Resource Planning system (toiminnanohjausjärjestelmä)

Source: Statistics Finland (Dec 7, 2023): https://stat.fi/julkaisu/cl8ju4icl85120cvzb2317b7z and https://stat.fi/julkaisu/cl8junjuw8i2g0cw15veu2sl2

Use of CRM systems in Finnish firms in 2023

76%

- 49% overall

80

70

60

50

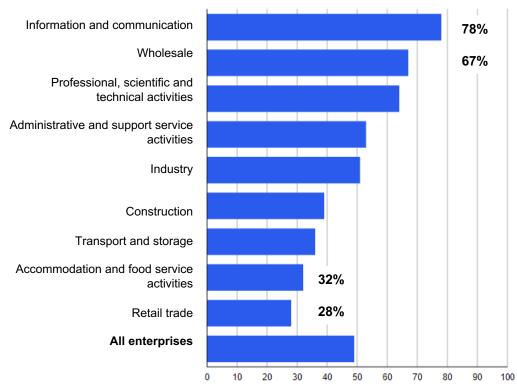
40

30

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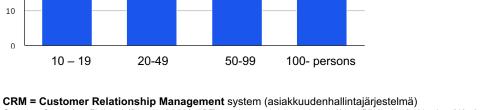
Company has a CRM system in use in 2023,

share of companies by size

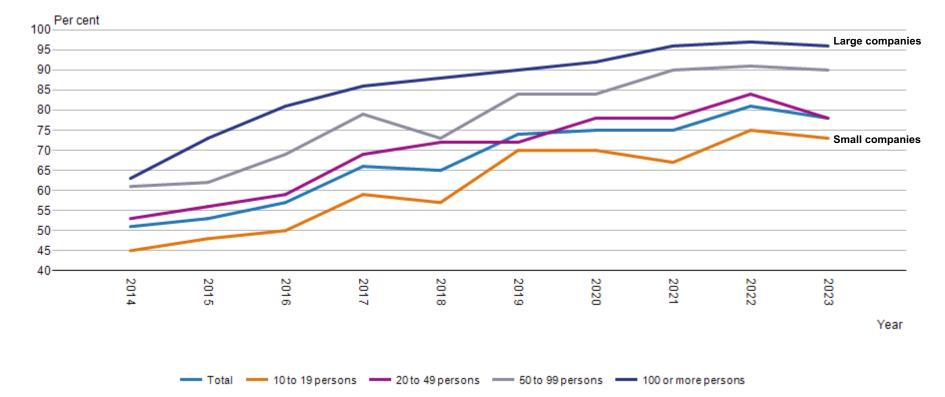


Company has a CRM system in use in 2023,

share of companies by industry



Use of cloud services in Finnish companies – 78% overall

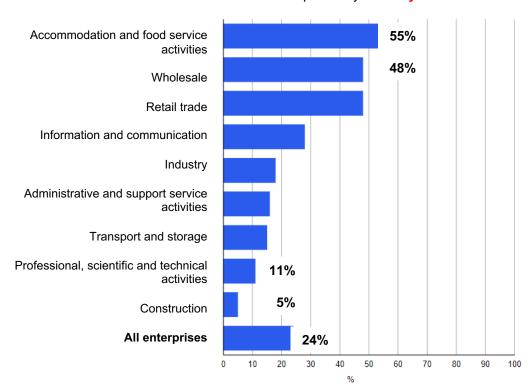


Use of Online selling in Finnish firms in 2022

- 24% overall

Online selling means orders for products or services received by the company, which have been made on the company's own website or electronic marketplace.

Prevalence of online selling, share of companies by industry



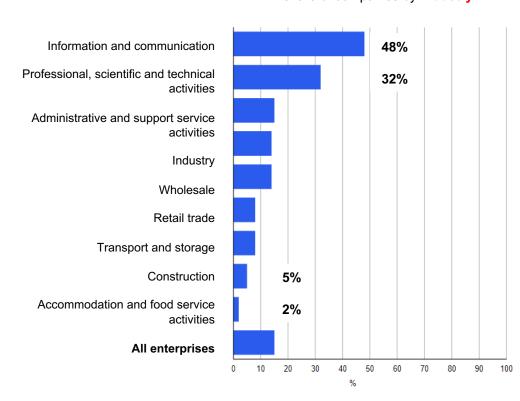
Use of Artificial intelligence in Finnish firms in 2023

- 15% overall

Company has Al technologies in use in 2023, share of companies by industry

Al technologies were used by 15% of companies. **42% of the largest companies (at least 100 employees)** and 10% of the smallest companies (10–19 employees) used Al technologies.

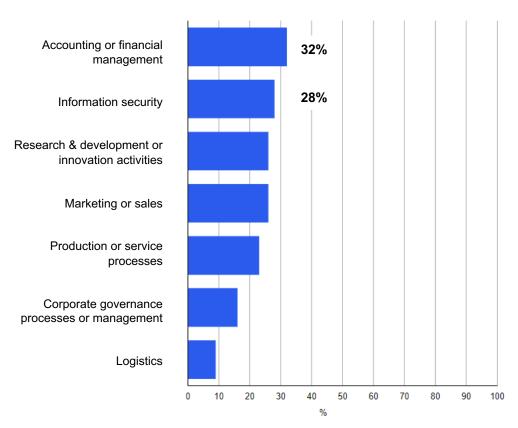
By industry, AI technologies were clearly most commonly used in the information and communication (48%) and professional, scientific and technical activities (32%) industries.



Use purposes of Al in Finnish companies in 2023

Al is most commonly used for accounting and financial management (32%), representing 5% of all companies. Next in information security (28%) or in R&D and innovation (26%).

% in enterprises that report using AI

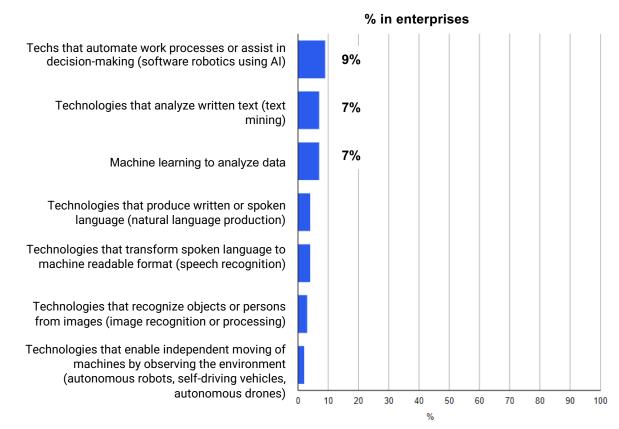


Al technologies used in Finnish companies

in 2023

The most commonly used Al technologies automate work processes or assist in decision-making (software robotics using Al), which were used by 9% of companies.

Technologies that analyze written text (7%) and machine learning to analyze data (7%) were the next most common Al technologies.



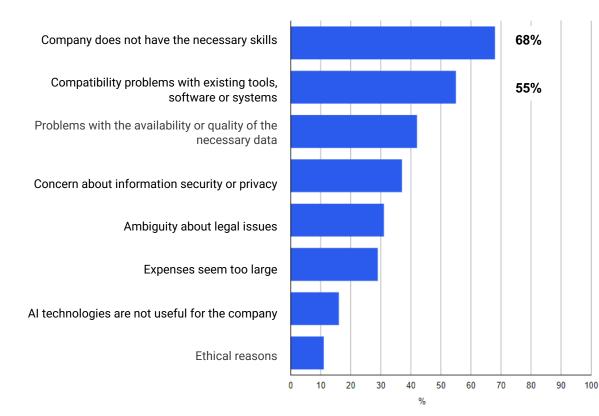
Reasons for not using Al technologies in Finnish

companies in 2023

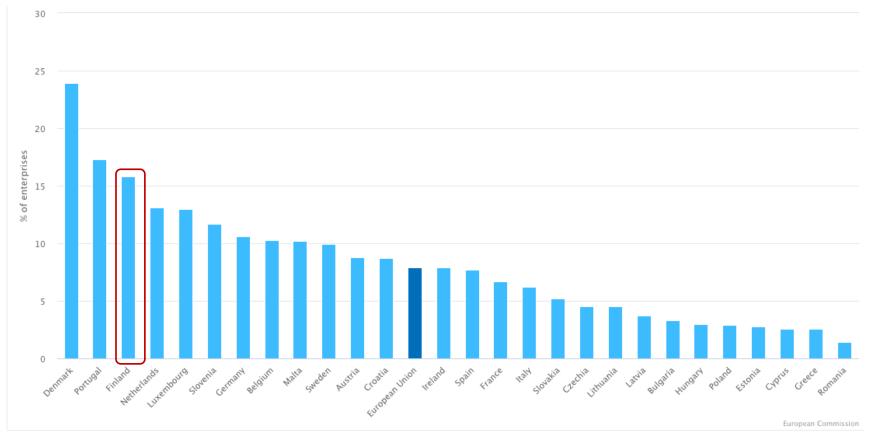
% in enterprises who do not use Al but have considered using

The most common reason for the company not using Al technologies (of those who do not use Al technologies but have considered it) was a **lack of skills** (68%).

Common reasons were also **compatibility problems** with existing tools, software or systems (55%) and problems with the **availability and quality of the necessary data** (42%).



Comparison to other EU countries – Al tech used in enterprises in EU countries in 2021



Source: DESI 2023 dashboard for the Digital Decade - Digital Decade DESI visualisation tool (europa.eu)

Use of Automatic data transmission in Finnish firms in 2023 – 13% overall

Sales via **automatic data transfer**, i.e. orders placed by customers via **EDI** (Electronic Data Interchange), also automatic demand-driven orders created by system & orders that are received directly into ERP.

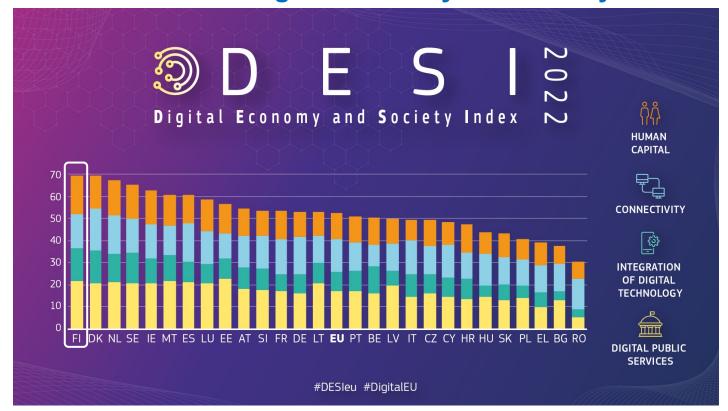
EDI is a procedure in which a data flow is produced from the information located in the company's IS, which is transmitted electronically to the receiving organization and can be automatically further processed there. The term EDI/OVT (organisaatioiden välinen tiedonsiirto) is often used. Examples of EDI are EDIFACT (UN's message standard), ODETTE, XML/EDI.

13% of the companies used automatic data transmission for receiving sales orders. The use of automatic data transfer for receiving orders was most common among industries in **wholesale (28%)** and industry (22%). By size, the frequency of receiving orders with automatic data transfer was strongly focused on the largest companies (28%). In 2022, the value of sales made with automatic data transfer in all companies (min 10 employees) was ca. 75 billion euros - corresponding to 18.4% of the companies' combined turnover.

