

# Systems Analysis and Design

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# Syllabus:

**Concepts and Information System Environment:** System definition, characteristics of a system, organization, interaction, interdependence, integration, elements of a system, outputs and inputs, processors, control, feedback, boundaries and interface, types of system.

**SDLC and System analyst:** SDLC models, Role of the Systems Analyst, Organizational Style and its Impact on Information Systems, Feasibility and Managing Analysis and Design Activities.

**Information Requirements Analysis:** Sampling and Investigating Hard Data, Interviewing using Questionnaires, Decision-Maker Behavior and Office Environment, Prototyping.

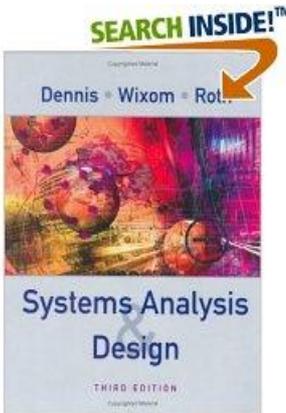
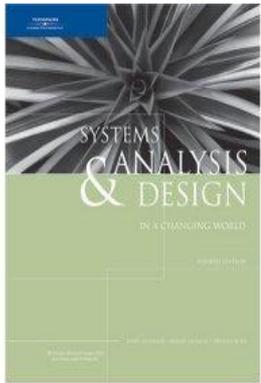
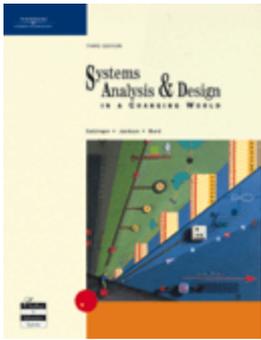
**Analysis Process:** Data Flow Diagrams, Data Dictionaries, Process Specifications and Structured Decisions, Semi structured Decision Support Systems, Systems Proposal.

**Essentials of Design and Automated Tools:** Designing Effective Input and Output, File or Database, User Interface, Data-Entry Procedures, CASE definitions, Types of CASE tools, Benefits and Limitations of CASE tools, CASE support in SDLC, Software Maintenance.

## Evaluation:

Component	Duration	Weightage (%)
Minor Test	One Hour	20
Assignment / Seminar / Project + Class Performance		30
Major Test	Two Hour	50

# Books/References



- [System Analysis and Design in a Changing World](#) MIS Series  
John W. Satzinger, Robert B. Jackson, and Stephen D. Burd.
- [Systems Analysis and Design, Sixth Edition](#) by Gary B. Shelly, Thomas J. Cashman, and Harry J. Rosenblatt  
(**Paperback** - Mar 16, 2005)
- [Systems Analysis and Design](#) by Alan Dennis, Barbara Haley Wixom, and Roberta M. Roth (**Hardcover** - Oct 14, 2005)
- [Systems Analysis and Design \(6th Edition\)](#) by Kenneth E. Kendall and Julie E. Kendall (**Hardcover** - Mar 1, 2004)

# UNIT 1:

## Systems Analysis Basics

# Overview

- Information Systems
  - Crucial to the success of modern business organizations
  - Constantly being developed to make business more competitive
  - Impact productivity and profits
- Keys to successful **systems development**
  - Thorough systems analysis and design
  - Understanding what the business requires

# Overview (continued)

- **Systems analysis** – what system should do
- **Systems design** – how components of information system should be physically implemented
- **Systems analyst** – uses analysis and design techniques to solve business problems with information technology

## Definition:

- The term system is derived from the Greek word **Systema**, which means an organized relationship among functioning units or components.
- A system exists because it is designed to achieve one or more objectives.

# Basic implications of the study

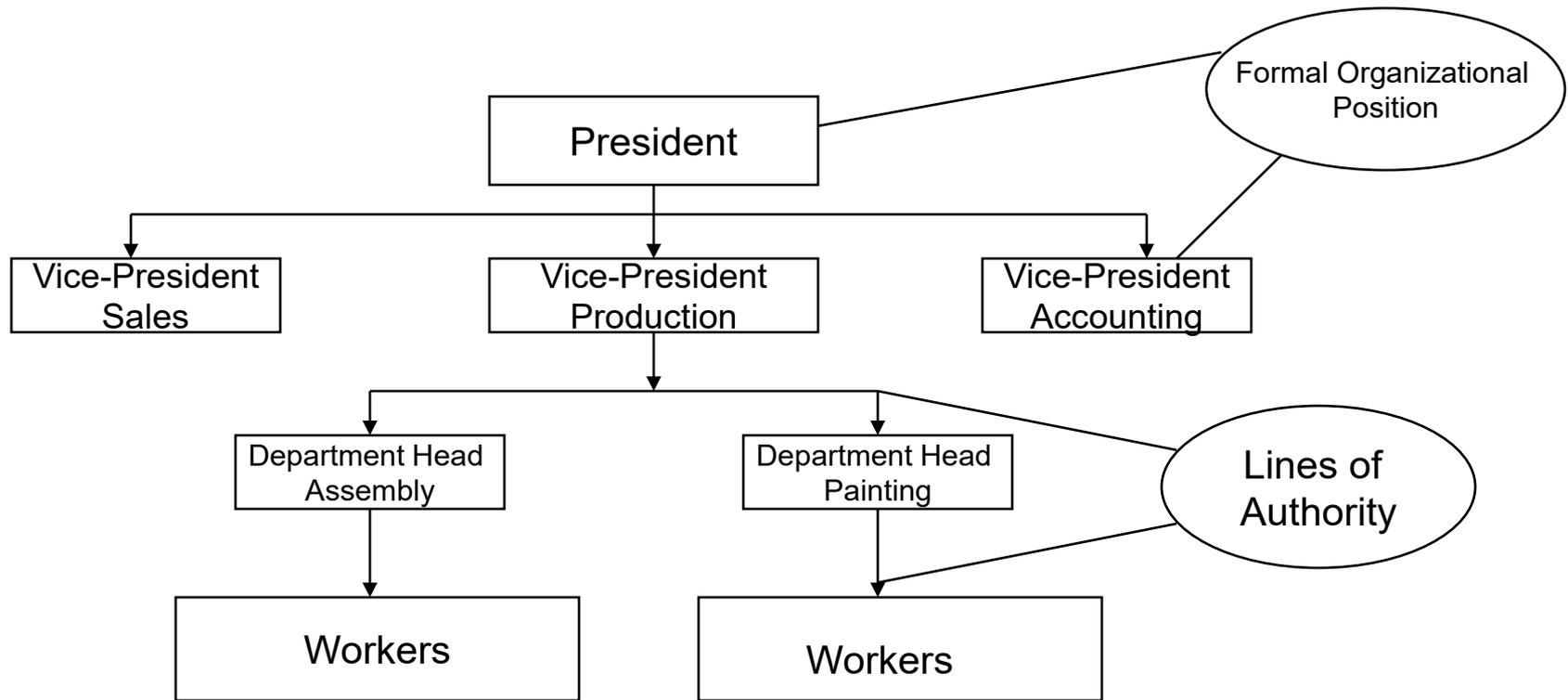
- A system must be designed to achieve a predetermined objective.
- Interrelationships and interdependencies must exist among the components.
- The objective of the organization as whole have a higher priority than the objective of its subsystems.
- Example: computerizing personnel applications must conform to the organizations policy on privacy, confidentiality, and security, as well as making selected data (e.g. pay roll) available to the accounting division on request.

