Connectors
Operationalizing analytics with Global Business Services
Business analytics and service delivery transformation
Transforming service delivery through global business services, shared services, or outsourcing has historically focused on doing “things better”—delivering services faster, better, cheaper. But what about helping an organization by doing “better things”? Things like creating and delivering new services which help improve results, growing markets, or developing talent?

For many, business analytics is the next focus for delivering “better things” being embraced as a way to transform service delivery.

While creating analytic insights can be a feat on its own, there are often hidden barriers which make taking the next step—achieving real business benefits—more of a challenge. For some, using Global Business Services (GBS) is a way to both produce and more importantly achieve acceptance of actions critical to successful analytics programs.
Mastering the data analytics machine

Building a better machine
GBS can develop a “factory” approach to insight delivery by focusing on a common, consistent approach to producing data driven insights—define the processes, develop the tools, and provide quality assurance oversight and continuous improvement.

Focus on speed and efficiency
Effective analytics requires speed. If production is delaying the delivery of insights to the business leaders who need them—that’s a problem. It is important to define the level of precision needed based on the risk/reward of decisions being made. There is a difference between the level of analytic rigor needed to assess a budget variance on a monthly basis and a market assessment for a new product launch. Sometimes “good enough” is good enough. The tradeoff between speed and accuracy should be defined based on business needs, not mathematical precision.

Users first, users last
Many tend to focus on the technology aspects of business analytics, since it’s the technology that is making analytics possible. While technology is necessary, it is never enough on its own to get the value analytics offers. User experience is a critical consideration as you define how to produce and present insights. While reams of data may excite some, it can overwhelm others. Similarly, while some prefer graphical representations, others need the narrative to feel confident in the outcomes. Too often we have seen this “last mile” of analytics ignored, which can impair analytics programs.
Plan for the personal impact
Presented with a blinding new insight from analytics, the response is often not to celebrate, but to defend. For many leaders, accepting the finding may be viewed as taking responsibility for a negative result. After all, analytics provides deeper insights which can uncover waste or identify savings opportunities. Identifying these weaknesses may lead people to fear that they will be held responsible for why the result occurred or perhaps hold them responsible to fix something they didn’t know was broken. It would be naïve not to expect “bad news” to be rejected or challenged. If the culture isn’t rooted in improvement and agility, then introducing an analytics capability may drive less innovation, not more.

One option is to manage the dissemination of analytics through a GBS structure. By imbedding analytics under a continuous improvement team, analytic insights are part of a collaborative group and individuals who have the most to lose and viewed as part of the problem now have a role as part of the solution. This simple act can help remove the sense of personal exposure and drive a focus on making changes that matter, rather than assigning blame.

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Organizational obstacles await. Prepare accordingly.

Another barrier lies at the organization level. In many cases, functions or business units may want to make a change without realizing the upstream or downstream impacts of the proposed changes. Analytics may identify a bottleneck in a process—such as a delay in sales contracting caused by slow response time from legal or risk review. While the analysis makes identification easy, the remedy could be much more difficult to implement. In this case, legal may rely on outside counsel to address parts of the review, or they may be understaffed. From a pure numbers standpoint, the problem and solution are in the same function. Unless legal agrees to work harder and longer, fixing the problem isn’t easy.

One alternative is to work with a GBS Continuous Improvement team, which may identify the root cause as being the sheer number of non-standard contracts used by sales. The contract burden may be reduced by having preauthorized contract templates to reduce the demands on legal and allow them to focus on fewer exceptions. Here, the idea is to move beyond merely identifying problems to focusing on solutions.

Find a way to fund good ideas

Even when virtually everyone agrees on the “right” course of action, any change is likely to impact financial results, positively or negatively. In too many cases, the greater good runs smack into budget realities. Once an initiative is developed and accepted, it can still be deferred simply because the costs borne by one function to save money in another weren’t in the current budget. This can be avoided by having a GBS team responsible for making the changes and funding the un-budgeted costs.
Understand the old guard
Historically, experience mattered in decision making: People were promoted based on their personal experience and knowledge accumulated over time. More senior, experienced managers trained younger, less experienced staff who over time got promoted. Decisions and strategies were developed at the top of the pyramid and executed at the bottom. But today, that’s changing.

Embrace the new order
Data driven insights are often produced at the lower level with less experienced team members. While they are still reviewed and validated at the top by the leadership level, experience isn’t as valuable as it once was. In effect the topdown becomes bottom-up, flipping the power structure on its head.

Experience is needed to provide the guard rails that data lacks on its own to prevent an organization from making poor decisions based on available information, while ignoring experience and the realities of the marketplace. Evolving an organization to produce analytical insights, creating a supporting environment to act on it, and recognizing the value of experience in honing solutions may be the best way to achieve the benefits of analytics.

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Let’s talk

To transform your business, transform your service delivery model

When applied to global business services, shared services, or outsourcing, analytics can lead to smarter decisions and improved outcomes. The best part? Analytics insights can be implemented in focused, small bites in the midst of a service delivery transformation initiative—it doesn’t have to take over everything. If you want to know more about how to put analytics to work to drive a smarter approach to service delivery, we should talk.

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