ACS-1803 Introduction to Information Systems

Instructor: Kerry Augustine

Introduction to Information Systems

Lecture Outline I



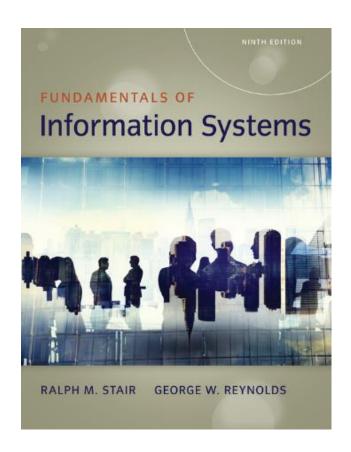
Introduction to Information Systems

Instructor: Kerry Augustine

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- Textbook:
 - Stair, Ralph and Reynolds, George: Fundamentals of Information Systems, Nineth Edition.
- Course Syllabus and Website

https://courses.acs.uwinnipeg.ca/1803-051/





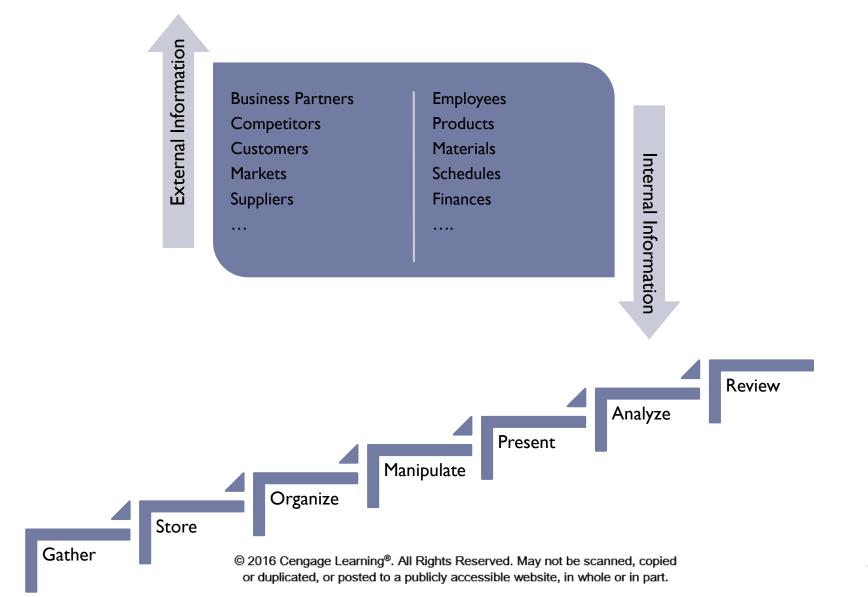
Principles and Learning Objectives

- The value of information is directly linked to how it helps decision makers achieve the organization's goals
 - Distinguish data from information and describe the characteristics used to evaluate the quality of data

How do Computers Help Manage Organizations?

- Expediting tasks
 - Direct use of common application software (word processing, spread sheets, data management)
- Streamlining processes
 - Specifically developed <u>application systems</u> for different business areas (inventory system, library system)
- Managing Information
 - Information drives the organization in an information-based society

Managing Information





Information as an Asset

- Valuable information helps people perform tasks more efficiently and effectively
 - Inaccurate data can result in loss of potential new customers and reduced customer satisfaction
- If an organization's information is not accurate or complete:
 - People can make poor decisions, costing thousands, or even millions, of dollars
 - Managers use experience, best guesses, luck...
 - Results in:
 - Over/under production
 - Misallocation of resources
 - Poor response time
 - ▶ End result: Poor outcomes, raise in costs, loss of customers



Data, Information, and Knowledge

- **Data:** raw facts
- Information: collection of data organized in such a way that they have value beyond the facts themselves
- Process: set of logically related tasks performed to achieve a defined outcome
 - Turning data into information is a process
- Knowledge: awareness and understanding of a set of information and the ways it can be made useful to support a task
 - The process of defining relationships among data to create useful information requires knowledge