Digital indexes and barometers



Finland 1st in EU's Digital Economy and Society Index DESI 2022

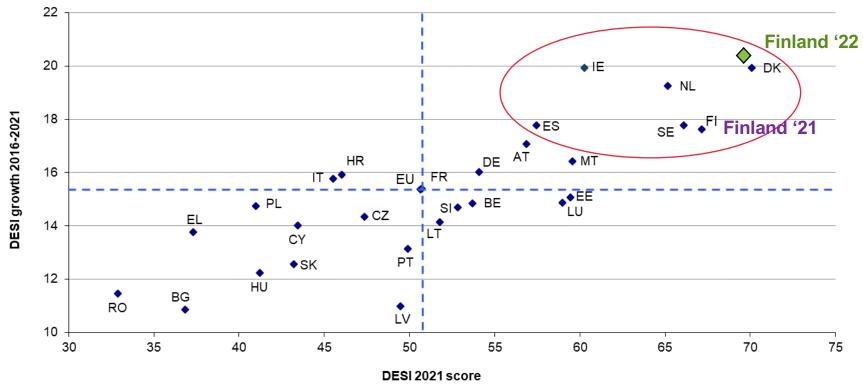


Source: https://ec.europa.eu/digital-single-market/en/desi, 2022. From 2014 to 2022, DESI summarised indicators on Europe's digital performance and tracked the progress of EU countries.

As of 2023, and in line with the **Digital Decade Policy Programme 2030**, DESI is now integrated into the State of the Digital Decade report and used to **monitor progress towards the digital targets**.

DESI Progression from 2016 vs. score in 2021

The most significant progression was noted in Ireland and Denmark, followed by the Netherlands, Spain, Sweden & Finland. These countries also perform well above the EU DESI average based on their scores in DESI 2021.



Source: https://ec.europa.eu/digital-single-market/en/desi, 2021.

In 2022, Finland's score is 69.6 (was 67.1 in 2021) and Denmark's 69.3 (was 70.1 in 2021), while the EU average is 52.3 in 2022 (was 50.7 in 2021).

Overview of 4 DESI dimensions 2022

DESI Dimension	Indicators related to the Path to the Digital Decade proposal			
1 Human capital	At least basic digital skills			
	ICT specialists			
	Female ICT specialists			
2 Connectivity	Gigabit for everyone (Fixed very high capacity network coverage)			
	5G coverage			
3 Integration of digital SMEs with a basic level of digital intensity				
technology	AI			
	Cloud			
	Big data			
4 Digital public services	Digital public services for citizens			
	Digital public services for businesses			

Source: European Commission

Details on DESI dimensions 1(2)

Dimension	Sub-dimension	Indicator
		1a1 At least basic digital skills
	1a Internet user skills	1a2 Above basic digital skills
		1a3 At least basic digital content creation skills
1 Human capital		1b1 ICT specialists
	1b Advanced skills and	1b2 Female ICT specialists
	development	1b3 Enterprises providing ICT training
		1b4 ICT graduates
2 Connectivity	2a Fixed broadband take-up	2a1 Overall fixed broadband take-up
		2a2 At least 100 Mbps fixed broadband take-up
		2a3 At least 1 Gbps take-up
	2b Fixed broadband coverage	2b1 Fast broadband (NGA) coverage
		2b2 Fixed Very High Capacity Network (VHCN) coverage
	2c Mobile broadband	2c1 5G spectrum
		2c2 5G coverage
		2c3 Mobile broadband take-up
	2d Broadband prices	2d1 Broadband price index

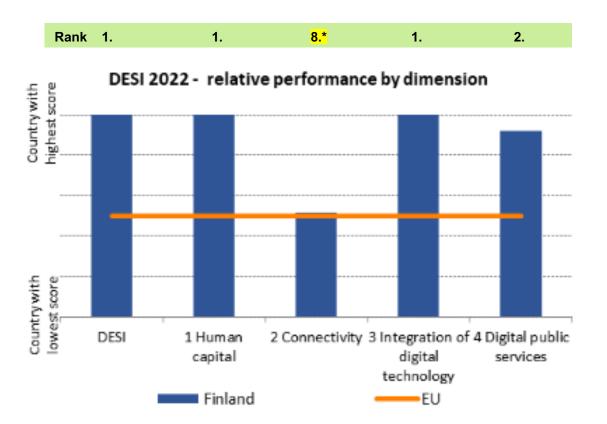
Source: https://ec.europa.eu/digital-single-market/en/desi, 2022.

Details on DESI dimensions 2(2)

	1	1		
3 Integration of digital technology	3a Digital intensity	3a1 SMEs with at least a basic level of digital intensity		
	3b Digital technologies for businesses	3b1 Electronic information sharing		
		3b2 Social media		
		3b3 Big data		
		3b4 Cloud		
		3b5 Al		
		3b6 ICT for environmental sustainability		
		3b7 e-Invoices		
	3c e-Commerce	3c1 SMEs selling online		
		3c2 e-Commerce turnover		
		3c3 Selling online cross-border		
4 Digital public services	4a e-Government	4a1 e-Government users		
		4a2 Pre-filled forms		
		4a3 Digital public services for citizens		
		4a4 Digital public services for businesses		
		4a5 Open data		
		•		

Source: https://ec.europa.eu/digital-single-market/en/desi, 2022.

Finland's DESI performance by dimension in 2022



* Connectivity: Many sparsely populated areas still do not have any VHCN (very high capacity network) availability or are served by only one VHCN.

Although Finland's rate of fixed VHCN coverage is close to the EU average (68% vs. 70%), it scores low (12.4%) in rural areas.

The rank improved from 13th (in 2021) to 8th (in 2022).

Finland's Digital public services indicators in DESI 2021

Finland ranks **2**nd in the digital public services, after Estonia, followed by Malta and the Netherlands.

		Finland Finland		EU
	DESI 2020	DESI 2021	DESI 2022	DESI 2022
4a1 e-Government users	91%	91%	92%	65%
% internet users	2019	2020	2021	2021
4a2 Pre-filled forms	NA	NA	90	64
Score (0 to 100)			2021	2021
4a3 Digital public services for citizens	NA	NA	90	75
Score (0 to 100)			2021	2021
4a4 Digital public services for businesses	NA	NA	93	82
Score (0 to 100)			2021	2021
4a5 Open data	NA	NA	86%	81%
% maximum score			2021	2021

[&]quot;Finland scores well above the EU average. Online interaction between government authorities and the public is approaching the maximum level with 92% of Finnish internet users using e-government services. Finland performs very well on pre-filled forms (90%), and on providing online services for both individuals and businesses. Finland scores above the EU average on open data, too."

Source: https://ec.europa.eu/digital-single-market/en/desi, 2022.

Aalto students have contributed also!

ISM has organized the Public service hackathon aka Digitalism Challenge course 5 times with Accenture and Fjord.

The course was about solving real challenges related to digitalization at the public sector.

Last time, the client was **Nordic Smart Government** project (PRH, State Treasury and Tax). Also 3 SME's from the food chain were invited as case companies (Fat Lizard brewery, Tapola farm, Organic Association)

Ca. 100 students from **5 Aalto Schools** in 20 teams.

Previous clients: HUS, Population Register Centre, Finnish Customs, Finnish Defence Forces, National Police Board, Finnish Border Guard, Ministry of the Interior, Government Shared Services Centre for Finance and HR, the Apotti Project, City of Helsinki's Disability Services, Eteva, Helsinki's Family Centres and Nordea with Tax Admin.

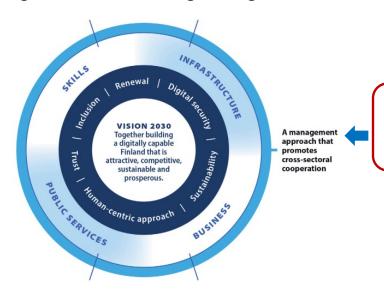
https://www.whatif.aalto.fi/pshack

https://www.aalto.fi/en/news/solutions-innovated-during-the-digitalism-challenge-course-are-put-into-practice



DESI now in Digital Decade Report

As of 2023, in line with the EU's Digital Decade Policy Programme 2030, DESI is now integrated into the **State of the Digital Decade report** and used to monitor progress towards the digital targets.



Sources: https://digital-strategy.ec.europa.eu/en/policies/desi
Interactive stats: DESI 2023 dashboard for the Digital Decade - Digital Decade - Digital Decade DESI visualisation tool (europa.eu)
Government report: Digital Compass (valtioneuvosto.fi)

Digital Decade Country Report 2023: Finland

Finland has been at the forefront of the digital transformation for many years, expected to make a very strong contribution to the collective efforts to achieve the EU's Digital Decade targets. It has rolled out comprehensive digital policies with early adoption of 5G, has well-developed e-Government services, and has a highly skilled workforce coupled with good coordination and programming. Further measures are needed to reach the gigabit connectivity target. To guide its digital transformation over the coming years, Finland submitted its own Digital Compass in 2022, which is well aligned with the Digital Decade Policy Programme.

Finland is collaborating with other Member States in exploring the possibility to set up **European Digital Infrastructure Consortia (EDICs)** on: (i) Genome, to enable the effective and secure crossborder access to repositories of personal genomic datasets; (ii) Copyright Infrastructure, to release the potential of EU's creative sectors; (iii) Mobility And Logistics Data, to enable access, sharing and reuse of data in these areas; and (iv) Innovative Massive Public Administration inter-Connected Transformation Service, to develop a new generation of advanced cross-border services.

EU's Digital Decade policy programme

The programme sets out digital ambitions for the next decade in the form of concrete targets. The main goals are:

- 1. A digitally skilled population and <u>highly skilled digital professionals</u>
- 2. Secure and sustainable <u>digital infrastructures</u>
- 3. Digital transformation of <u>businesses</u>
- 4. Digitalisation of public services

Government

Key Public Services - 100% online Everyone can access health records online Everyone can use eID

Skills

20 million employed **ICT specialists**, more graduates + gender balance 80% of adults can **use tech** for everyday tasks



Infrastructure

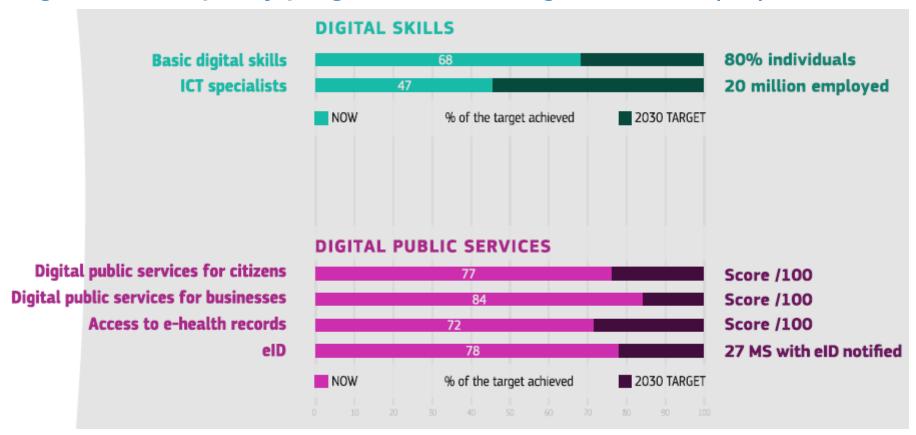
Gigabit connectivity for everyone, high-speed mobile coverage (at least 5G) everywhere EU produces 20% of world's semiconductors 10 000 cloud edge nodes = fast data access EU quantum computing by 2025

Business

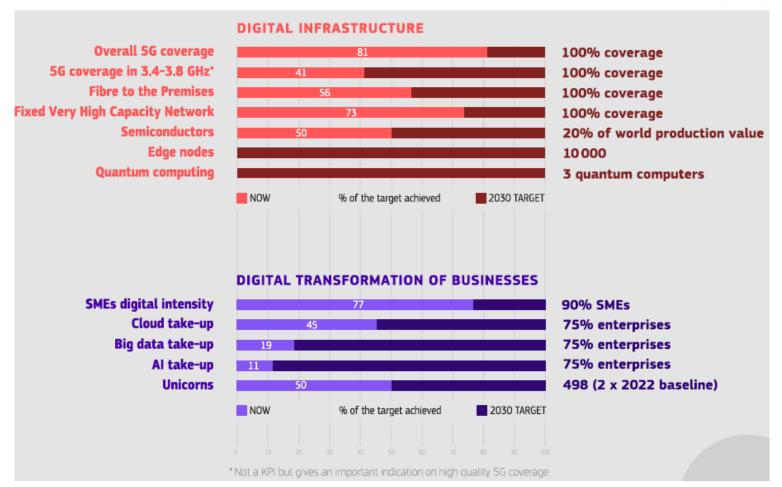
75% of companies using **Cloud, AI or Big Data**Double the number of **unicorn startups**90% of **SMEs taking up tech**

https://digital-strategy.ec.europa.eu/en/policies/europes-digital-decade#tab_1

Digital Decade policy programme – EU targets for 2030 (1/2)



Digital Decade policy programme – EU targets for 2030 (2/2)



Finland in EU's Digital Decade Country Report 2023

Finland should continue implementing its policies in the area of digital skills. Notably, it should implement the announced policies to further increase the number of ICT specialists.

