Chapter XI Assessing the Potential Impact of Web Services on Business Processes

Jan-Hendrik Sewing

Siemens Management Consulting, Germany

Michael Rosemann

Queensland University of Technology, Australia

Marlon Dumas

Queensland University of Technology, Australia and University of Tartu, Estonia

Marcello La Rosa

Queensland University of Technology, Australia

ABSTRACT

Though Web services offer unique opportunities for the design of new business processes, the assessment of the potential impact of Web services on existing business information systems is often reduced to technical aspects. This chapter proposes a four-phase methodology, which facilitates the evaluation of the potential use of Web services on business information systems both from a technical and from a strategic viewpoint. It is based on business process models, which are used to frame the adoption and deployment of Web services and to assess their impact on existing business processes. The application of this methodology is described using a procurement scenario.

INTRODUCTION

Web services (WS) is an emerging set of technologies that aims at facilitating the flexible and

standardised implementation of interoperable software systems. Considerably hyped in recent years, Web services are expected to ease many current IT problems such as the large-scale integration of heterogeneous software applications or the cost-effective establishment of e-business interactions. From a more technical viewpoint, investment in Web services is seen as a prerequisite to adopt a service-oriented architecture, an IT systems architecture paradigm that uses the concept of service as a basis for managing inter-connected software applications.

Although the intensity of development efforts and standardisation activities is very high, systematic approaches to assess the actual impact of Web services on existing business information systems are still missing. Thus, many organisations are struggling to assess the real impact of Web services and the accompanying opportunities and threats. Without appropriate business alignment, Web services might be perceived as a technical solution without a clear value proposition, in the sense that their potential benefits might not justify associated software reengineering efforts. This constitutes a potential risk factor in light of current IT spending practice and could eventually hamper a wider adoption.

Addressing the alignment of Web services to business priorities is therefore a critical step toward the success of this emerging technology—it will determine whether Web services can fit into (and more importantly improve) existing business practices and thus increase the competitiveness of the organisations that adopt them.

Business process modelling encapsulates all forms of graphical visualisation and structured documentation of business processes and related elements such as events, data, material flows, and external interactions. Business process modelling may be conducted for a wide variety of purposes including among others process documentation, process improvement, compliance, software implementation, or quality certification (Becker, Rosemann, & Von Uthmann, 2000; Curtis, Keller, & Over, 1992). It is an established approach for analysing and improving existing business processes. Business process models, extended with relevant information, have the potential to serve

as a decision support instrument for assessing the potential of Web services. They are able to show the process context and ways of how Web services can enable business process innovation.

This chapter proposes a methodology for identifying and assessing opportunities for introducing Web services into existing business information systems by means of business process modelling. After briefly outlining and justifying the research approach, a framework is presented for selecting the most appropriate processes for potential incorporation of Web services. Following this, information domains and types are identified that need to be contained in a business process model to support systematic Web services assessments and to facilitate Web services deployment. This information is then mapped into a specific representation in the context of the ARIS toolset (Scheer, 1998a), a widely used solution for business process modelling. This mapping as well as the conceptual possibilities of the methodology are then illustrated through an example from the area of e-procurement. Finally, related work, conclusions, and directions for future work are discussed

RESEARCH APPROACH

The proposed assessment methodology is grounded in related literature and complemented by focus group discussions with early and prospective Web services adopters. The purpose of the focus groups was to explore the current practice of Web service implementations, and industry's perception and approaches on how to address the challenge of business alignment. Specifically, two focus groups were organised—one for discussing the uptake and adoption of Web services technologies and a second one for discussing the use of business process models for assessing Web services adoption opportunities.

The participants of the focus groups were selected on the basis of their experience with Web

27 more pages are available in the full version of this document, which may be purchased using the "Add to Cart" button on the publisher's webpage: www.igi-global.com/chapter/assessing-potential-impact-web-services/8699

Related Content

The Web 2.0 Trend: Implications for the Modern Business

Michael Dingerand Varun Grover (2010). *Encyclopedia of E-Business Development and Management in the Global Economy (pp. 1167-1175).*

www.irma-international.org/chapter/web-trend-implications-modern-business/41279

Reaching for the "Cloud": The Case of an SME in a Developing Economy

Eric Ansongand Sheena Lovia Boateng (2023). *International Journal of E-Business Research (pp. 1-17)*. www.irma-international.org/article/reaching-for-the-cloud/319324

Adoption of Mobile Technology in the Supply Chain: An Exploratory Cross-Case Analysis

Bill Doolinand Eman Al Haj Ali (2008). *International Journal of E-Business Research (pp. 1-15)*. www.irma-international.org/article/adoption-mobile-technology-supply-chain/1914

A Model-Based Privacy Compliance Checker

Siani Pearsonand Damien Allison (2009). *International Journal of E-Business Research (pp. 63-83)*. www.irma-international.org/article/model-based-privacy-compliance-checker/3925

Strategic Success Factors for Selling Content Online: Which Success Factors will make Internet Content a Sustainable and Profitable Business?

Stephan A. Butscher, Frank Lubyand Markus B. Hofer (2005). *Strategies for Generating E-Business Returns on Investment (pp. 187-208).*

 $\underline{www.irma-international.org/chapter/strategic-success-factors-selling-content/29868}$