# Characteristics of a system

- System definition suggests that some characteristics that are present in all systems:
  - Organization (Order)
  - Interaction
  - Interdependence
  - Integration
  - Central objective

# Organization

- Organization implies structure and order. It is the arrangement of the components that helps to achieve objectives.



## Organizational Structure: Example

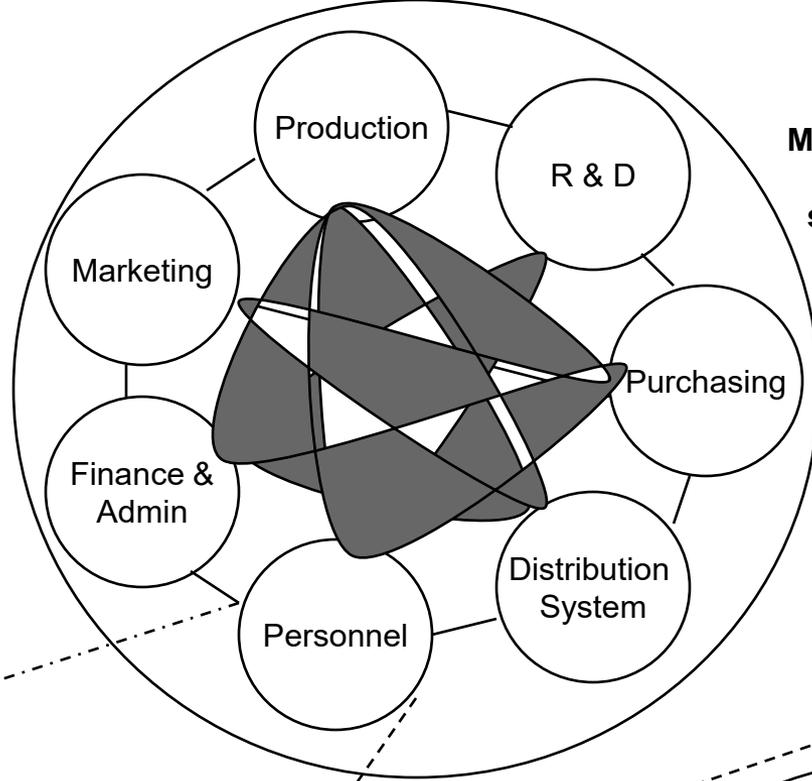
# Interaction

- Interaction refers to the manner in which each component functions with other components of the subsystem.
- Example:
  - Purchasing – production
  - Advertising – sales
  - Pay roll – personnel
  - In computer system, CPU must interact with the input devices to solve a problem.

# Interdependence:

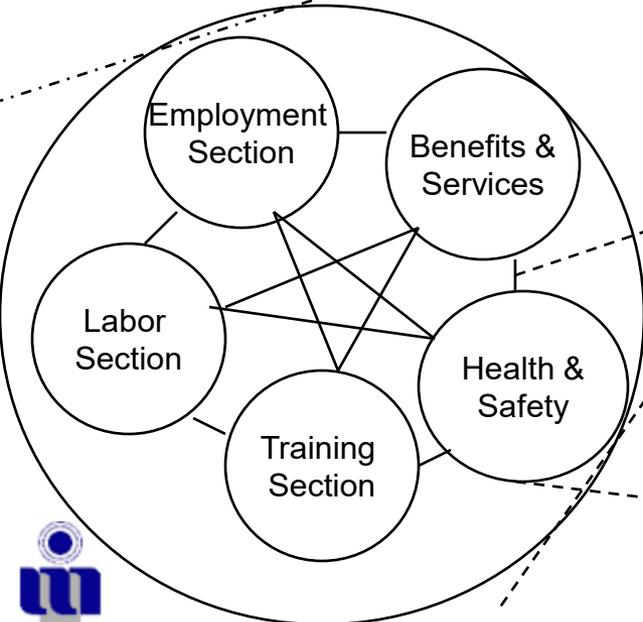
- Interdependence means that parts of the organization or computer system depends on one another. They are coordinated and linked together according to a plan.
- One subsystem depends on input of another subsystem for proper functioning; i.e. the o/p of one sub system is the required i/p for another subsystem

# Major Subsystem s of a Production Firm

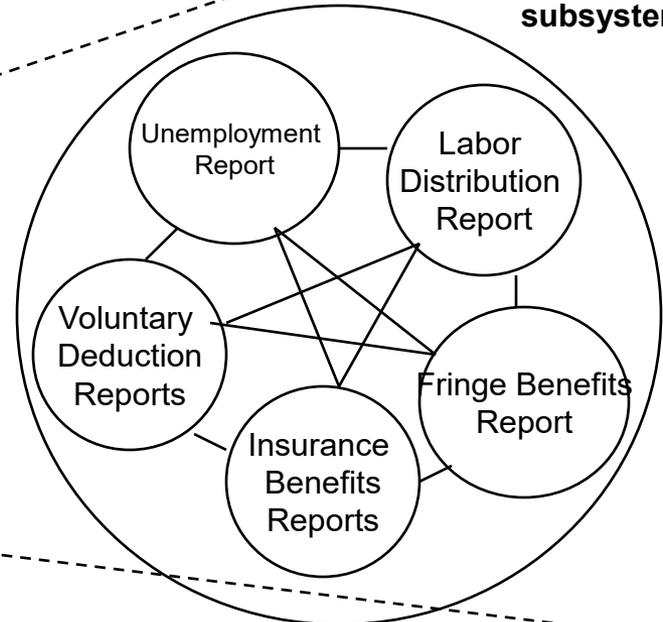


Major (Higher Level) subsystem

Intermediate (Middle Level) subsystem



Minor (Lower level) subsystem



# The Analyst as a Business Problem Solver

- Has computer technology knowledge and programming expertise
- Understands business problems
- Uses logical methods for solving problems
- Has fundamental curiosity
- Wants to make things better
- Is more of a business problem solver than technical programmer