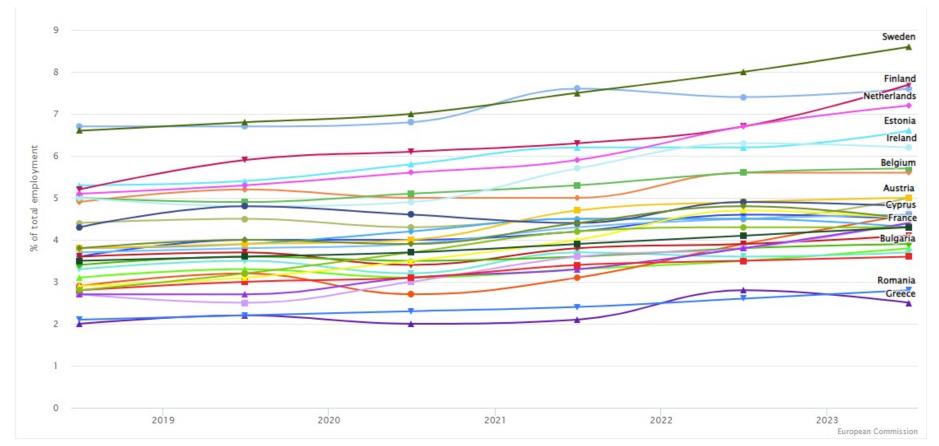
Finland should continue implementing its policies in the area of digitalisation of businesses. In particular, it should continue boosting the take up of advanced digital technologies by businesses, particularly in the area of AI and big data, by providing incentives for investment.

Finland should continue implementing its policies in the area of digital infrastructure. It should pay even more attention to very high-capacity network coverage, delivering broadband to the rural areas, including fibre to the premises throughout the country.

Measures taken by Finland in the field of semiconductors and quantum computing should continue in order to help the EU to become a strong market player in these areas.

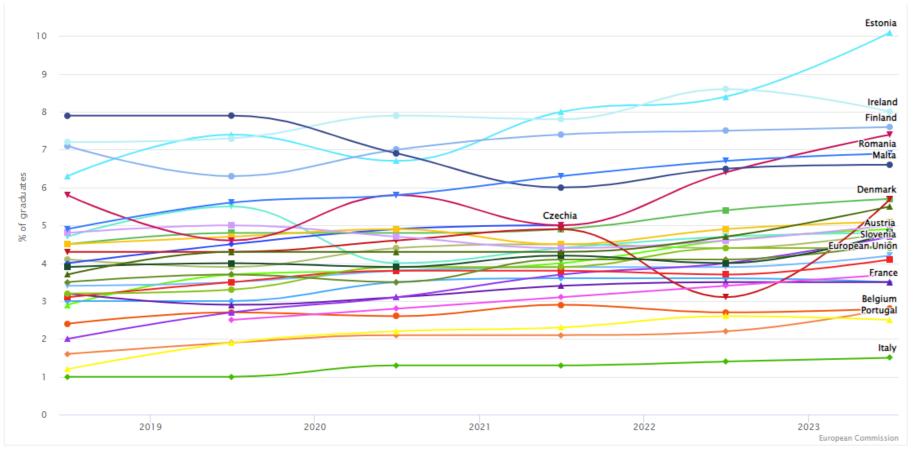
Finland should continue implementing its policies to digitalise public services. In particular, cybersecurity should stay at the forefront of governmental policies.

Selected DESI stats – ICT specialists (as % of total employment)



Source: European Commission <u>DESI 2023 - Compare countries progress - Digital Decade DESI visualisation tool (europa.eu)</u>, 2023. Explore the visualization tool for further insights on various items!

Selected DESI stats – ICT graduates (as % of graduates)



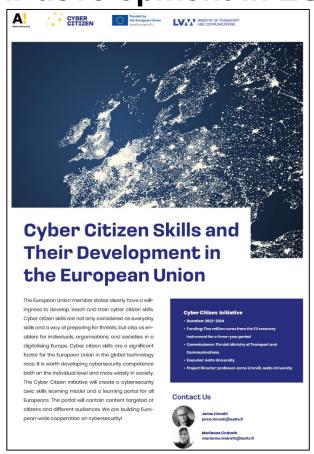
Source: European Commission DESI 2023 - Compare countries progress - Digital Decade DESI visualisation tool (europa.eu), 2023.

NEW: Cyber citizen skills and their development in EU

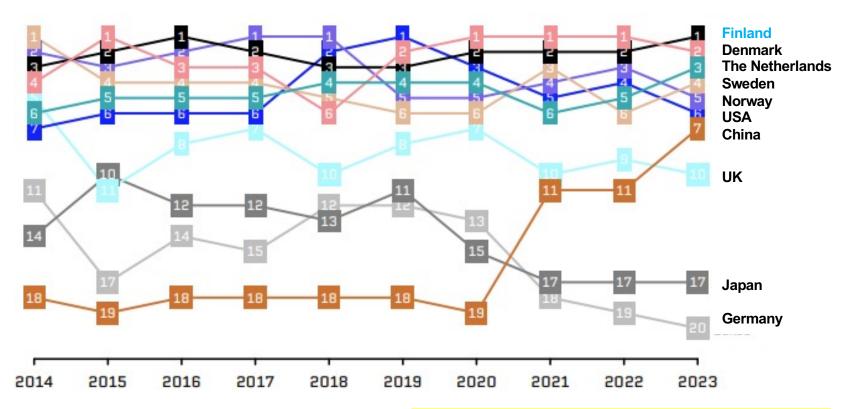


Finland / Aalto University creates an educational package to make cybersecurity a civic skill across the EU.

A participatory cyber game is created during the project.



Digi barometer 2023, Finland is 1st overall

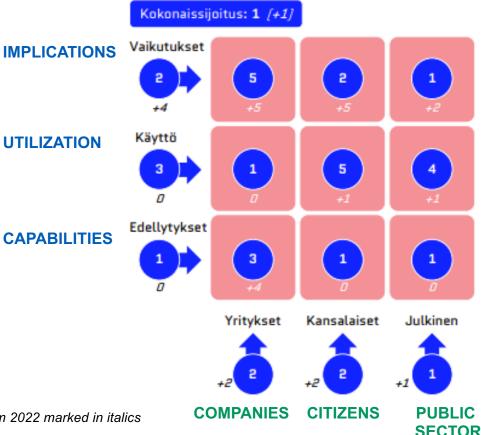


The barometer measures the **utilization of digital capabilities** in 22 countries (also outside EU) with a composite index of **36 variables**. The measurement is done on **three levels** (capabilities, utilization, and implications) and across **three sectors** (company, civic, and public). Source: https://www.etla.fi/julkaisut/muut-julkaisut/digibarometri-2023-data-tekoaly-ja-talouskasvu/ Etlatieto Oy

Digi barometer 2023

DIGIBAROMETER measures the utilization of digitalization on three levels (capabilities to utilize digitalization, actual utilization, and implications) and in three sectors (companies, citizens and public sector).

Finland fares very well in the capabilities (1st) and in actual utilization (3rd). In the implications Finland has improved the most from 2022 (from 6th to 2nd). In the sectors, Finland is 1st in the public sector and 2nd both in companies and civic sector.



Changes from 2022 marked in italics

Source: https://www.etla.fi/iulkaisut/muut-iulkaisut/digibarometri-2023-data-tekoaly-ia-talouskasyu/

Etlatieto Ov

Previous results compared to Pohjola's studies on ICT investments

Finland fares much worse in Pohjola's *ICT investment comparisons* than in DESI and other similar indexes regarding the digital economy and society. In 2022, the Desi Index ranked Finland 1st and Sweden 4th of EU countries.

WHY the discrepancy??

"DESI and other similar indexes measure the readiness and ability of citizens, businesses and other communities in utilizing and producing digital services. They do not evaluate how ICT and digital services increase both labour productivity and the demand for work, and thereby accelerating economic growth."



Digital maturity of companies at the global level





Digital maturity and DM models

Digital Maturity reflects "the status of a company's digital transformation" – thus it describes "what a company has already achieved with regard to transformation efforts" (Chanias and Hess, 2016; Thordsen and Bick, 2023)

Digital maturity comprises a technological and a managerial aspect and therefore can be seen as a holistic concept. Organizations reach the highest level of maturity when they have both a strong digital foundation and a good understanding of how to leverage this foundation for a strategic business advantage. Moreover, digital maturity is not a static concept because the digital landscape is continuously changing. (Teichert 2019, p. 1675)

Digital transformation: "An organizational change process that **improves an organization through digital technologies** and may lead to profound changes in value creation and the organizations' identity." (Christmann et al., 2024)

Chanias, S., & Hess, T. (2016). How digital are we? Maturity models for the assessment of a company's status in the digital transformation. Management Report/Institut für Wirtschaftsinformatik und Neue Medien, (2), 1-14.

Teichert, R. (2019). Digital transformation maturity: A systematic review of literature. Acta universitatis agriculturae et silviculturae mendelianae brunensis.

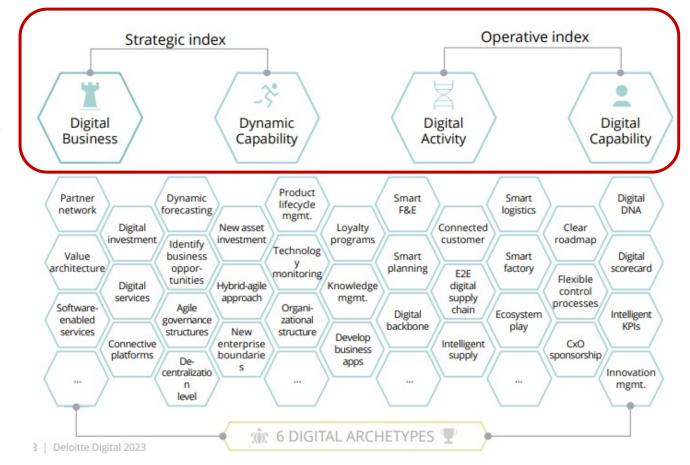
https://repozitar.mendelu.cz/xmlui/bitstream/handle/20.500.12698/1308/J-Teichert-ActaUnivAgricSilvicMendelBrun-6-2019.pdf

Thordsen, T., & Bick, M. (2023). A decade of digital maturity models: much ado about nothing?. Information Systems and e-Business Management, 21(4), 947-976. https://link.springer.com/article/10.1007/s10257-023-00656-w

Christmann et al. (2024) The twin transformation butterfly https://link.springer.com/article/10.1007/s12599-023-00847-2

Example DM model: Deloitte's Digital Maturity Index consisting of 4 holistic indices

with 90+ operational and strategic parameters



Deloitte Digital 2023: Digital Maturity Index Survey 2023, Enabling business growth through digitalization, https://www2.deloitte.com/content/dam/Deloitte/Decuments/industry-operations/Deloitte-Digital-Maturity-Index-Survey-2023.pdf
Focus on Germany, Japan, UK and US, over 800 C-level and business unit leaders interviewed across four manufacturing sectors, primary focus on industrial products and automotive, to analyze how companies are shaping their digital futures.

