CENTER FOR INFORMATION SYSTEMS RESEARCH
SLOAN SCHOOL OF MANAGEMENT
MASSACHUSETTS INSTITUTE OF TECHNOLOGY

Statement of Purpose and Structure
CISR No. 1
Summer 1980

Center for Information Systems Research
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TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Topic</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Introduction</td>
<td>1</td>
</tr>
<tr>
<td>Purpose</td>
<td>2</td>
</tr>
<tr>
<td>Organizational Structure</td>
<td>3</td>
</tr>
<tr>
<td>Major Research Areas</td>
<td>4</td>
</tr>
<tr>
<td>Dissemination of Results</td>
<td>5</td>
</tr>
<tr>
<td>Research Project Funding</td>
<td>6</td>
</tr>
<tr>
<td>Participating Sponsors</td>
<td>7</td>
</tr>
<tr>
<td>CISR Fellows</td>
<td>8</td>
</tr>
</tbody>
</table>
INTRODUCTION

The Center for Information Systems Research (CISR) was established at the MIT Sloan School of Management in June 1974 for two major reasons. First, there was a recognition by the School of the increasing complexity of the managerial function today with a concomitant need for vastly improved information processing tools and techniques to carry out this job. Second, there was an evident need to institute more effective relationships between academics and private and public sector managers in a joint effort to improve computer-based information systems. These two purposes continue to be relevant.

In the private sector the successful operation of a firm is increasingly dependent on timely information; in the service industries the product provided either is information itself or is integrally tied to information; and in the public sector a major basis for effective policy analysis and decision-making is information. Domestic and international competition, inflation, and the increasing costs of capital and labor underline the need for more effective use of available information to facilitate improved planning and control of an organization’s activities and assets.

The basic tool for helping managers with their information problems is the computer. The widespread and growing need to process information effectively for managerial decision-making and the control of operations was an impetus for the formation of CISR. Our primary focus is thus on computer-based information systems within the context of effective and efficient management.

Several factors combine to suggest that the role of computers as a management tool can be expected to expand in the future. Among these factors are the increasing cost-effectiveness of traditional computer hardware, the availability of mini-computers and micro-computers, the profusion of packaged software, an enlarged awareness of means of data analysis and presentation, and growing experience on the part of many organizations in the management of systems development and implementation.

The rapid flow of new hardware, software, and managerial techniques into the field provides a great opportunity for more effective use of information systems at this time. The deluge of new systems and new knowledge has also led to increased complexity in the field. It is this combination of opportunity and complexity which has highlighted a large number of unresolved questions as critical issues to be addressed by information systems research today. These questions require the perspectives of a broad range of disciplines, as well as input from organizations utilizing information systems.
PURPOSE

The Center for Information Systems Research was established at the MIT Sloan School of Management to define, research, and report on significant managerial issues in the utilization of computer-based information systems. In summary, the Center was created:

• To respond to a perceived need for objective, management-oriented research on computer-based information systems.
• To perform applied research for which it is thought a “near-term” (one to five year) payoff is possible on problems suggested by, and therefore of interest to, managers concerned with computer-based information systems.
• To establish and facilitate a multidisciplinary approach to the multidimensional information systems problems which exist today.
• To research information systems problems in both the public and private sectors.
• To operate under a carefully designed organization structure which will maximize research output and facilitate the production of relevant solutions to the information systems problems considered to be most significant by managers and researchers.
• To provide a research environment for MIT students that gives them opportunities to work with faculty and managers on issues important to industry.
• To provide a forum where managers from diverse organizations may meet and exchange ideas with each other and with the CISR faculty and staff.
• To disseminate significant research findings to the information systems user community.
• To expand financial support for research in the MIS area at the Sloan School.
ORGANIZATIONAL STRUCTURE

CISR provides the setting for faculty and others with diverse perspectives to focus on specific issues concerning information systems. Involved with CISR are specialists in computer hardware and software, management planning and control, management science, and organizational behavior. Research project teams are constructed from these specialists and supplemented with MIT students.