# Analyst's Approach to Problem Solving

Research and understand the problem

Verify that the benefits of solving the problem outweigh the costs

Define the requirements for solving the problem

Develop a set of possible solutions (alternatives)

Decide which solution is best, and make a recommendation

Define the details of the chosen solution

Implement the solution

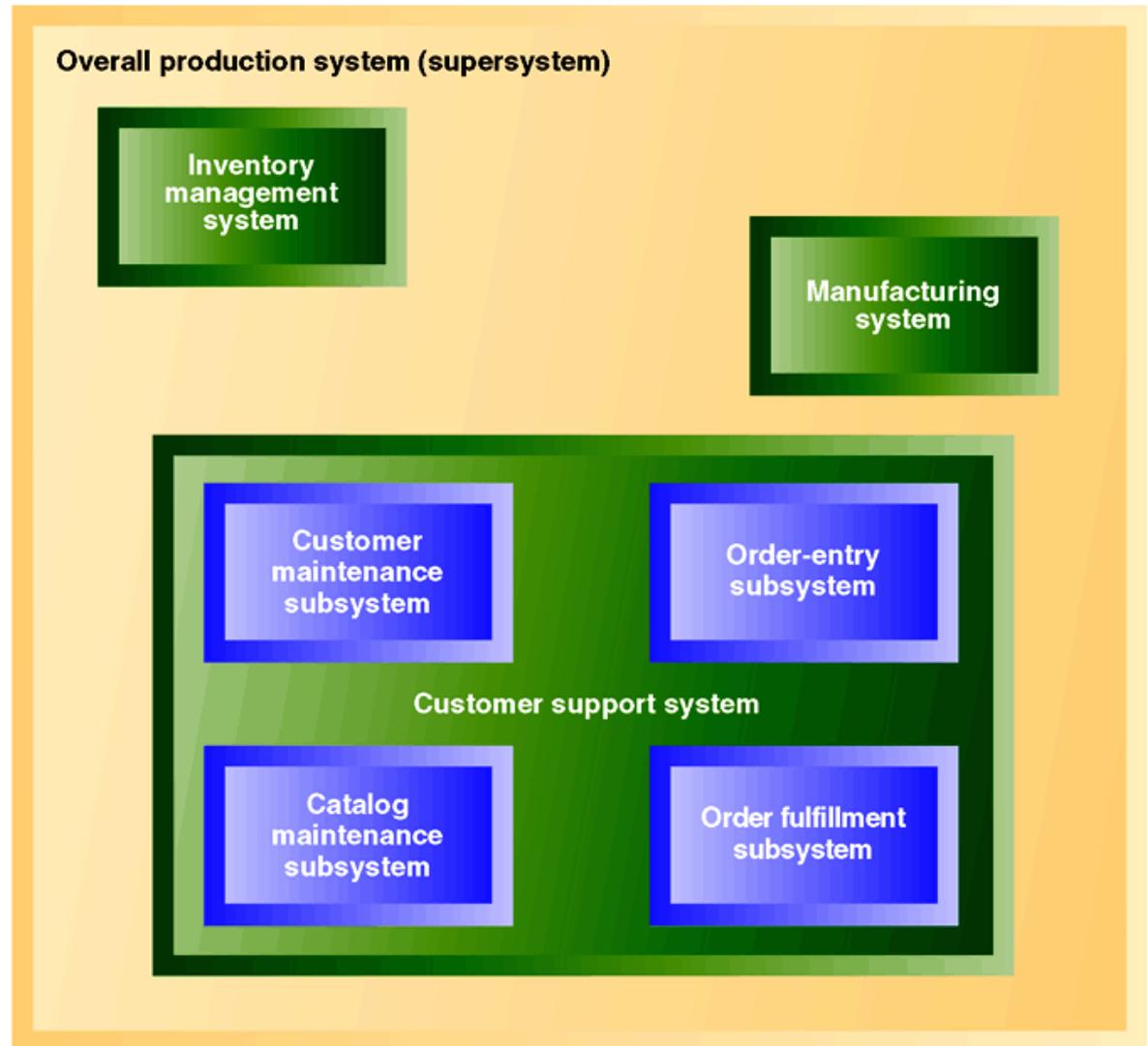
Monitor to make sure that you obtain the desired results

# Systems That Solve Business Problems

- **System** – interrelated components functioning together to achieve an outcome
- **Information systems** – a collection of interrelated components that collect, process, store, and provide as output information needed to complete tasks
- **Subsystems** – part of a larger system
- **Supersystem** – a larger system contains subsystems
- **Functional decomposition** – dividing the system into smaller subsystems and components