Six digital archetypes evolving based on these

Digital archetypes



CHAMPIONS combine consistent digital strategy with operational excellence to achieve a flexibility advantage



POTENTIALS focus on developing their digital strategy hand in hand with operational excellence to achieve cost advantages



INNOVATORS show distinct advances in digital business through an innovative portfolio but average operational success



OPERATORS focus on digitalizing their core value chain, founding their success upon flexibility through innovative solutions



FOLLOWERS seek to consistently advance digital skills in both index dimensions. Connecting initiatives is essential to improve



LAGGARDS lack digital skills in both index dimensions using digitalization to improve overall efficiency

Strategic and operative maturity

STRATEGIC INDEX



OPERATIVE INDEX

Deloitte Digital 2023: Digital Maturity Index Survey 2023, Enabling business growth through digitalization, https://www2.deloitte.com/content/dam/Deloitte/de/Documents/industry-operations/Deloitte-Digital-Maturity-Index-Survey-2023.pdf

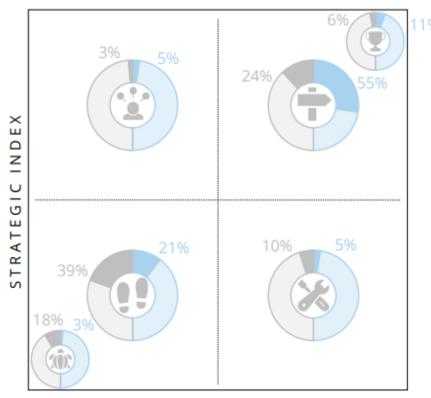
Deloitte's latest digital maturity index survey 2023

Archetypes distribution from 2019 to 2023

% of companies



Archetypes distribution

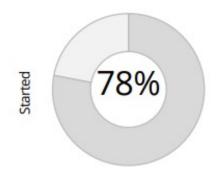


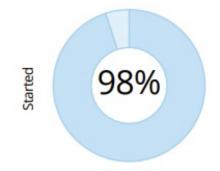
OPERATIVE INDEX

Deloitte digital maturity index survey 2023

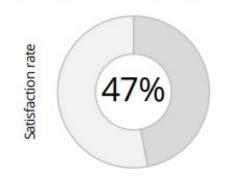
Development of digital transformation

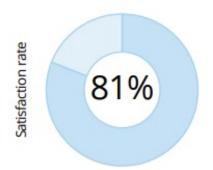
Start of digital transformation





Satisfaction with transformation progress





2019

2023

Deloitte digital maturity survey 2023 – key findings

- 1. Since 2019, companies have become more digitally mature, with 16% of companies experiencing increases in digital maturity.
- 2. **Higher digital maturity** translates into **higher EBIT and revenue**, supporting a trend that was already underway in 2019.
- 3. Adopting an **ecosystem approach** can help companies accelerate their digital maturity and reap the benefits faster.
- 4. Additional investment is needed to drive future progress.

Global Boardroom Program survey '22

Tech investment and improvement priorities

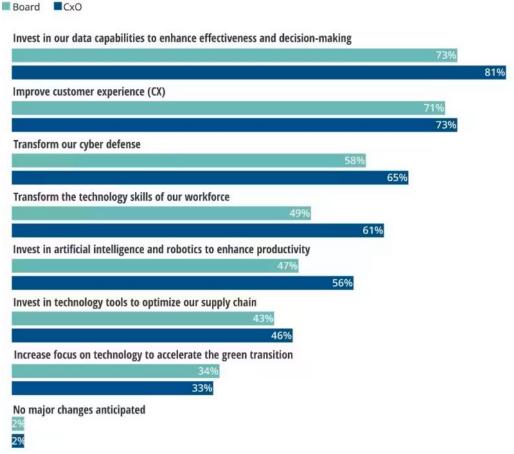
Deloitte Global Boardroom Program surveyed in 2022 over 550 directors and C-suite executives (CxOs) from companies based in 55 countries to understand the **degree of board engagement in technology** today.

The survey revealed underinvestment in technology and uncovered gaps in board understanding and engagement on digital transformation!

Note: this was a multiple-choice question

Data, digital (CX), and cyber are top tech priorities

Over the next three years, my organization plans to:



Source: Touche et al. (2022) Digital frontier: A technology deficit in the boardroom https://www2.deloitte.com/us/en/insights/topics/leadership/digital-transformation-topics-for-corporate-technology-leadership.html

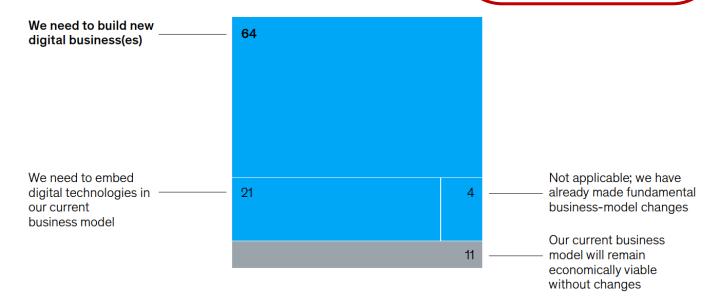
McKinsey Global Survey

Looking toward 2023, most companies will need to build new digital businesses to stay economically viable.

Changes needed to make company's business model economically viable by 2023, % of respondents¹

Nearly 9 in 10 respondents think that the business model needs to change (or has changed already)

Need to change business model / build new digital businesses



¹Respondents who answered "don't know" are not shown; n = 1,140.

Digital transformation ambitions range a lot!

			CEO's Role		
Digital	Level 0 Incremental digitization	Level 1 Advanced digitization	Level 2 New markets	Level 3 New products	Level 4 New business models
What changes?	Same business model Same capability Same market Digitization of some existing internal data and operating processes Incremental cost/operational improvements	 New digital platforms Same business model Same capability Same market Radical digitization of processes and/or platform Revenue generation alongside radical cost/efficiency improvements 	 Same business model Same capability New market or channel Similar operating model (eases change) 	Same business model New capability resulting in new product/service offering(s) Same market	New business model New, innovative capability resulting in products or services that disrupt and transform industry standard Likely involves ecosystem model New KPI's likely needed

Incremental spectrum

These levels build incrementally. The more levels a CEO's vision encompasses, the more likely it is to require enterprisewide transformation, including a new operating model and organizational structure.

Source: Deloitte Global CEO Program and Center for Integrated Research analysis, 2022.

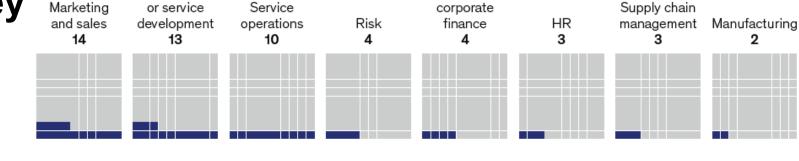
McKinsey Global survey - State of Al 2023: GenAl's breakout year

Al has risen from a topic relegated to tech employees to a **focus of company leaders**: nearly 25% of surveyed C-suite executives say they are personally using genAl tools for work, and 28% of respondents from companies using Al say genAl is already on their boards' agendas.

What's more, 40 % of respondents say their organizations will increase their investment in Al overall because of advances in genAl.

Expectations for genAl's impact are high: **75% of all respondents expect genAl** to cause significant or disruptive change in the nature of their industry's competition in the next 3 years. Tech and financial serv. expect most disruption.

McKinsey Global survey



Most regularly reported generative AI use cases within function, % of respondents

Strategy and

Most regularly reported genAl use cases within function

Marketing and sales Product and/or service development Service operations Crafting first drafts of text documents Identifying trends in customer needs Use of chatbots (eg, for customer service) 7 6 Personalized marketing Drafting technical documents Forecasting service trends or anomalies 8 5 5 Summarizing text documents Creating new product designs Creating first drafts of documents 4 5

Product and/

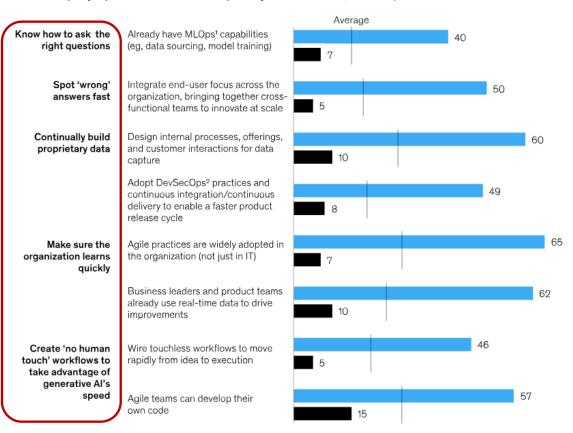
Source:McKinsey Global survey - State of Al 2023: Gen Al's breakout year (2023) https://www.mckinsey.com/capabilities/quantumblack/our-insights/the-state-of-ai-in-2023-generative-Als-breakout-year

¹Questions were asked of respondents who said their organizations have adopted AI in at least 1 business function. The data shown were rebased to represent all respondents.

Source: McKinsey Global Survey on AI, 1,684 participants at all levels of the organization, April 11–21, 2023

McKinsey Global Survey 2023

Top innovators pursue 5 actions that capture more value from generative AI, creating strategic distance from their peers.



Strong innovator

Weak innovator

Companies that agree or strongly agree that the following statements describe

their company's practices or level of capability in these areas, % of respondents

¹Machine learning operations,

²Development, security, and operations,

Source: McKinsey Global Survey on digital strategy, 2023, n = 1,086

Recent EU initiatives regarding digital sustainability and EU's strategy for data



EU's twin transition* initiative (in Finnish kaksoissiirtymä / digivihreä siirtymä/kehitys)



Successfully managing the green and digital 'twin' transitions is the cornerstone for delivering a sustainable, fair, and competitive future.

This study examines how the European Union can ensure that the green and the digital transitions mutually reinforce each other. This study analyses how current and future digital technologies could become key enablers for the green transition by 2050, which is when the European Union aims to be climate neutral. It also examines tension points between the twin transitions, such as how digital technologies might bring additional environmental burdens with them. It assesses how economic, social, and political factors will impact the twin transitions. The study takes a closer look at five economic sectors that are among the highest greenhouse gas emitters in the EU: 1) agriculture, 2) buildings and construction, 3) energy, 4) energy-intensive industries, and 5) transport and mobility. On this basis, the study derives key requirements for a successful management of the twin transitions.

