



## Creating value with data Overcoming the Hype

September 15<sup>th</sup> 2016 Arjan van den Born

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- JADS Bringing business and IT together
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#### **The Usual Story**



## Life changes...so what

We trained hard, but it seemed that every time we were beginning to form up into teams, we would be reorganized. I was to learn later in life that we tend to meet any new situation by reorganizing; and a wonderful method it can be for creating the illusion of progress while producing confusion, inefficiency, and demoralization.

This quote is attributed to a disgruntled soldier in Ancient Rome, one Petronius Arbiter, in 210 BC.





### The Datafication era started in the early 1800's





APRIL MILLER MARINE MALE





Florence Nightingale , London 1820-1910

#### Mathew Fontaine Maury, Virginia 1806-1873



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### The Always-On Society generates true Big Data

#### Sensing and monitoring data Providing Extracting connected meaningful Apps information Enhancing the user experience MORE FROM YOUR RUN 764.4 App Store **Connected Solutions**

**Connected devices** 



#### Data science will create new professions



Small and medium scale

JADS <sup>Academy</sup> of Data Scir

#### **Every profession becomes a Data Science Profession**

#### Health Analytics

#### On the Case at Mount Sinai, It's Dr. Data

By STEVE LOHR MARCH 7, 2015



Jeffrey Hammerbacher is a number cruncher — a Harvard math major who went from a job as a Wall Street quant to a key role at Facebook to a founder of a successful data start-up.

But five years ago, he was given a diagnosis of bipolar disorder, a crisis that fueled in him a fierce curiosity in medicine — about how the body and brain work and why they sometimes fail. The more he read and talked to experts, the more he became convinced that medicine needed people like him: skilled practitioners of data science who could guide scientific discovery and decision-making.

Jeffrey Hammerbacher uses his finance and tech experience to understand diseases. Sam Hodgson for The New York Times

Now Mr. Hammerbacher, 32, is on the faculty of the <u>leahn</u> <u>School of Medicine at Mount Sinai</u>, despite the fact that he has no academic training in medicine or biology. He is there because the school has begun an ambitious, well-funded initiative to apply data science to medicine.

#### **HR** Analytics



#### **Marketing Analytics**



#### Accounting & Finance Analytics





#### **Explosive demand of "data scientists" in the Netherlands**





### Data Science is the next big thing

Data science seeks to use all relevant, often complex and hybrid data to effectively tell a story that can be easily understood by non-experts





### Data Science is also the next big risk

Big data can and should bring greater safety, economic opportunity, and convenience to all people.	There is discrimination in delivery of these ads.	" Big data" allows for a new level of specificity in underwriting, changing how risk is allocated.
	A hiring preference against workers who live far away may be accurate—they may really average shorter tenure in the job—but is it fair?	
		There are few laws governing the data brokerage industry.
A lack of high-quality, individualized financial data can exclude a person from the mainstream financial system.	Despite their importance, the algorithms used by E- Verify are not disclosed to the public.	Body-worn cameras are poised to help boost accountability for law enforcement and citizens.

http://bigdata.fairness.io/wp-content/uploads/2014/11/Civil\_Rights\_Big\_Data\_and\_Our\_Algorithmic-Future\_v1.1.pdf



#### Data Science has two words



## ....we need both to subtract value from data



## Does the data always reveal the truth?



The vision is clear: data is the new oil water





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## Cool Examples



# Big data and gene-environment interactions

Setting up Big Registries to find new answers to complex questions

# GENOME ANALYTICS MADE SIMPLER



A software framework made specifically for medical research

## Your I-phone has become a biomedical research device

# Contrôle Anti-Dopage

# The biological passport as the way to find cheaters

YONNAIS

02 DE FRANCE

© Picture Alliance/Photoshot

SMART MAINTENANCE USING PREDICTIVE ANALYTICS (e.g. GE, BMW & DAF)

# Air Shephard: Drones and data to fight the battle against poachers

## PREDICTING DEFORESTATION

0 1 1 0 0 0 0 0 0 00 0 0 ) 1 1 0 1 0 0 0 0 1 0 1 0 1/0 0 1 0 0 0 0 0 1 FROM SEED PRODUCER TO BIG DATA COMPANY п. 



[FIG5] An image of the *Overdracht der Nederlande, aan de* Infante Isabella (1697–1699) by Jan Luyken.



[FIG6] Visualization of how characteristic each image region is for the artists Jan and Caspar Luyken. The yellow regions are characteristic of Jan Luyken, whereas the blue regions are characteristic of Caspar Luyken.

# Detecting Confusion of the Elderly

# Spotify<sup>®</sup>

## **Does Spotify Increase Variety?**





#### DSE Sting Graph Admin



Figure 3.2 Detailed Color Comparison of Hemlock Grove, House of Cards, and Arrested Development

Source: Netflix Technology Blog (techblog.netflix.com)

# Time for Silberman's Fitness Center. 899-9501

## Pricing for advertising space on billboards, benches and busses based on actual # views



## HR Analytics: Overhaulin' HR


## Computational Legal Studies™



#### Tag Archives: Judicial Decision Making

#### Obamacare's Chances Of Survival Have Improved (But It Is Still Very Close)

Posted on March 6, 2015 by Daniel Martin Katz

Posted in <u>Uncategorized</u> | Tagged <u>artificial intelligence and law</u>, <u>computational legal studies</u>, <u>fantasy scotus</u>, <u>Judicial</u> <u>Decision Making</u>, <u>obamacare</u>, <u>guantitative legal prediction</u>, <u>supreme court</u>, <u>wisdom of crowds</u> | <u>Leave a comment</u>