# Information Systems and Subsystems

**FIGURE 1-2**  
Information systems and subsystems.



# Information Systems and Component Parts

**FIGURE 1-3**

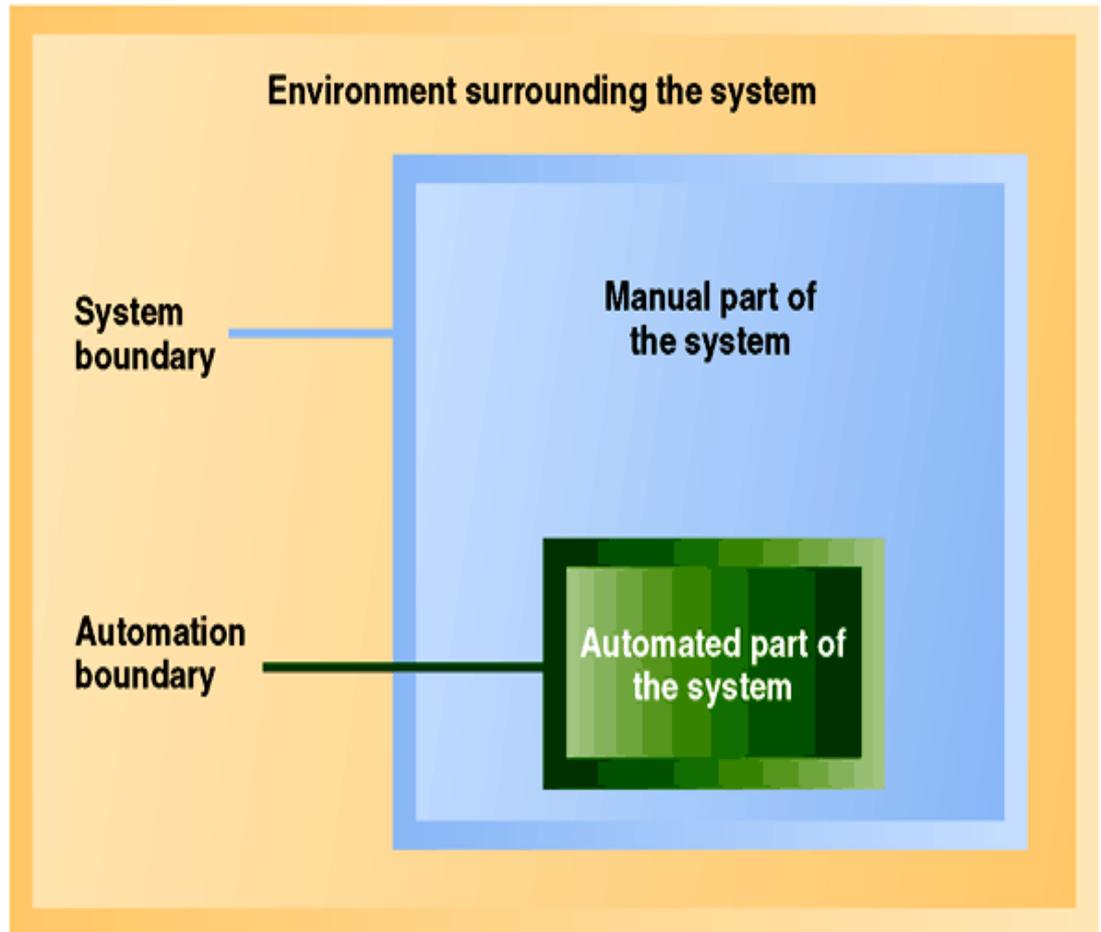
Information systems and component parts.



# System Boundary vs. Automation Boundary

**FIGURE 1-4**

The system boundary versus the automation boundary.



# Types of Information Systems

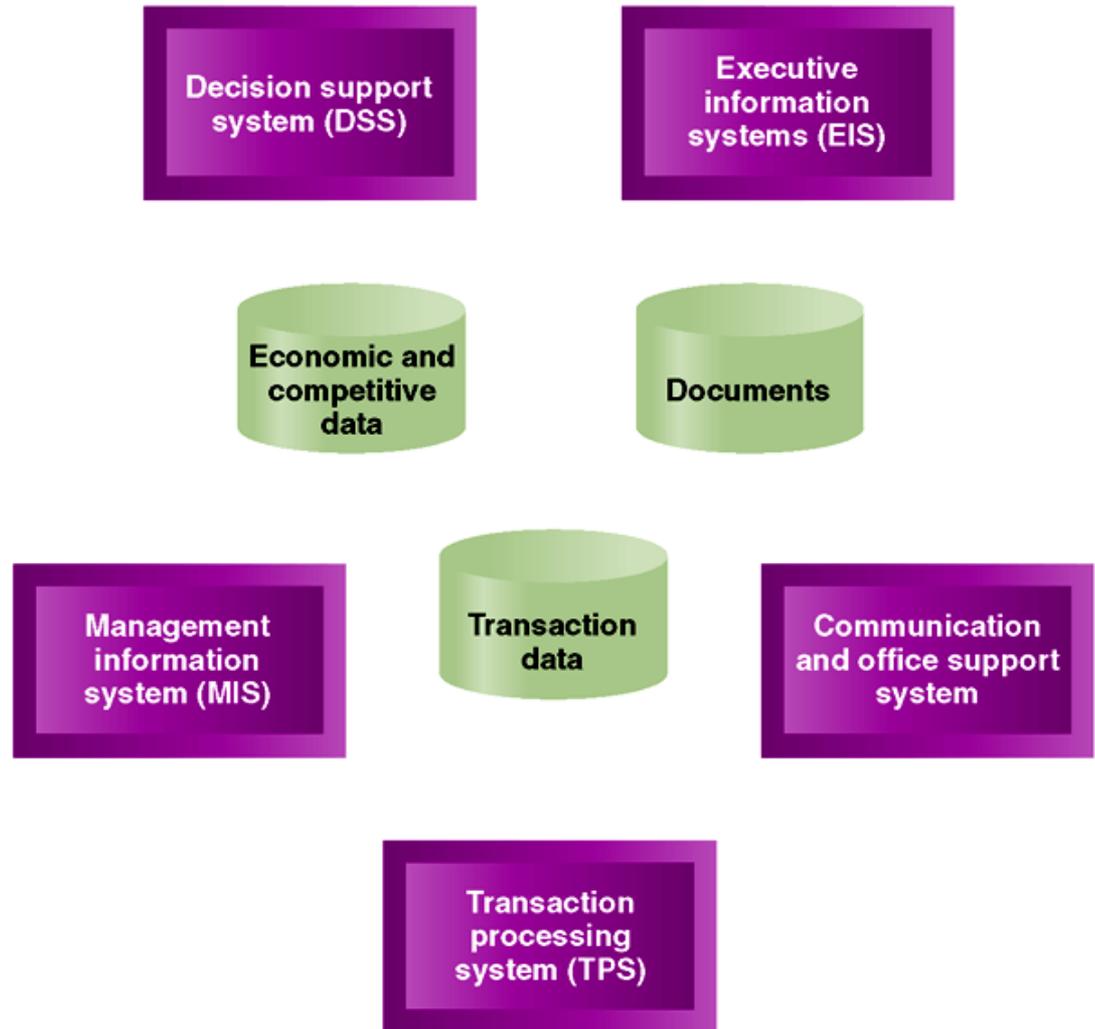
- **Transaction processing systems (TPS)**
  - Capture and record information about organization's transactions
- **Management information systems (MIS)**
  - Take information captured by TPS
  - Produce reports for planning and control
- **Executive information systems (EIS)**
  - Monitoring competitive environment and strategic planning