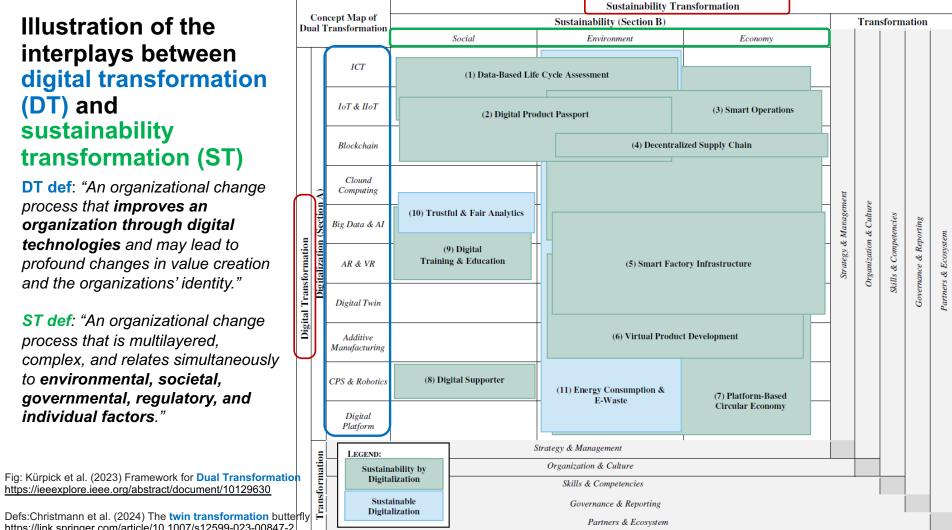
European Commission – Muensch et al. 2022: **Towards a green and digital future**, Key requirements for successful twin transitions in the European Union, https://publications.jrc.ec.europa.eu/repository/handle/JRC129319

^{*} Note that politicians and the academic literature use various terms related to twin transition, most notably twin/dual transformation.

Illustration of the interplays between digital transformation (DT) and sustainability transformation (ST)

DT def: "An organizational change process that improves an organization through digital technologies and may lead to profound changes in value creation and the organizations' identity."

ST def: "An organizational change process that is multilayered, complex, and relates simultaneously to environmental, societal, governmental, regulatory, and individual factors."



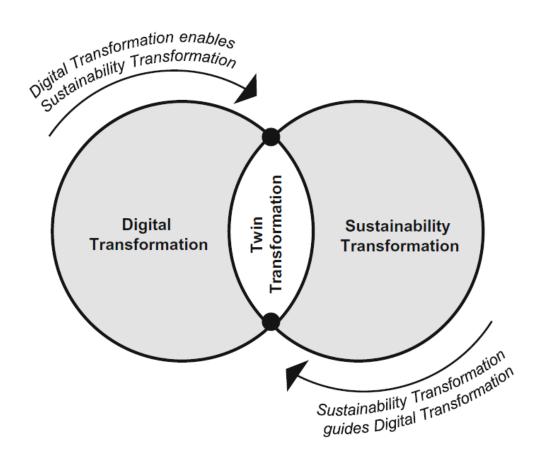
https://link.springer.com/article/10.1007/s12599-023-00847-2

Twin transformation

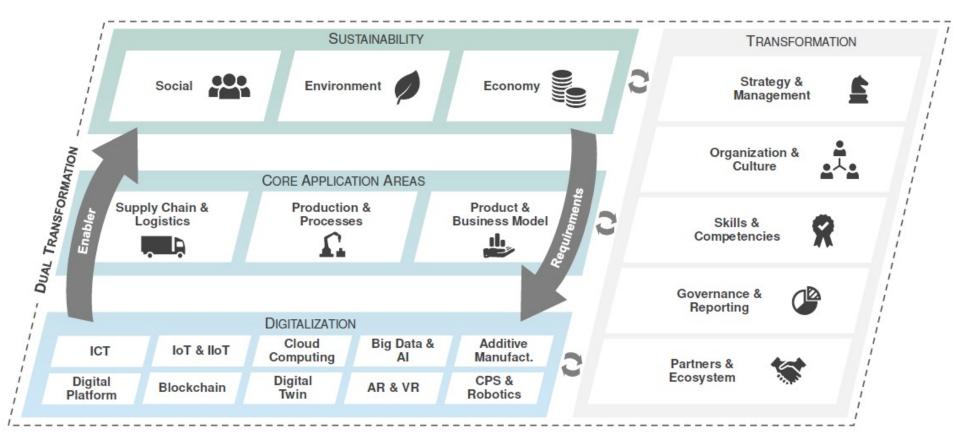
"A twin transformation refers to a value-adding interplay between digital and sustainability transformation efforts that

improve an organization by leveraging digital technologies for enabling sustainability and

leveraging sustainability for guiding digital progress."

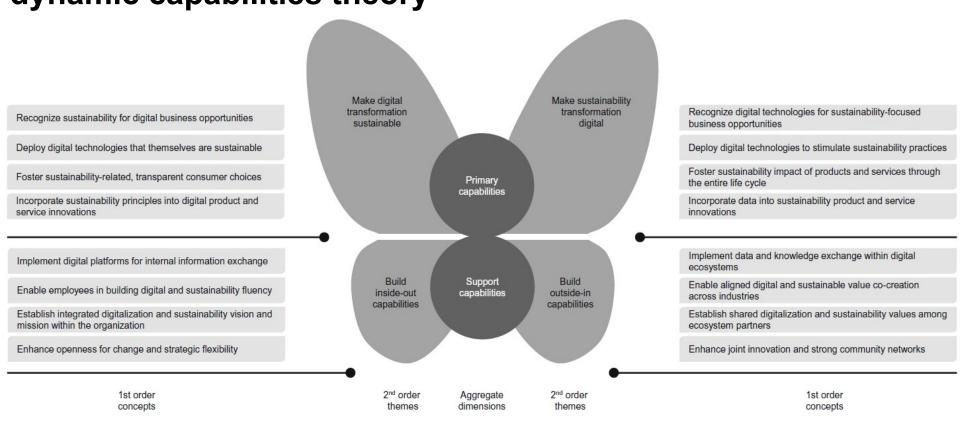


Literature-based framework for Twin/dual transformation



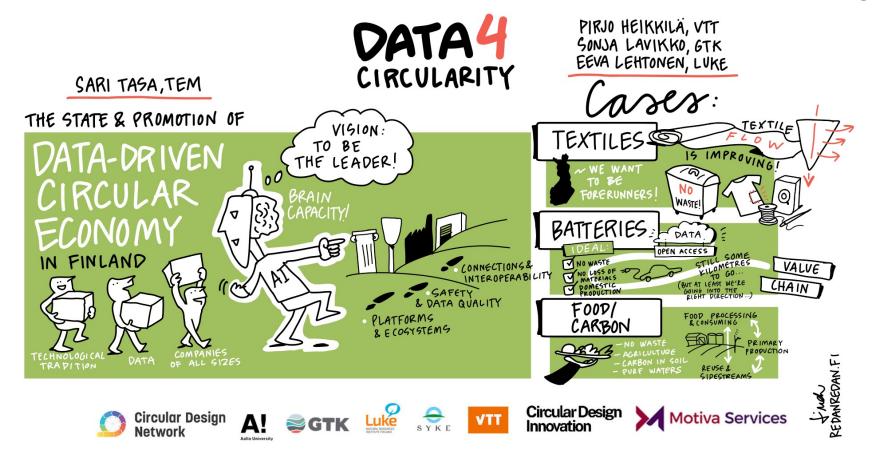
Source: Kürpick, C., Kühn, A., Olszewski, L., & Dumitrescu, R. (2023, April). Framework for Dual Transformation: A Systematic Literature Review on the Interplays between Digitalization and Sustainability. In *IEEE Conference on Technologies for Sustainability (SusTech)* (pp. 175-182). Available at: https://ieeexplore.ieee.org/abstract/document/10129630

Twin transformation capability framework based on Teece's dynamic capabilities theory



Source: Christmann, A. S., Crome, C., Graf-Drasch, V., Oberländer, A. M., & Schmidt, L. (2024). The Twin Transformation Butterfly: Capabilities for an Integrated Digital and Sustainability Transformation. *Business & Information Systems Engineering*, 1-17. https://link.springer.com/article/10.1007/s12599-023-00847-2

Finland aims to be a forerunner in data-driven circular economy



Finland's CO2 DataHub ecosystem for built environment

CO2 DataHub ecosystem is an innovation and data network designed for the needs of organizations in the real estate and construction industry, intended for the collection and reliable sharing of real emission data.

The goal of the network's activities is:

- 1) To help understand the overall picture of the emissions in the built environment.
- 2) To use data to lead the implementation of solutions that reduce the carbon footprint.
- 3) To produce a financially significant responsibility advantage for the participating organizations.



Deloitte's digital maturity survey

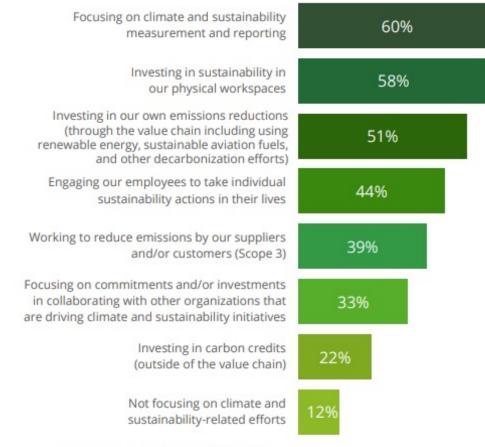
In all digital maturity levels, most companies are already using digital technologies to address environmental sustainability!

Percentage of respondents using digital technologies to improve environmental sustainability, by digital maturity level



Fortune/Deloitte CEO survey from fall 2023





Source: Fall 2023 Fortune/Deloitte CEO Survey Insights https://www2.deloitte.com/us/en/pages/chief-executive-officer/articles/ceo-survey.html

See also: Asif et al. (2023), "ESG and Industry 5.0: The role of technologies in enhancing ESG disclosure", Technological Forecasting & Social Change, Vol. 195.

https://www.sciencedirect.com/science/article/pii/S0040162523004912

How companies should prepare for the new EU Corporate Sustainability Reporting Directive (CSRD) (hankensse.fi)

Note: CEOs were asked to select all that apply.

EU's Data Act (Jan 2024)

The Data Act aims to make more data available for use. It sets up rules on who can use and access what data for which purposes across all economic sectors in EU.

Part of EU's Strategy for Data - "Big five" proposals: Data Act, Data Governance Act, Digital Markets Act, Digital Services Act, Al Act

The growth potential of the data economy

Data is the basis for many **new digital products and services**. The use of connected objects (Internet of Things) increasingly **generates data**.

Global data volume will grow

2018 33 zettabytes

Stored on 512 GB tablets, it would form a tower that reaches the moon.

175
zettabytes
5x
Earth

Enough to make the journey to the moon and back five times.

A growth equivalent to 1260 tablets per second.

€5-11 trillion



Internet of things value and services by 2030 globally

€ 120 billion



Savings in the EU health sector per year

10-20%



Savings in the transport, buildings and industry sectors with real-time analytics of data

€270 billion



Expected **EU-27** additional GDP by 2028 thanks to new Data rules

5% to 10%



Companies investing in data-driven innovation exhibit faster productivity growth by 5% to 10%



European data strategy - European Commission (europa.eu), Data Act | Shaping Europe's digital future (europa.eu)

EU's Al Act (tekoälysäädös in Finnish)

A <u>provisional agreement</u> was just reached on harmonised rules on AI, the so-called **AI act**.

The regulation aims to ensure that AI systems placed on the European market and used in the EU are safe and respect fundamental rights and EU values. This landmark proposal also aims to stimulate investment and innovation on AI in Europe.

- Rules on high-impact general-purpose AI models that can cause systemic risk in the future, as well as on high-risk AI systems
- 2. A revised system of **governance** with some enforcement powers at EU level
- 3. Extension of the list of **prohibitions** but with the possibility to use **remote biometric identification** by law enforcement authorities in public spaces, subject to safeguards
- 4. Better protection of rights through the obligation for deployers of high-risk AI systems to conduct a **fundamental rights impact assessment** prior to putting an AI system into use.