Even though the Center is a group within the Sloan School, faculty, staff and students from other departments at the Institute who are interested in the problems being addressed by the Center are, at times, involved in CISR projects. Within the Sloan School, the Center is closely tied to the Management Science Group, another interdisciplinary organization.

To ensure that this multi-disciplinary approach deals with managerially relevant research issues, we realize that the driving force behind the criteria for choice of projects and approaches cannot solely be the desires of researchers, but must be heavily oriented toward the needs of managers. To ensure responsiveness to managerial needs, CISR has institutionalized strong links with a group of sponsoring organizations; this plays a key role in influencing and assigning priorities to research choices.

In addition, we recognize that the faculty and students can deliver higher quality, more effective and timely research results in this field, with the assistance of capable research staff. At MIT, it is firmly believed that full-time professionals, who are independent of classroom teaching and are supported entirely from research funds, are an important factor in maintaining research viability.

Thus, CISR's organizational structure has been developed to promote both external sponsor involvement and the inclusion of professional staff. The Center includes the following components:

**CISR Participating Sponsors**

A limited number of organizations which, being in agreement with the objectives, goals, and philosophy of the Center, contribute to its funding and provide assistance in defining and investigating significant research issues. Section VII contains a detailed description of the role of Participating Sponsors.

**Faculty**

The Director of CISR is a senior faculty member in the Sloan School's MIS group and devotes at least half of his time to CISR's activities. The other members of the MIS faculty form CISR's core faculty. The Center's associated faculty consists of members of other MIT departments who are actively involved in CISR research. Each CISR research project has a faculty member as its Principal Investigator.

**Research Staff**

In addition to faculty members, those who actively participate in CISR research projects come from the following four groups:

*Full-time staff*—professionals who devote all their efforts to CISR activities and research, with primary responsibilities for project management. The Assistant Director of CISR is a full-time, research staff position.

*Part-time staff*—professionals who are actively involved with a particular CISR research project, but who have only a part-time appointment.

*Students*—Undergraduate, Masters, or Doctoral candidates who are working under the direction of the faculty on a particular research project; students are often actively involved in the data collection and analysis phases of projects.

*CISR Fellows*—members of our Participating Sponsors on leave from their organizations in order to devote time to a research project of mutual interest to CISR and the sponsor. (Section VIII has more information about the role of CISR Fellows.)

**Administrative Staff**

Responsible for secretarial support, financial accounting, office administration, and conference administration.
Given CISR’s objective of performing managerially relevant research in the information systems field, the areas selected for research span a wide spectrum of issues from a primarily “human” focus (e.g., implementation problems) to essentially “technical” problems (e.g., data base design).

From a general perspective, CISR’s research portfolio can be divided into four major categories.

1. Managerial Use of Computers and Computer-Based Information

The development of concepts and methods to aid managers and staff professionals to identify their information needs and to interact with computer-based information systems is a traditional area of research for the Sloan School. For example, faculty have long worked in the area of decision support systems (DSS). Continuing DSS research is aimed at improved understanding of how best to develop and implement these systems. An additional focus is the issue of how DSS systems are justified. Research underway has developed the “critical success factors” method to aid managers in identifying their information needs. Other research is exploring various approaches to providing end users with software tools so they can do their own development/programming and is investigating the managerial and organizational implications of this phenomenon of end user behavior.

2. Information Systems Technology

Research with major emphasis on technology has also been a tradition at the Sloan School. The overriding purpose of many such projects has been to understand the technologies that can be brought to bear on implementing the systems dictated by managerial needs and, thus, to help close the increasing gap between the technologies themselves and the understanding required to use them effectively. One major study underway is aimed at improving methods of allowing multiple processing units to communicate with multiple storage devices. New computer architectures to provide more efficient and effective processing in a heavily distributed world are being studied. Research is also underway on data base design, including questions of the value of redundant data and the affects of different data base structures.