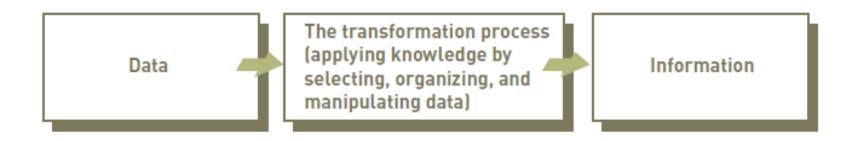


Data, Information, and Knowledge (continued)

Data	Represented by	
Alphanumeric data	Numbers, letters, and other characters	
Image data	Graphic images and pictures	
Audio data	Sound, noise, or tones	
Video data	Moving images or pictures	



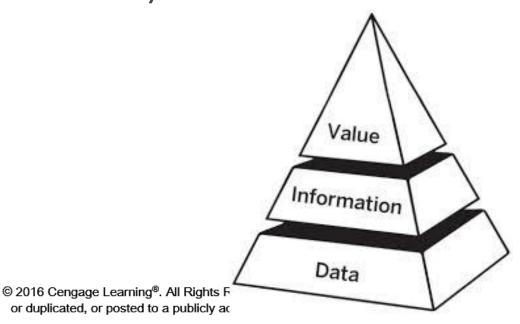
Data, Information, and Knowledge (continued)



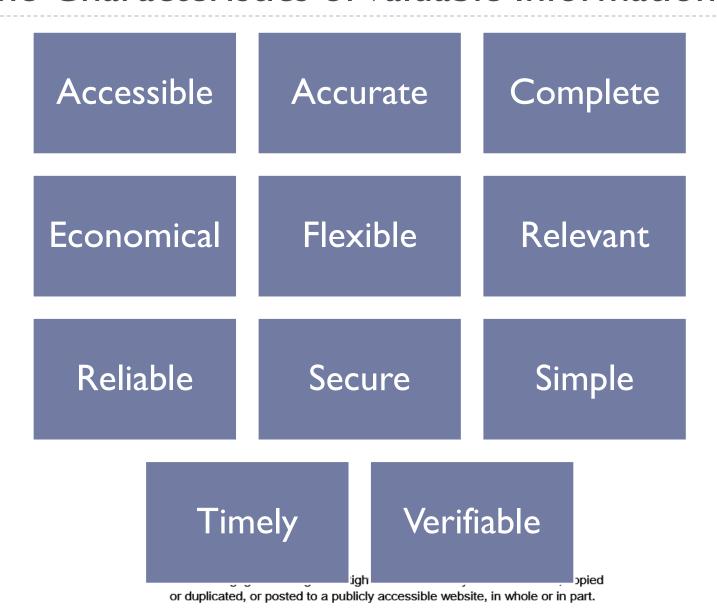


The Value of Information

- Directly linked to how it helps decision makers achieve their organization's goals
- Valuable information:
 - Helps people and their organizations perform tasks more efficiently and effectively



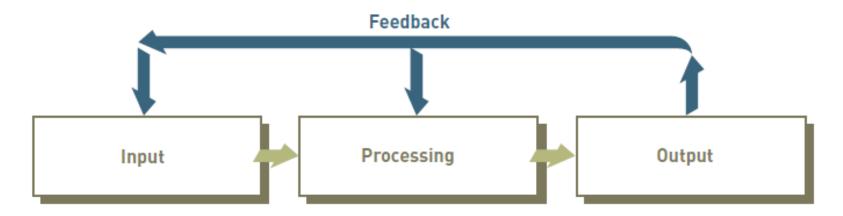
The Characteristics of Valuable Information





Input, Processing, Output, Feedback

- Input: Activity of gathering and capturing raw data
- Processing: Converting data into useful outputs
- Output: Production of useful information, usually in the form of documents and reports
- ▶ Feedback: Information from the system that is used to make changes to input or processing activities





Why Learn about Information Systems

- Organizations are the essence of economic, social, and political development in any society
- Information is one of an organization's most valuable resources
- Information helps decision makers achieve an organization's goals
- Information Systems change organizations and the way we live
 - Technology used for innovation (processes, products), Decision-making
- Professionals in technology and management require Information systems knowledge to participate in and lead organizational work
- To Consider:
 - What are examples of information do organizations require?
 - How is information managed?