European data strategy - European Commission (europa.eu),

Artificial intelligence act: Council and Parliament strike a deal on the first rules for AI in the world - Consilium (europa.eu)

EU:n historiallinen tekoälyasetus nytkähti eteenpäin – tutustu Teknologiateollisuuden koontiin | Teknologiateollisuus

SITRA
launched in
2023 a new
website and
PowerBl
dashboard for
Roadmap for
Fair Data
Economy

"Datatalouden kansallinen tiekartta"

https://datataloudentiekartta.fi/



PowerBI dashboard for **Fair Data** Economy, 7 areas

"Datatalouden tilannekuva"

PowerBI llink:

Microsoft Power BI

Tilannekuva Datatalous yleisesti Ihmiskeskeiset palvelut EU-vaikuttaminen Liiketoiminnan uudistaminen Osaaminen Infrastruktuuri Investoinnit Lähteet Vie hiiri infomerkin päälle nähdäksesi lisätietoja.

Vie hiiri kysymysmerkin päälle nähdäksési alkuperäisen

> Lataa PowerBI-tiedosto omaan käyttöösi tästä.

€ 550bn

€ 500bn

€ 450bn € 434.32b

2020

Datatalous on talouden osa-alue, jossa datan kerääminen ja hyödyntäminen ovat keskeinen osa toimintaa. Datataloudessa yritykset, yksilöt ja julkisen sektorin toimijat järjestävät ja jakavat useista eri lähteistä kerättyä dataa. Datasta saatavia hyötyjä Datan jakamisesta on syntynyt tuloksia Datan käytön vaikutus Digitalisaation vaikuttavuuden sijoitus, tai konkreettisia (liike)toimintahyötyjä yrityksen tuottavuuteen euroina tvöntekiiää kohden Suomi (1 = paras) 67.00% 6,283.0 € 2 (?) @ **②** Arvio Suomen datatalouden kehittymisestä kansainvälisesti ① Datatatalouden kehitys EU:ssa ja Suomessa 2020-2025 ര Datatalouden kehitys EU:ssa
 Datatalouden kehitys Suomessa € 647.12bn € 13bn Datatalouden kasvu % Suomessa € 600bn 2021 € 12bn 13.40%

€ 11bn

€ 10bn

€9bn

2025

Datatalouden kasvu % EU:ssa

2021

8.70% 🖣 🧑

Katso lisätietoja OECD:n ja Data Market Monitoring Toolin sivuilta.

€ 455.871

2021

€ 10.36bi

2022

Vuosi

2023

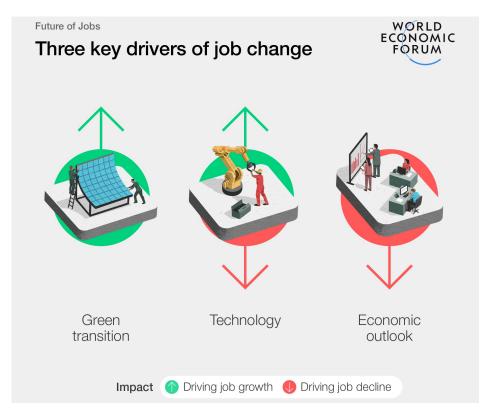
2024

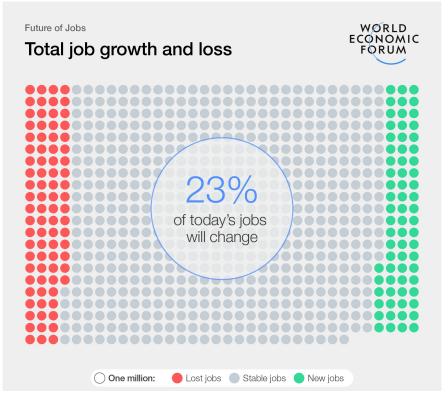
Future jobs and skills...

and why you should study MIS



World Economic Forum: the Future of Jobs





The Future of Jobs

Fastest growing vs. fastest declining jobs



Top 10 fastest growing jobs		Top 10 fastest declining jobs			
1.	Al and Machine Learning Specialists	1.	Bank Tellers and Related Clerks		
2.	Sustainability Specialists	2.	Postal Service Clerks		
3.	Business Intelligence Analysts	3.	Cashiers and ticket Clerks		
4.	Information Security Analysts	4.	Data Entry Clerks		
5.	Fintech Engineers	5.	Administrative and Executive Secretaries		
6.	Data Analysts and Scientists	6.	Material-Recording and Stock-Keeping Clerks		
7.	Robotics Engineers	7.	Accounting, Bookkeeping and Payroll Clerks		
8.	Big Data Specialists	8.	Legislators and Officials		
9.	Agricultural Equipment Operators	9.	Statistical, Finance and Insurance Clerks		
10.	Digital Transformation Specialists	10.	Door-To-Door Sales Workers, News and Street Vendors, and Related Workers		

Source
World Economic Forum, Future of Jobs Report 2023.

Note

The jobs which survey respondents expect to grow most quickly from 2023 to 2027 as a fraction of present employment figures

The Future of Jobs

Businesses' top 10 skill priorities for 2027



1. Analytical thinking	6. Curiosity and lifelong learning
2. Creative thinking	7. Technological literacy
3. Al and big data	8. Design and user experience
4. Leadership and social influence	9. Motivation and self-awareness
5. Resilience, flexibility and agility	10. Empathy and active listening
Type of skill	

Type of skill

■ Cognitive skills
■ Self-efficacy
■ Technology skills
■ Working with others

Source

World Economic Forum, Future of Jobs Report 2023.

Note

The skills which organizations will prioritize in workforce development initiatives from 2023 to 2027

Working in future (article in HS 22.1.2021)

"Artificial intelligence is already partially replacing doctors, journalists, lawyers, therapists and even writers and artists. It will continue to be a data crunching power assistant.

The ever-faster development of technology means that the society must adapt faster.

According to Risto Linturi, future experts should be taught skills that teachers themselves do not know or master properly. They become like coaches, and they learn at the same time as the students.

WHAT SKILLS does a new kind of working life require?

Elina Hiltunen and Linturi highlight creativity, critical thinking, good technology skills, interaction and teamwork skills, as well as learning to learn.

Hiltunen also mentions media literacy, presentation skills, cultural competence, empathy, self-knowledge and entrepreneurial skills.

'Robots, artificial intelligence, and the virtual world should be more familiar than pen and paper.' "

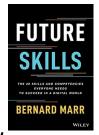
Al is a tool that can revolutionize the way we learn

"In the working life of the future, one of the biggest changes is the ability to work together with AI. To achieve this skill, you need to know what kind of questions and prompts produce the right results. And asking the right questions, in turn, requires expertise in the subject area. However, expertise alone is not enough. Individuals must learn when and how to ask the right questions, which requires an understanding of why certain questions are being asked and what problems are being attempted to be solved.

Al is not just a tool for cheating, but a tool that can revolutionize the way we learn. Its correct use and understanding promotes critical, creative and informed thinking. We should therefore focus on clarifying this difference and guide learners to understand the true potential of Al and the responsibility of applying it in learning."

Source: Patjas, Elina (2024). HS Mielipide, 17.2.2024, https://www.hs.fi/mielipide/art-2000010221819.html

Futurist Bernard Marr on future skills



"But far from detaching us from our humanity, I believe this wave of new technologies will make work more human, not less. What can be automated will be automated, leaving humans to do the work that we're ultimately better suited to—tasks that rely on distinctly human skills like complex decision-making, creativity, empathy and emotional intelligence, critical thinking, and communication. These are the sorts of skills where humans outperform even the most intelligent machine. This is where we excel. And it's where the future of work lies. In more human, more fulfilling work." (p. 2)

"In a world that's constantly changing, digital skills will quickly grow stale and need refreshing. Continual learning will become the norm. And in this evershifting landscape, a positive mindset—by which I mean excitement about the possibilities that new technologies bring, and a willingness to learn about them—is what will separate the successful from the not-so-successful." (p. 5)

Motivation to study MIS - Why do we need to manage information in organizations?

Effective management of information and related IT is critically important to the survival and success of an organization due to:

- increasing dependence on information and information systems,
- increasing vulnerabilities and a wide spectrum of cyber threats,
- increasing amounts of information causing information overload,
- scale and cost of the current and future investments in information and information systems,
- potential for technologies to dramatically change organizations and business practices, create new opportunities and reduce costs.

National Association of Colleges and Employers (NACE): MIS degree is the best paid business major at the BSc level

BUSINESS MAJORS	
Accounting	\$64,092
Actuarial Science	\$69,677
Business Administration/Management	\$62,856
Finance	\$64,887
Hospitality Management	\$57,150
Human Resources	\$60,423
International Business	\$62,988
Logistics/Supply Chain	\$64,538
Management Information Systems	\$73,695
Marketing	\$60,462
Sales	\$60,696

BUSINESS MAJORS / SALARY RANGES



Business graduates from the Class of 2024 have an average salary projection that is 3% higher, lifting it to \$63,907 from 2023 projection of \$62,069. Within the specific business disciplines, **Management Information Systems shows the largest growth**; their average projection of \$73,695 is up 7.5% from \$68,557 last year.

Source: NACE: Starting salary projections for Class of 2024 new college graduates by academic major, Winter 2024 survey, data reported by employers, available at: https://uwosh.edu/career/wp-content/uploads/sites/38/2024/01/Winter-2024-Salary-Survey-Report.pdf

Top Degrees for the Highest-Paying Business Careers

- 1. Master of Business Administration (MBA)
- 2. Bachelor's in MIS (IS Management)

"Some of the highest-paying jobs in the business world revolve around technology. A degree in computer science or information science can help prepare students for technological roles. These play an important part in the success of modern businesses. If you want one of the most profitable positions in the business world, you will need more than just computer knowledge. You must develop a background in business theory and practices. You can then apply that computer knowledge to help your **company achieve its goals.** A bachelor's degree in Management Information Systems (MIS) is a great choice. It combines business classes with the mathematics, software <u>development and computer programming courses of a computer science program.</u> By the time you graduate from an undergraduate MIS degree program, you will understand how computer coding and technology works. You will also learn to use computer technology to solve an organization's problems."

- 3. Bachelor's in Marketing
- 4. Master's in Finance
- 5. Bachelor's in Supply Management

Source: Dodge (2023), 15 Top Highest-Paying Business Degrees, https://www.degreequery.com/15-top-degrees-highest-paying-business-careers/

Discipline behind MIS is Information Systems Science (ISS), which is a relatively young business school discipline (ca. 60 years).