3. Information Systems Productivity

There are two aspects to the issue of productivity: (1) how computer-based systems can be used to increase the productivity of an organization, particularly of its managers and staff professionals, and (2) how productivity of the systems development process can be improved. The first aspect heavily overlaps the research category described previously as “the managerial use of computers and computer-based information.” Research addressing the second aspect includes several current projects. Major work is being done on the development of systems design processes. Some of the newer productivity tools, including structured systems analysis techniques, are being investigated. The pros and cons of “common systems” was the topic of a recent CISR Endicott House Seminar. In addition, a major study of the software industry was recently begun which draws upon, and encompasses, much of the above.

4. Management of the Information Systems Function

Since the advent of commercial data processing, the DP department has moved from being a peripheral group, performing accounting tasks faster and cheaper, to being a central resource for operations and, increasingly, for managerial decision-making. A major aim is to understand what the roles and organizational structures of information systems departments should be in this new era. Studies are underway concerning careers of data processing professionals and how successful information systems executives manage. Information systems planning is another area CISR is investigating. This is closely related to the data on planning coming out of the managerial support research described in the first category. In addition, a large-scale study of end user needs and viewpoints has shed much light on a range of issues concerning managing the information systems function.
DISSEMINATION OF RESULTS

General dissemination of research results is made to the information systems user community through journal articles and participation in national conferences. In addition, results are communicated through the following media:

CISR Working Paper Series
A sub-series of the Sloan School Working Paper Series; these reports are in effect unrefereed releases of insights and progress reports on projects and program areas under investigation.

CISR Summer Session Conference
A “research results” seminar held annually and conducted by the entire CISR faculty and research staff; limited to a moderate number of attendees, the Summer Session is open to the general business community with preferential access given to members of CISR’s Participating Sponsors.

Endicott House Seminars
Two-and-a-half day discussions on a single topic of significance to managers in the information systems area, focusing on actual practice as presented by participants. These seminars are held twice a year and are limited to a small number of invited attendees.

One-day Seminars
Day long seminars giving the participants an opportunity to absorb and delve into a particular CISR research project in depth. These seminars are limited to a small number of invited attendees.

Annual Report
During the fall semester, CISR produces an Annual Report describing the preceding academic year. This report contains descriptions of current research projects, biographies of faculty and staff, and a list of sponsoring organizations.
Financial support of CISR research comes primarily from research grants which are either unrestricted or directed.

The main source of CISR’s funding is the annual subscriptions from the Participating Sponsors. These are unrestricted funds and provide the means to launch many of CISR’s research projects and to support the continuity of the Center. While usual MIT accounting procedures apply to Participating Sponsor grants, there is no individual accounting to the sponsors for the disposition of their particular contribution.

CISR from time to time solicits or accepts contracts for directed research. The sponsors of such research negotiate the terms of the contract through MIT’s Office of Sponsored Programs. While CISR may accept requirements for confidentiality of designated data, neither the existence of such a contractual relationship nor the general nature of the research and the results can be kept confidential. Theses and research papers resulting from involvement in directed research of this nature continue to be subject to normal MIT quality control and ownership regulations but are submitted to the sponsoring organizations for verification that confidential material covered by the contract has been properly safeguarded.

Most directed research grants are made by government or large private organizations and call for work on well-defined problems within specified time frames. The motivation for undertaking directed research through CISR is that the work itself is too specific or too costly to qualify for support from unrestricted grants. Such projects, however, support other or subsequent CISR research efforts by permitting the acquisition of skills and experience which are broadly applicable.
CISR Participating Sponsors are organizations which are substantial users of computer-based information systems and are in agreement with the objectives, goals, philosophy and overall research program of the Center. These sponsors are requested to contribute to the unrestricted support of CISR on an annual basis. It is strongly urged that this support be allocated from the MIS departmental operating budget. This ensures that valuable linkages are maintained with the information systems professionals in the sponsoring organizations.