Information Systems

A set of interrelated components that collect, manipulate, and disseminate data and <u>information</u> and provide feedback to meet an objective





What is an information System

An Information System (IS) is a set of interrelated elements that:

- Collect (input)
- Manipulate (process)
- Store
- Disseminate (output) data and information
- Provide a corrective reaction (<u>feedback mechanism</u>) to meet an objective

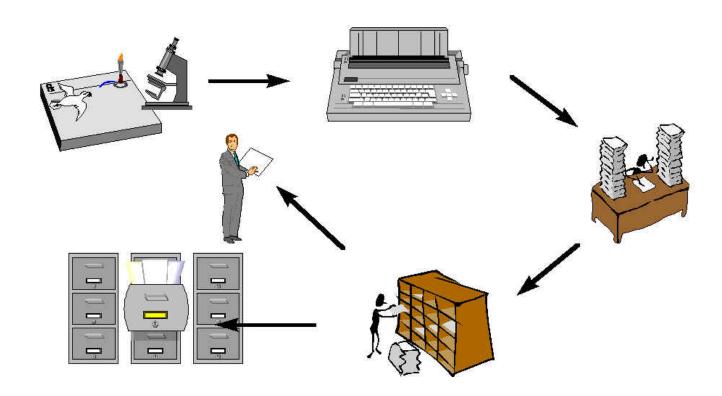
Computer Information Systems – Component Groups

- Application components:
 - Screens, menus, databases
- Technological components:
 - <u>computer</u> and <u>telecommunication</u> technology (ICT information and communication technology) – this is the backbone
 - ► Hardware, software, telecommunications
- Organizational Components:
 - Users, procedures



Manual and Computer-based Information Systems

An information system can be Manual or Computerized





Information Systems - Elements

Hardware:

 Consists of computer equipment used to perform input, processing, and output activities

Software:

Consists of the computer programs that govern the operation of the computer

Database:

 Organized collection of facts and information, typically consisting of two or more related data files



Information Systems - Elements

- ▶ Telecommunications, Networks, and the Internet:
 - ▶ The electronic transmission of signals for communications
 - Networks: Connect computers and equipment to enable electronic communication

People:

The most important element in most management information systems

Procedures:

- Include strategies, policies, methods, and rules for using the MIS
- Procedure defines the steps to follow to achieve a specific end result
 - Such as enter a customer order, pay a supplier invoice, or request a current inventory report
- Using a CBIS involves setting and following many procedures, including those for the
 - Operation, maintenance, and security of the system

Components of a Computer-based Information System (CBIS)



Three Fundamental Types of Information Systems

- Information systems can be divided into three types:
 - Personal IS includes information systems that improve the productivity of individual users
 - ▶ Group IS —includes information systems that improve communications and support collaboration among members of a workgroup
 - ▶ Enterprise IS includes information systems that organizations use to define structured interactions among their own employees and/or external customers, suppliers, government agencies, etc...

Three Fundamental Types of Information Systems

- For each type of IS, certain key organizational complements must be in place:
 - Well-trained workers
 - System support
 - Better teamwork
 - Redesigned processes
 - New decision rights

Three Fundamental Types of Information Systems

TABLE 1.3 Examples and characteristics of each type of information system

	Personal IS	Group IS	Enterprise IS
Examples	Personal productivity soft- ware, decision-support system	Email, instant messaging, project management software	Transaction processing systems, enterprise sys- tems, interorganizational systems
Benefits	Improved productivity	Increased collaboration	Increased standardization and ability to monitor work
Organizational comple- ments (including well- trained workers, better teamwork, redesigned processes, and new decision rights)	 Does not bring complements with it Partial benefits can be achieved without all complements being in place 	 At least some complements must be in place when IS "goes live" Allows users to implement and modify complements over time 	Full complements must be in place when IS "goes live"
Manager's role	 Ensure that employees understand and connect to the change Encourage use Challenge workers to find new uses 	 Demonstrate how technology can be used Set norms for participation 	 Identify and put into place the full set of organizational complements prior to adoption Intervene forcefully and continually to ensure adoption

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The Role of Information Systems in Business

- Operational excellence:
 - Improvement of efficiency to attain higher profitability
 - Information systems, technology an important tool in achieving greater efficiency and productivity
 - Walmart's Retail Link system links suppliers to stores for superior replenishment system