# Types of Information Systems (continued)

- Decision support systems (DSS)
  - Explore impact of available options or decisions (What-if scenarios)
- Communication support systems
  - Facilitate communication internally and with customers and suppliers
- Office support systems
  - Help employees create and share documents

# Types of Information Systems (continued)

**FIGURE 1-5**  
Types of information systems.



# Required Skills of the Systems Analyst

- An analyst should have fundamental technology knowledge of:
  - Computers / peripheral devices (hardware)
  - Communication networks and connectivity
  - Database and database management systems (DBMS)
  - Programming languages (for example: VB.NET or Java)
  - Operating systems and utilities

# Technical Knowledge and Skills

- Analyst uses **tools**:
  - Software productivity packages (MS Office)
  - Integrated development environments (IDEs) for programming languages
  - CASE tools / coding, testing, and documentation support packages
  
- Analyst understands SDLC phase **techniques**:
  - Project planning
  - Systems analysis, systems design
  - Construction, implementation, systems support

# Business Knowledge and Skills

- Analyst must understand:
  - Business functions performed by organization
  - Organizational structure
  - Organization management techniques
  - Functional work processes
- Systems analysts typically study business administration in college

# People Knowledge and Skills

- Systems analysts need to understand how people:
  - Think
  - Learn
  - React to change
  - Communicate
  - Work (in a variety of jobs and levels)

# People Knowledge and Skills (continued)

- Interpersonal and communication skills are crucial to:
  - Obtaining information
  - Motivating people
  - Getting cooperation
  - Understanding the complexity and workings of an organization in order to provide necessary support

# Integrity and Ethics

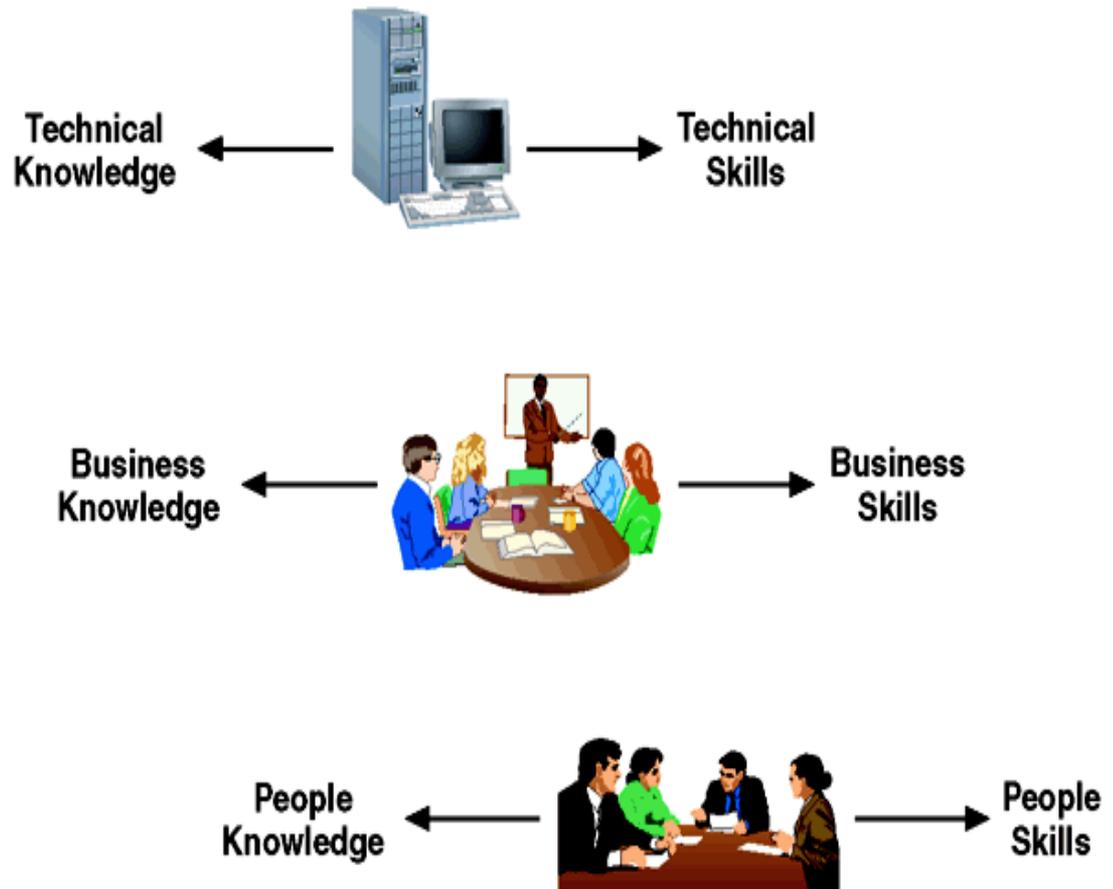
- Analyst has access to confidential information such as salary, an organization's planned projects, security systems, etc.
  - Must keep information private
  - Any impropriety can ruin an analyst's career
  - Analyst plans security in systems to protect confidential information

# Required Skills of the Systems Analyst

**FIGURE 1-6**

Required skills of the systems analyst.

## Knowledge and Skills Required of a Systems Analyst



# The Environment Surrounding the Analyst

- Types of Technology Encountered
  - Desktop
  - Networked desktops
  - Client-server
  - Mainframe
  - Internet, intranet, and extranet
  - Wireless, PDAs, Cell Phones (mobile workers)

# Typical Job Titles and Places of Employment

- Job titles of systems analyst vary greatly, but entail same thing
- Places of employment vary from small businesses to large corporations
- Analysts can be internal employees or outside consultants
- Analysts can be developing solutions for internal business managers or for external clients and customers