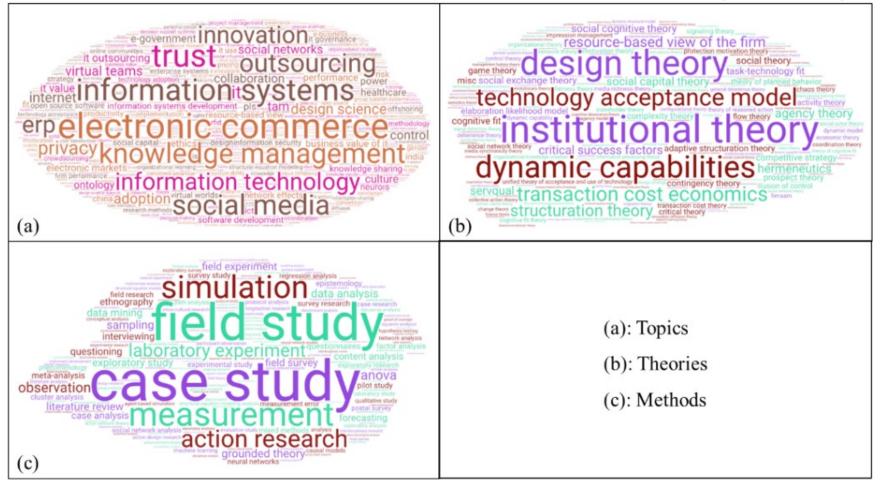
IT and Markets IT and Organizations IT and Groups IT and Groups IT and Individuals IS Development

Main research themes in ISS:

F5.#	F5 Label	Top 30 Terms
F5.1	IT and Organizations	plan, strateg, busi, firm, organiz, execut, competit, issu, organ, resourc, success, invest, industri, chang, project, system, coordin, role, implement, innov, integr, advantag, technologi, compani, knowledg, inform, corpor, factor, capabl, valu
F5.2	IS Development	dss, decision, design, system, problem, approach, method, requir, databas, techniqu, methodologi, expert, applic, analysi, tool, support, gener, framework, propos, prototyp, base, knowledg, evalu, structur, softwar, object, solv, maker, environ, plan
F5.3	IT and Individuals	instrum, valid, measur, construct, perceiv, satisfac, usag, accept, reliabl, user, factor, eas, influenc, test, job, variabl, survei, comput, behavior, empir, success, individu, inten, attitud, scale, adop, train, relationship, determin, find
F5.4	IT and Markets	price, market, consum, product, seller, custom, buyer, onlin, cost, invest, electron, servic, supplier, firm, trade, network, valu, transac, trust, profit, internet, commerc, econom, optim, strategi, industri, vendor, increas, offer, reduc
F5.5	IT and Groups	gss, team, meet, task, commun, collabor, outcom, gdss, trust, facilit, work, particip, social, experi, support, interac, instrum, electron, learn, virtual, influenc, comput, individu, behavior, idea, perceiv, affect, em, structur, mediat

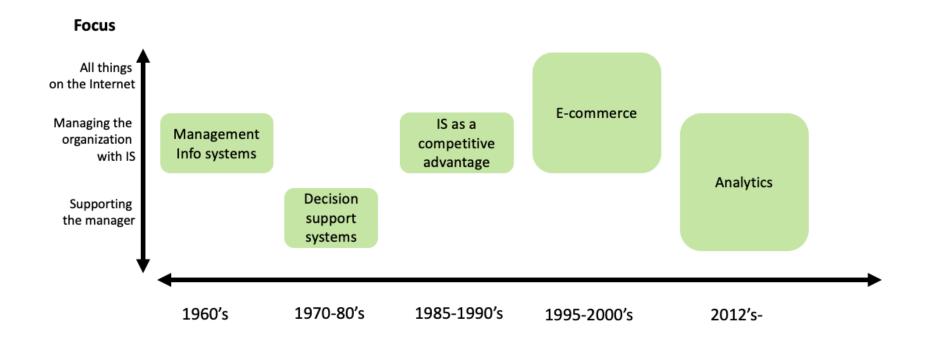
Source: Sidorova et al. (2008), "Uncovering the Intellectual Core of the IS Discipline", MIS Quarterly, 32(3), 467-482.

Word Clouds of Topics, Theories, and Methods in ISS research (1999-2018)



Source Deng et al. (2020), "Analysis of topics, theories, and methods of information systems research in the past two decades: A knowledge graph approach", PACIS conference, https://web.archive.org/web/20220921111036id /https://aisel.aisnet.org/cgi/viewcontent.cgi?article=1002&context=pacis2020

Development of central themes in ISS (i.e. MIS) discipline based on Distinguished Prof. Emeritus Joey George



Based on: George, Joey F. and Hadidi, Rassule (2023) "What's in a Name? Central Themes in MIS Since the Field's Founding," *Journal of the Midwest Association for Information Systems*, Iss. 1, Article 1, Available at: https://aisel.aisnet.org/jmwais/vol2023/iss1/1

Practical issues of the course



Practical issues

Lectures

- On Tuesdays and Thursdays (on campus in Otakaari 1 Hall U8 or in Zoom) at 13:15 14:45
- NOTE: 2 of the lectures are extra and held on Mon or Wed at 10-12 o'clock at BI course (Ekonominaukio 1, V001-2)
- Most of the live lectures will also be recorded (depending on guest lecturers' preferences)

Course book

- Information Systems for Managers (without cases), Piccoli & Pigni, 2021, Ed. 5 or 4
- https://www.prospectpressvt.com/textbooks/piccoli-information-systems-for-managers-5-0
- Availability in library: https://primo.aalto.fi/discovery/search?query=any,contains,37C00100&tab=Everything&search_scope=MyInst_and_CI&vid=358AALTO_INST:VU1&offset=0

Final grade

- Assignments = 60% (60 points)
- Exam = 40 % (40 points)
 - Scheduled exams: April 18 (9-12 o'clock) and re-take in June 5 (13-16 o'clock)
 - Minimum of 50% of BOTH assignments (30 p) AND exam (20 p) required!
 - Possibility to earn 8 bonus points by being present in guest lectures! (= other than Bragge's lectures)

Course website: https://mycourses.aalto.fi/course/view.php?id=40794

News of the course are sent via MyCourses Announcements (> notifications to your email)

Also Zulip chat is used in peer-to-peer communications! Register in https://mis2024.zulip.aalto.fi/

Contents of the course book, Ed. 5.0

PART I: FOUNDATIONS

Ch. 1: Information Systems (IS) and the Role of General and Functional Managers

Ch. 2: IS Defined

Ch. 3: Organizational IS and Their Impact

PART II: COMPETING IN THE DIGITAL AGE

Ch. 4: Digital Disruption and the Competitive Environment

Ch. 5: Digital Transformation, Innovation, and Entrepreneurship

PART III: THE STRATEGIC USE OF IS

Ch. 6: Strategic IS Planning

Ch. 7: Value Creation & Strategic IS

Ch. 8: Digital Value Creation

Ch. 9: Digital Value Capture

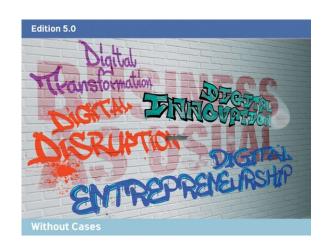
PART IV: GETTING IT DONE

Ch. 10: Managing IS

Ch. 11: Creating IS in the Digital Age

Ch. 12: IS Trends

Ch. 13: Cybersecurity, Privacy & Ethics



Information Systems for Managers in the Digital Age

Gabriele Piccoli | Federico Pigni



2023 lecture plan

Note that last-minute changes (e.g. lectures moved to Zoom) might be announced in case of sickness!

Follow the MyCourses announcement notifications in your email!!

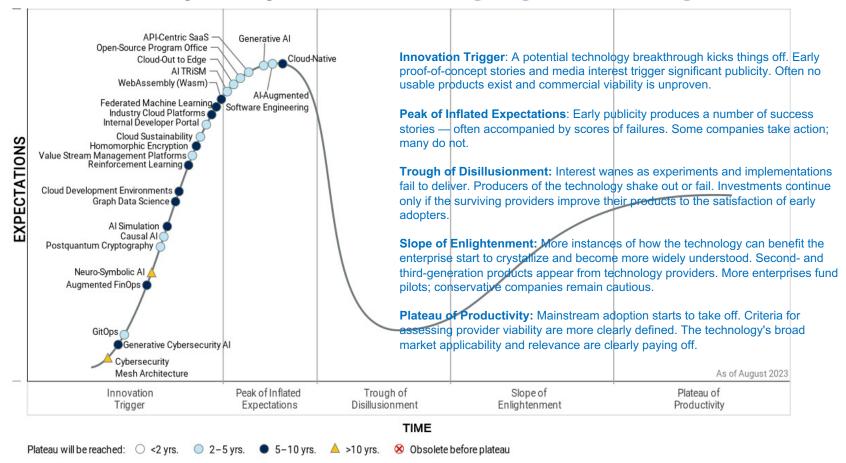
Earn bonus points from being present at 8 guest lectures!

1		27.2. Tue	Introduction to the MIS course & Chapters 1-2 (IS and the role of general and function managers; IS defined) / Bragge
2	! !	29.2. Thu	Collaborative IS and groupware technologies / Bragge
3	1	5.3 Tue	Organizational change in the digitalization era-how to bring myth to life? / Modern Work Lead Karoliina Kettukari, Meltlake (part of Futurice)
4	:	7.3. Thu	Service design and human-centred design methods in healthcare Assistant Prof. Johanna Viitanen and Post-doc Kaisa Savolainen, Aalto SCI and Aalto ARTS
5	:	12.3. Tue	Responsible and strategic use of data & Al liris Lahti, Head of services and customer success, Saidot
6		14.3. Thu	Information systems development, agile development / PhD Antti Salovaara, Senior University Lecturer, Aalto ARTS, Department of Design
7	,	19.3. Tue	Data, text and web-mining & bibliometric literature reviews / Bragge
8	3	21.3. Thu	Beyond ERP-digital innovation driving sustainability transformation / Glen Koskela, Portfolio Strategy & Alliance, Uvance CX, Fujitsu
9) :	26.3. Tue	Challenges with big data analytics / Doctoral researcher Sampsa Suvivuo, ISM/Information Systems Science, Aalto BIZ
E ra	a	27.3. Wed at 10-12, Bl course	Why Tableau? demo / Janne Lind, Lead Solutions Engineer, Tableau, a Salesforce company, <i>Joint lecture with our Business Intelligence course.</i>
			EASTER BREAK 28.3 3.4.
1	0 :	4.4. Thu	Data visualization and storytelling / Post-doc researcher Philipp Back, ISM/Business Analytics, Aalto BIZ
E ra	a	8.4. Mon at 10-12 Bl course	State of Business Analytics / Juha Teljo, Vice President of Solution Engineering in EMEA, Tableau, a Salesforce company.
1	1	9.4. Tue	IT Security and Privacy / Mikko Karikytö, Chief Product Security Officer and Dario Casella, Head of Product Privacy Office, Ericsson Finland.
1	2	11.4. Thu	Course wrap-up and hints for the exam / Bragge

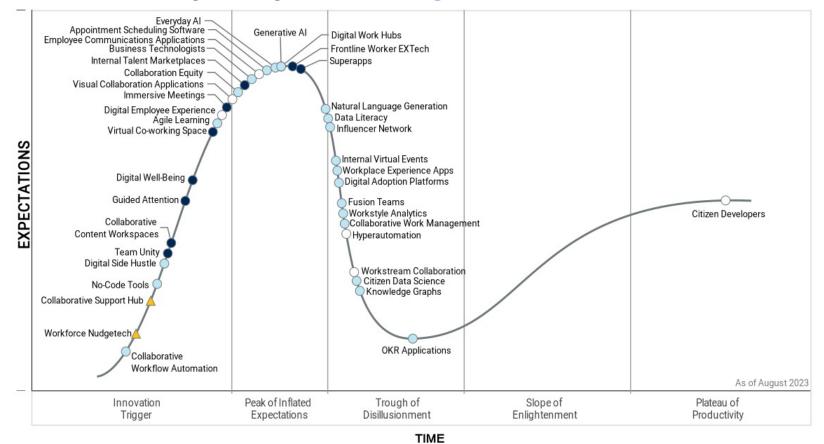
About the assignments

- Instructions are provided at MyCourses <u>Instructions for Assignments</u> tab & to be returned to <u>Assignment Submissions</u>
 - Some text-based assignments are automatically scanned via Turnitin plagiarism detection software - you are able to see the originality reports and resubmit* if needed.
 - Points are deducted from late assignments (grace period 2 days): -1p
- The first, "2024 Tech trends" assignment to be returned by March 1:
 - Read blogs and reports on current technology trends or future skills needs, and answer the six questions for Assignment 1 (provided at MyCourses)
- Remember proper citing conventions (no copy-pasting, mention the sources).