Specifically, Participating Sponsors work with CISR in generating new knowledge concerning their own information systems through five basic research modes. In addition, they learn about the results of other research projects and have an opportunity for exchange of ideas through five dissemination vehicles. Both sets of interactions are noted below:

**Research**
1. serve as site for an ongoing faculty/staff research project;
2. develop and suggest pilot research in a new field expected to be of generalized research interest;
3. have a student team work on-site for a term or thesis project in an area of mutual interest to faculty and sponsor;
4. send a sponsor employee to MIT to take part in a research effort as a CISR Fellow;
5. exchange written material for mutual commenting.

**Dissemination**
1. attend the CISR annual Summer Session conference (two free slots are allocated to each sponsor);
2. attend other CISR single-subject seminars—several of these are run each year;
3. receive CISR working papers presenting research results, faculty viewpoints, and selected student projects;
4. discuss relevant areas of interest with faculty/staff researchers through visits by sponsor personnel to MIT or by CISR staff to the sponsor;
5. schedule CISR faculty/staff to give a presentation to managerial groups within the sponsoring organization.

A major linkage between CISR and Participating Sponsors is the Sponsors Board. This is an advisory body which provides direction and feedback to the Center's management on the quality and relevance of the work being undertaken. The board, which meets once a year, officially consists of:
- one senior person from each CISR Sponsor;
- the Director of CISR, and
- the Assistant Director of CISR.

The sponsor relationships provide a number of benefits to both the sponsoring organization and to CISR. Through their financial contribution, sponsors have an opportunity to indicate support of the general research thrust and to learn from the results without undertaking the entire research alone. Through the interaction with faculty, staff, and other sponsors, each organization has the opportunity for the continuous exchange of ideas and information in this volatile field. Through the annual Sponsors Board Meeting, each sponsor has an opportunity to review and contribute to the direction of the research program as a whole for the coming year. Through the CISR Fellow program, Participating Sponsors have the opportunity to both influence the research on a continuing basis, and to establish a direct channel back to the organization for information on research at CISR and to some extent at MIT as a whole. Since most of the research project teams include MIT students as research staff, each sponsor also has the opportunity to observe these students directly with an eye toward their possible future employment.

For sponsoring firms from the data processing industry, the relationship is useful in helping CISR and these vendor organizations to understand the user implications of current product offerings and to try to bring research insights to bear upon future offerings. In order to preserve academic detachment and objectivity, the following criteria have been applied in developing such cooperative activities:

1. faculty and staff members undertaking joint research with one industry member will ordinarily work with other industry members as well;
2. the results of CISR research collaboration with industry members will be publicly available.

From CISR's point of view, the mechanism of Participating Sponsors results in our attacking the key issues in the information systems field and also ensures that our research is pragmatic. The mechanism provides funding for major research projects and thereby results in the growth of our faculty and staff. It provides students, at all levels, with increased opportunities for real-world involvement during the course of their studies.

In summary, Participating Sponsors allow CISR to fulfill its primary goal: the performance of high quality research which is relevant to and useful for practicing managers in the information systems field.
Another way in which linkage is achieved with Participating Sponsors is through the CISR Fellows. These individuals from the sponsor organizations work with CISR on specific projects which have been mutually chosen. From CISR’s viewpoint, the Fellows can make several important contributions, which include: [1] providing perspective in selecting significant and relevant problems; [2] indicating sources of organizational or operational data; and [3] providing additional human resources to perform the research work. From the Sponsor’s point of view, the Fellow’s participation in CISR provides several returns: [1] an employee with a greater depth of understanding of the issues addressed; [2] expertise which can be transferred to the organization when he or she returns; and [3] the intangible aspects of employee development.

While CISR Fellows with a formal appointment are resident at MIT, the Institute will provide office space and support mechanisms. With the official status of such an appointment, the Fellow can use most of the MIT facilities, such as the libraries, and attend many MIT functions. Also, since MIT has exchange agreements with Harvard University and Wellesley College, educational and social activities at those institutions are open to the CISR Fellow. Salary, travel and living expenses, medical insurance, and other benefits will continue to be the responsibility of the Fellow’s parent organization.