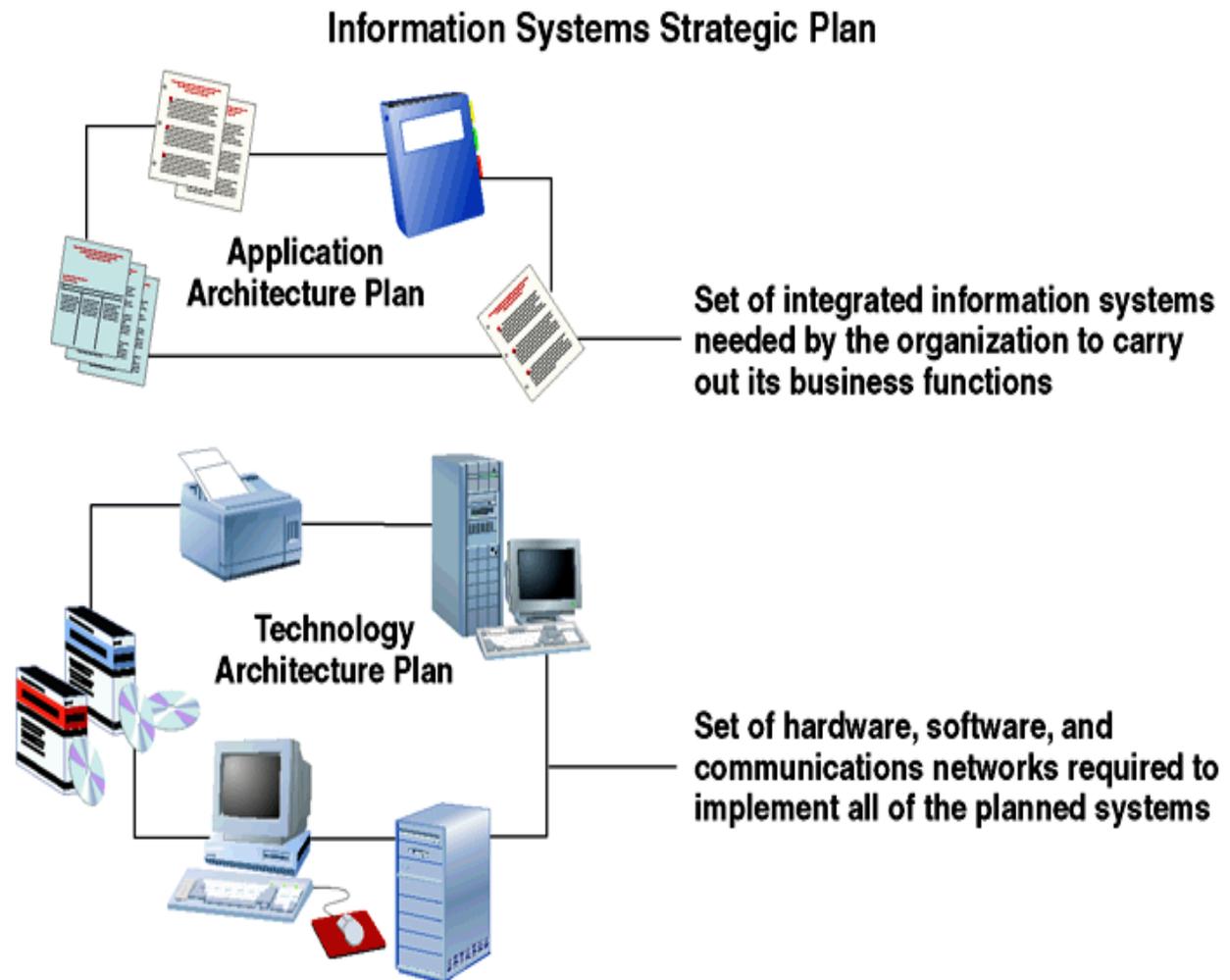
# The Analyst's Role in Strategic Planning

- Special projects affecting executives
  - Business process reengineering – radical improvements to existing processes
- Strategic planning development process
- Information systems strategic planning
  - Application architecture plan (business focus)
  - Technology architecture plan (infrastructure focus)
- Enterprise resource planning (ERP) integrated systems

# Components of an information systems strategic plan

**FIGURE 1-7**

Components of an information systems strategic plan.



# Rocky Mountain Outfitters (RMO) and Its Strategic Information Systems Plan

- ❑ RMO sports clothing manufacturer and distributor about to begin customer support system project
- ❑ First understand: nature of the business, approach to strategic planning, and objectives for customer support system
- ❑ RMO systems development project used to demonstrate analysis and design concepts
- ❑ Reliable Pharmaceutical Service (RPS) is a second case study for classroom purposes

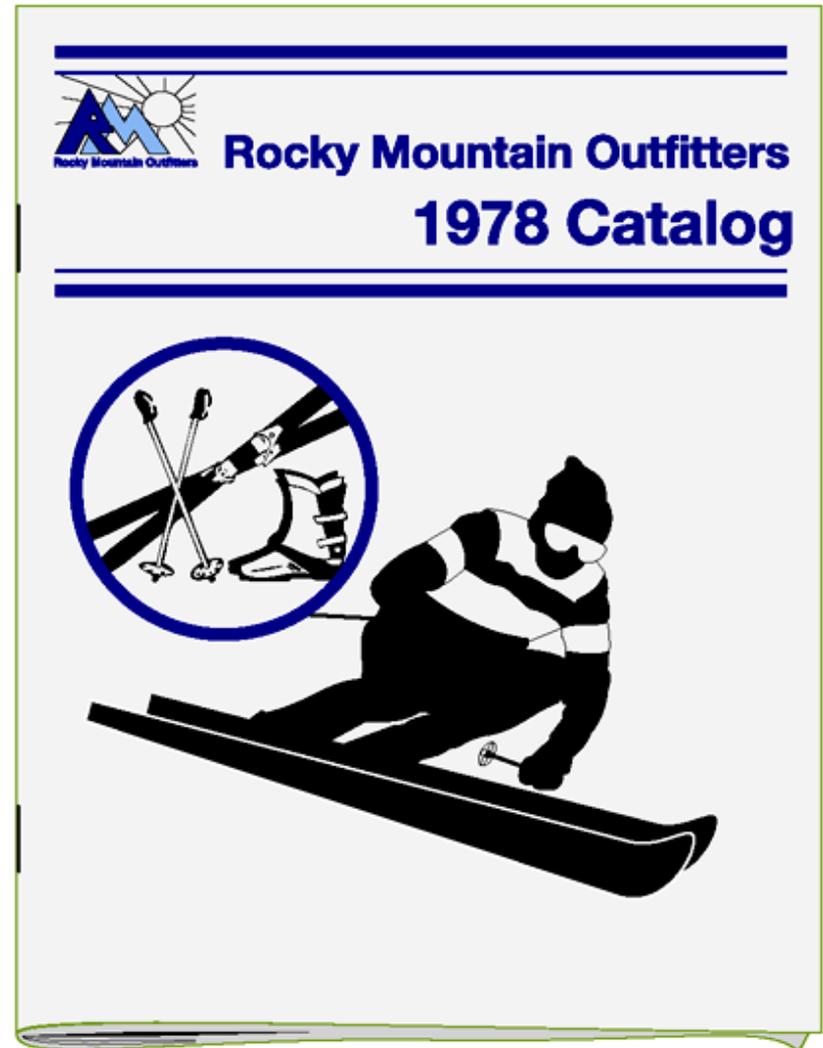
# Introduction to Rocky Mountain Outfitters (RMO) business