Gartner's hype cycle for **Emerging technologies 2023**

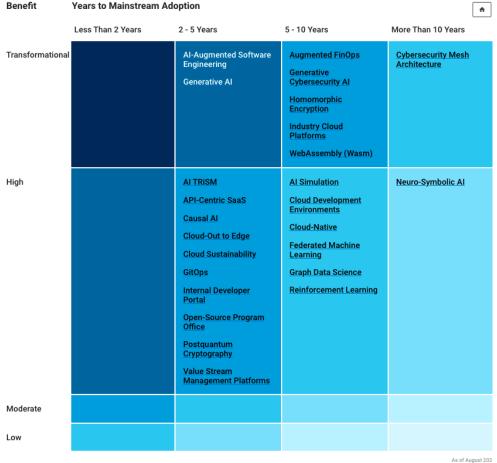


Gartner's hype cycle for Digital workplace apps 2023



Plateau will be reached: ○ <2 yrs. ○ 2-5 yrs. ● 5-10 yrs. ▲ >10 yrs. ⊗ Obsolete before plateau

Gartner's priority matrix for **Emerging technologies 2023**



Gartner's priority matrix for Digital workplace 2023

Benefit	efit Years to Mainstream Adoption					
	Less Than 2 Years	2 - 5 Years	5 - 10 Years	More Than 10 Years		
Transformational	Digital Employee Experience Hyperautomation	Business Technologists Citizen Data Science Collaborative Workflow Automation Data Literacy Digital Side Hustle Everyday Al Fusion Teams Generative Al Workplace Experience Apps	Internal Talent Marketplaces			
High	Citizen Developers Digital Work Hubs Employee Communications Applications Visual Collaboration Applications Workstream Collaboration	Agile Learning Collaborative Work Management Digital Adoption Platforms Influencer Network Knowledge Graphs Natural Language Generation No-Code Tools Workstyle Analytics	Collaborative Content Workspaces Frontline Worker EXTech Guided Attention Immersive Meetings Superapps Team Unity	Workforce Nudgetech		
Moderate		Appointment Scheduling Software Collaboration Equity Internal Virtual Events OKR Applications	Digital Well-Being	Collaborative Support Hub		
Low			Virtual Co-working Space			
				As of August 202:		

Schedule & points for assignments

Nr.	Assignment	Deadlines	Max points
1	Business technology trend reports 2024	Fri 1.3.	8
2	Python programming starters	Fri 8.3.	8
3	SQL data management language for querying databases	Fri 15.3.	8
4	Prompt Engineering MOOC (IBM Watsonx)	Fri 22.3.	8
5	Practical AI – What everyone should know of AI (Microsoft Copilot, Bing Image creator)	Wed 27.3.	8
6	Exploring and visualizing data with Tableau Online	Fri 5.4.	10
7	Research profiling with Scopus and Text-mining with Leximancer	Fri 12.4.	10
Extra	Answering to Aalto's course feedback survey	Thu 25.4.	2
	Above assignments and feedback survey in total		62
	Points from being present at guest lectures at campus, (or		
Bonus	in zoom in case the live lecture is shifted to zoom. 1 bonus point / guest lecture at the MIS course	Thu 11.4.	8

	Week 9	Week 10	Week 11	Week 12	Week 13	Week 14	Week 15	Course summary
Lecture schedule Lectures on Tuesdays & Thursdays at 13-15, except two extra Bl lectures on Mon or Wed at 10-12	L1: Tue 27.2. Introduction to course & book's chapters 1-2 L2: Thu 29.2. Collaborative IS and groupware technologies	L3: Tue 5.3. Organizational change in digitalization era L4: Thu 7.3. Service Design and Humancentered methods in healthcare	L5: Tue 12.3. Responsible and strategic use of data & Al L6: Thu 14.3. Information systems development, agile methods	L7: Tue 19.3. Data, text and web-mining, bibliometrics L8: Thu 21.3. Beyond ERP - digital innovation driving sustainability transformation	L9: Tue 26.3. Challenges with Big Data Analytics Ext1: Wed 27.3. Why Tableau? Demo EASTER BREAK Thu 28.3. –	EASTER BREAK until Wed 3.4. L10: Thu 4.4. Data visualization and story telling	Ext2: Mon 8.4. State of Business Analytics L11: Tue 9.4. IT Security and Privacy L12: Thu 11.4. Course wrap- up and hints for the exam	12 MIS + 2 extra BI lectures The 2 extra lectures are arranged jointly with our BI course on Mon or Wed at 10-12 o'clock in Ekonominaukio 1, hall V001-002
Presence in classes	Gather bonus	points from	being present	in the <u>quest</u>	lectures!			Possibility to gather 8 bonus points
Assignments 60% of grade (deadlines) Gather at least 30/60 points	A1 (8 p): Business Technology trend reports (Fri 1.3.) NOTE that this assignment is compulsory!	A2 (8 p): Python programming starters (programming- 24.mooc.fi) (Fri 8.3.)	A3 (8 p): SQL data management language for querying databases (codecademy.com /learn/learn-sql) (Fri 15.3.)	A4 (8 p): Prompt Engineering with IBM's WatsonX, (cognitiveclass.ai /courses/prompt- engineering-for- everyone) (Fri 22.3.)	A5 (8 p): Practical AI (cs.edukamu.fi/ practical-ai) (WED 27.3.)	A6 (10 p): Data exploration & visualization with Tableau Online (online.tableau. com/) (Fri 5.4.)	A7 (10 p): Text-mining research from Scopus.com with Leximancer (Fri 12.4.)	A1-A7 assignments + Diary: Gather at least 30/60 pts Extra: Course Feedback survey (24.4.) (worth 2 pts)
Exam 40% Gain at least 20/40 points								Exam in MyCourses or 18.4. at 9-12

Course feedback from previous years and impacts

80% of the students have praised the **hands-on assignments** and the tools introduced in them

- "The assignments were excellent. They were challenging but still relatively easy to do so that learning was actually happening."
- "For the first time assignments on the course were interesting."
- "The assignments felt actually useful and the topics felt relevant to my studies and my future."
- "The assignments were great because I learned many new tools and techniques that will hopefully be useful for me in the future."

Assignments will be **published early on** for students to better allocate time for them

- New software in assignments (this year WatsonX, Microsoft Copilot, Bing Image creator)
- Assignments now account for 60% of the course grade (previously 40%), based on course feedback

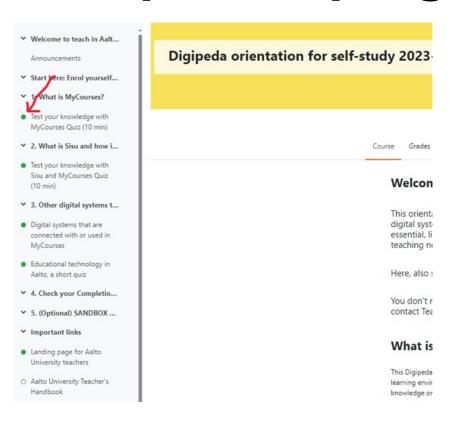
50% have complimented the **variety and high quality** of **guest lectures** > keeping the concept, but adding lectures by main teacher and Aalto faculty

- "Some of the lecturers were amazingly interesting and inspiring."
- "Overall, the course had the best guest lectures I have seen in Aalto and I think this is the only way to arrange such an extensive course."

Students appreciate flexibility in studying

- All **lectures were recorded** already in 2019 and provided for students as an alternative to campus lectures.
 - · As students appreciated the flexibility in watching according to their own schedule, the practice has continued since
- Possibility to submit assignments late, to enable working on them during the weekends (as some students wish so)

Completion progress in use



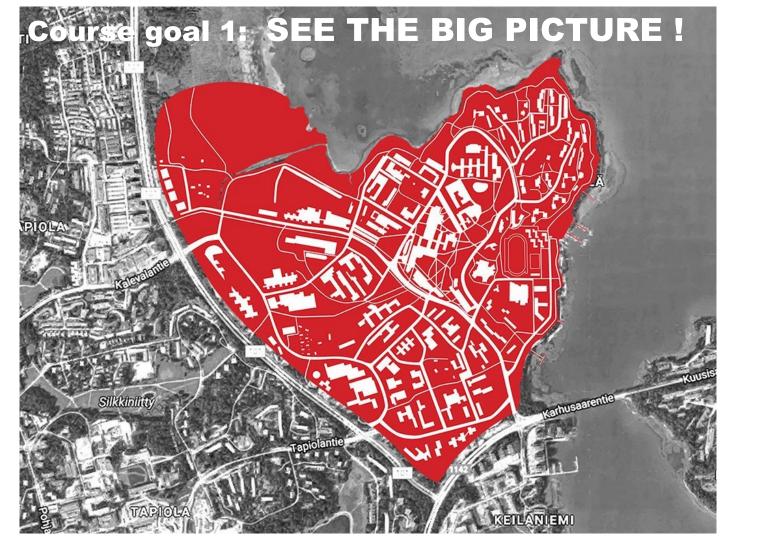
Activity completion is activated in MyCourses: it follows your progress on the course.

Some items are marked <u>automatically</u> done (green dot) when submitting an assignment.

In some cases you must <u>manually mark</u> the assignment as done

Wrap up







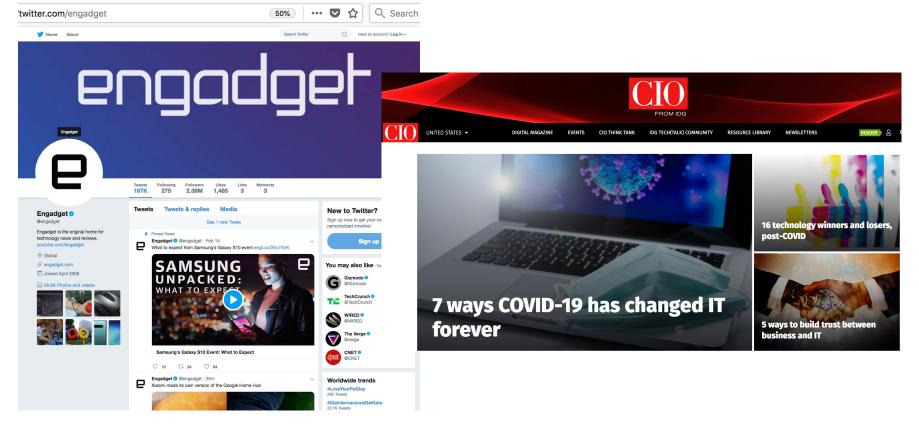
Lots of technology issues and "ABC" acronyms!

Also managers and other business people have to study these on a "need to know" basis

 Only selected topics will be discussed during the classes – others are <u>left to be independently read and studied</u> <u>from the course book.</u>

Where to follow technology developments relevant for organizations?

CIO.com, TechCrunch.com, ZDNet.com, Mashable.com, TIVI.fi, itewiki.fi Digitoday.fi, Tech twitterers and bloggers...



Next steps in the course



Watch the latter part of this intro lecture from the pre-recorded Panopto video (Chapters 1 & 2 of the book)



Join the MIS 2024 Spring discussion board at Zulip!

Use your aalto email, and register to Zulip when logging in first time:

https://mis2024.zulip.aalto.fi



Start conducting
Assignment 1
(deadline Friday
March 1 midnight)
and the others
according to their
deadlines.

Note: the assignment deadlines are flexible by a penalty of -1 point (2 days)



Attend the lectures OR start watching the lecture videos regularly!
2 lectures weekly, (exceptions on Easter weeks).
Earn bonus points from

presence.



Discuss issues in assignments & tools or insights from lectures, or recent ICT news in Zulip during the course!

Give anonymous feedback via Presemo.