- ❑ Began Park City, Utah in 1978 supplying winter sports clothes to local ski shops
- ❑ Expanded into direct mail-order sales with small catalog – as catalog interest increased, opened retail store in Park City
- ❑ Became large, regional sports clothing distributor by early 2000's in Rocky Mountain and Western states
- ❑ Currently \$100 million in annual sales and 600 employees and two retail stores
- ❑ Mail-order revenue to \$60 million, phone-order revenue is \$30 million

# Early RMO Catalog Cover (Spring, 1978)

**FIGURE 1-8**

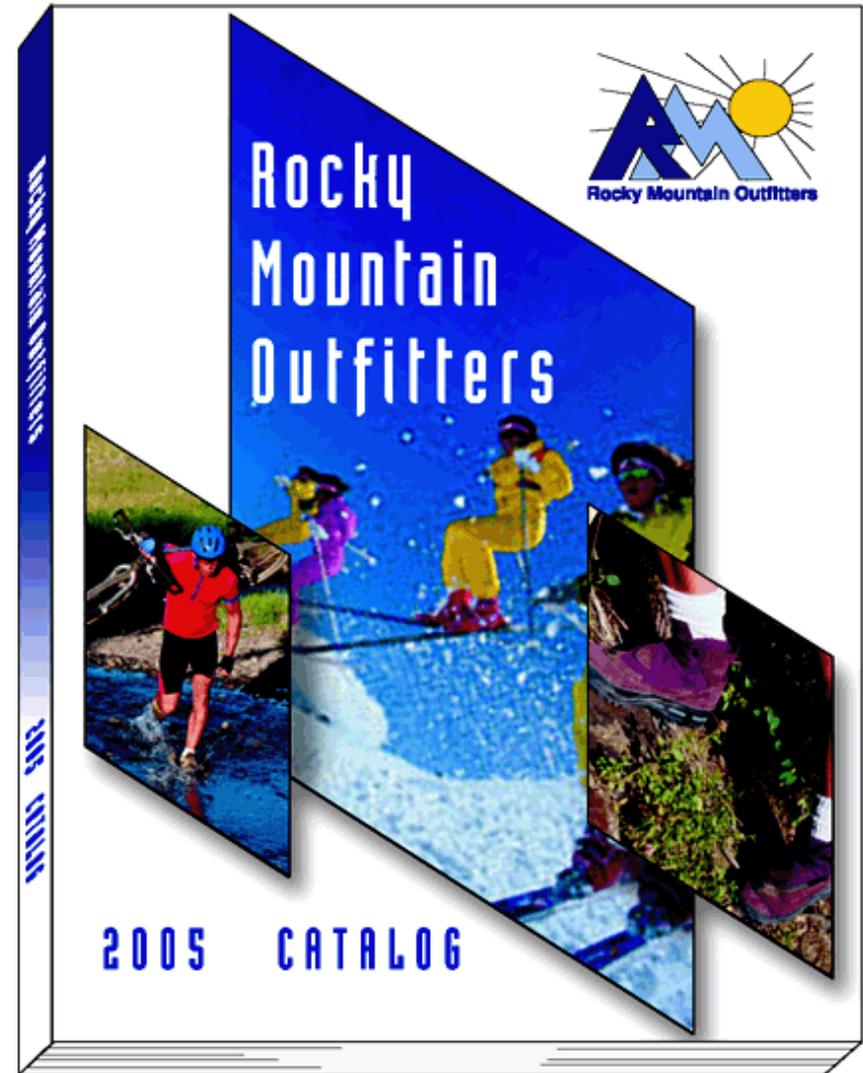
Early RMO catalog cover (Fall 1978).



# Current RMO Catalog Cover (Fall 2005)

**FIGURE 1-9**

Current RMO catalog cover  
(Fall 2005).



# RMO Strategic Issues

- Innovational clothing distributor, featured products on Web site ahead of competitors
- Original Web site functions:
  - Enhance image, request copy of catalog, portal to Outdoor sports Web sites
- Enhanced Web site functions:
  - Add specific product information, weekly specials, and all product offerings
- Detailed IS strategic plan
  - Supply chain management
  - Customer relationship management

# RMO's Organizational Structure

- Managed by original (married) owners
  - John Blankens – President
  - Liz Blankens – Vice president of merchandising and distribution
- William McDougal – Vice president of marketing and sales
- JoAnn White – Vice president of finance and systems
  - Background in finance and accounting

# RMO Locations

**FIGURE 1-11**

Rocky Mountain Outfitters' locations.



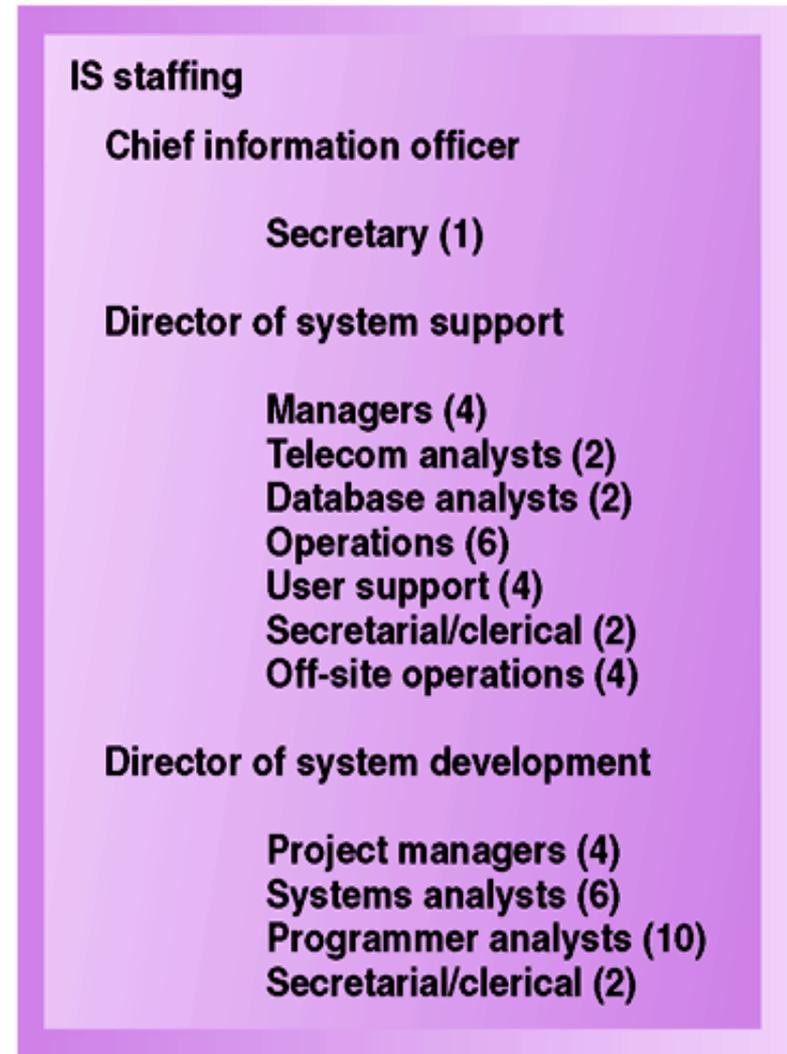
# RMO Information Systems Department

- Mac Preston: Assistant vice-president and chief information officer (CIO)
  - Recent promotion made after IS strategic plan created
  - CIO reports to finance and systems VP
  - CIO is Increasingly important to future of RMO
  - IS department will report directly to the CEO ... if CIO can successfully implement new strategic IS plan

# RMO IS Department Staffing

## FIGURE 1-12

RMO information systems department staffing.



# Existing RMO Systems

- Small mainframe-based system
  - Supports inventory, mail-order, accounting and human resources
  - Has dedicated connectivity to distribution and mail-order sites
- LANs and file servers
  - Supports central office functions, distribution centers, and manufacturing centers
  - Manufacturing has dial-up capability

## RMO Systems in 2010 (continued)

- RMO informational Website
  - Hosted by Internet service provider (ISP)
- Merchandising/Distribution
  - 12 year old mainframe COBOL/CICS (Customer Information Control System) , DB2, VSAM (Virtual Storage Access Method) application
- Mail order
  - 14 year old mainframe COBOL application
- Phone order
  - Oracle and Visual Basic system built 6 years ago

# RMO Systems in 2010(continued)

- Retail store systems
  - 8 Year old point-of-sale and batch inventory package, overnight update with mainframe
- Office systems
  - LAN with office software, Internet, email
- Human resources
  - 13 year old mainframe-based payroll and benefits
- Accounting/Finance
  - Mainframe package bought from leading vendor

# The Information Systems Strategic Plan

- Supports RMO strategic objectives
  - Build more direct customer relationships
  - Expand marketing beyond Western states
- Plan calls for a series of information system development and integration projects over several years
- Project launch: new customer support system to integrate phone orders, mail orders, direct customer orders via Internet

# RMO Technology Architecture Plan

- Distribute business applications
  - Across multiple locations and systems
  - Reserve mainframe for Web server, database, and telecommunications
  - Allow incremental and rapid growth in capacity
- Strategic business processes via Internet
  - Supply chain management (SCM)
  - Direct customer ordering via dynamic Web site
  - Customer relationship management (CRM)
  - Web-based intranet for business functions

# RMO Application Architecture Plan

- Supply chain management (SCM)
  - Product development, product acquisition, manufacturing, inventory management
- Customer support system (CSS)
  - Integrate order-processing and fulfillment system with SCM
  - Support customer orders (mail, phone, web)
- Strategic information management system
  - Extract and analyze SCM and CSS information for strategic and operational decision making and control

# RMO Application Architecture Plan

(continued)

- Retail store system (RSS)
  - Replace existing retail store system with system integrated with CSS
- Accounting/Finance system
  - Purchase intranet application to maximize employee access to financial data for planning and control
- Human resource (HR) system
  - Purchase intranet application to maximize employee access to human resource forms, procedures, and benefits information

# Timetable for RMO Application Architecture Plan

<p><b>2004–2005:</b> Project under way. Consultant-assisted new development to integrate seamlessly product development, product acquisition, manufacturing, and inventory management in anticipation of rapid sales growth.</p>	<p>Supply Chain Management (SCM)</p>
<p><b>2005–2006:</b> Project beginning now. New development to implement an order-processing and fulfillment system that seamlessly integrates with the supply chain management system to support the three order-processing requirements: mail order, phone order, and direct customer access via the Web.</p>	<p>Customer Support System (CSS)</p>
<p><b>2006:</b> Package solution that can extract and analyze supply chain and customer support information for strategic and operational decision making and control.</p>	<p>Strategic Information Management System (SIMS)</p>
<p><b>2006:</b> Package solution that can integrate with customer support system.</p>	<p>Retail Store System (RSS)</p>
<p><b>2007:</b> Package intranet solution.</p>	<p>Accounting/ Finance System</p>
<p><b>2008:</b> Package intranet solution.</p>	<p>Human Resource System</p>



**FIGURE 1-13**

The timetable for RMO's application architecture plan.

# The Customer Support System

- ❑ RMO core competency is their ability to develop and maintain customer loyalty
- ❑ Supply chain management (SCM) must be defined before CSS can begin
- ❑ CSS is a core system supporting customer relationship management
- ❑ Systems analysis phase will define system requirements in detail
- ❑ Strategic plan's stated objectives will form guidelines as project proceeds



# Summary

- Systems analyst solves business problems using information systems technology
- Problem solving means looking into business problem in great detail, completely understanding problem, and choosing best solution
- Information systems development is much more than writing programs

## Summary (continued)

- System - collection of interrelated components that function together to achieve some outcome
- Information systems outcome: solution to a business problem
- Information systems, subsystems, and components interact with and include hardware, software, inputs, outputs, data, people, and procedures

## Summary (continued)

- Systems analyst has broad knowledge and variety of skills, including technical, business, and people
- Integrity and ethical behavior are crucial to success for the analyst
- Systems analyst encounters a variety of rapidly changing technologies
- System analyst works on strategic plans and then systems development projects