#### Search

Authors

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#### Presentations

Quantitative Legal Prediction Machine Learning + Legal Informatics 5 Obs. Regarding Tech & Legal Industry Innovation in the Legal Industry

Earthquake Haiti (Jan 2010)

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-

# Who we are



## Two focused, comparable, yet distinct top universities



JADS <sup>Jheronimus</sup> Academy of Data Science

## Are Business & IT finally meeting up?







# JADS: What, Why & How



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## WHY JADS? Bringing Technology and Sociology/Business





## **Key Ingredients of Data Science**



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## **Our Capability Framework**





# JADS: close collaboration of 2 universities on 3 areas within data science

edu ca tion

re se arch bu si ness

JADS provides a number of data science programs at undergraduate, graduate and post-graduate level to educate the data scientist of the future Offering Data science research in three locations. Research programs that enhance the relevance of academic research to business and society. JADS offers great opportunities for organizations to become part of the data science ecosystem in 's-Hertogenbosch.



## Education: nine data science programs offered at three locations





Research: we will have one generic research theme ...

## Data Innovation & Data Entrepreneurship



Transforming data into value through analysis and visualization



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## ... and six dedicated research themes

#### Personal care and wellbeing



Monitoring non-intrusively biomarkers and body functions and feeding back information.

#### Finance and insurance



Developing data driven options for innovative financial and insurance related business improvements.

#### Productivity and maintenance



Monitoring performance remotely and enabling long-distance control and maintenance.

#### City management and control



Enabling adaptive public space support by urban service management and commissioning.

#### Branding and marketing



Analyzing customer behavior and mapping needs on business propositions.

#### Agro, food, and life science



Providing decision support by correlating information from different life-science related sources.



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## Five unique elements of our proposition

Size: 2000 students in various programs with 3 research centers

Novelty: educational programs are newly designed using DS design criteria

Multi-disciplinary: Mixing business and IT to drive innovation

Ambition & Quality: world class staff & students to make an impact

Relevance: Intense collaboration with industry in education and research



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# Mariënburg: the hotspot of our initiative







## Functions in our 'hotspot': 's-Hertogenbosch







## The place where we will collaborate intensively with our partners

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## Our offering to start-ups, scale-ups and spin-offs (and students)

We offer a unique proposition to start-ups (incubator), scale-ups (accelerator) and spin-offs to take shop in and around Mariënburg. This offer has several layers.

- 1. Hardware state of the art facilities.
- Software a <u>scientific cloud</u> (e.g. R, Python, Matlab, Mathematica, Hadoop) and <u>commercial applications</u> (e.g. SAS, Tableau) on premises.
- 3. Living Labs with proprietary datasets and open data
- **4. Data science capability** by having established researchers open to discussion and dedicated scientific programmers who do data science.
- 5. Financial capital available for students, start-ups, scale
- 6. Mentoring network of 100+ data science entrepreneurs, data scientists, advisors (IP)





# Unlocking the Value of Data



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Entrepreneurship = the art & science of spotting and grabbing opportunities

value

alue



To really change the world one needs to understand both business & IT







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## **Unlocking Value out of Data**

- The triple pathway to unlocking Data Value
- Volume, Variety, Velocity, Veracity and Value
- The Process of Data Science
- The Organization of Data Science
- The Business Models of Data Science
- The difficulties of building a Data Science Capability





## The Triple Pathway to Data Value

- There are various ways to extract value from Data:
  - Improved customer relations
  - Effective and efficient processes
  - New products and services
- The current focus is mainly on improving customer understanding







## The Potential Value of Big Data is determined by it's uniqueness



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## **The High-Level Process of Data Science**

- Data value can be created in every phase of the data value process
- Data value can be destroyed in every phase of the data value process
- Without potential value, there is no way value can be created





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## The Mature Data Science Organization

- A mature data science organization...
  - ...democratizes all data and data access.
  - ...uses Agile for everything and leverages DataOps (i.e., DevOps for Data Product Development).
  - ...leverages the crowd and works collaboratively with businesses (i.e., data champions, hackathons, etc.).
  - ...follows rigorous <u>scientific methodology</u> (i.e., measured, experimental, disciplined, iterative, refining hypotheses as needed).
  - ...attracts and retains <u>diverse participants</u>, and grants them <u>freedom to explore</u>.
  - ...relentlessly asks the right questions, and constantly searches for the next one.
  - ... celebrates a fast-fail collaborative culture.
  - ...shows insights through illustrations and tells stories.
  - ... builds proof of value, not proof of concepts.
  - ... personifies data science as a way of doing things, not a thing to do.





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## **Data Science is not Business Intelligence**

#### LOOKING BACKWARD AND FORWARD

#### FIRST THERE WAS BUSINESS INTELLIGENCE

Deductive Reasoning Backward Looking Slice and Dice Data Warehoused and Siloed Data Analyze the Past, Guess the Future Creates Reports Analytic Output

#### NOW WE'VE ADDED DATA SCIENCE

Inductive and Deductive Reasoning Forward Looking Interact with Data Distributed, Real Time Data Predict and Advise Creates Data Products Answer Questions and Create New Ones Actionable Answer

#### Data science als aanvullende discipline op bestaande analytics.

Bron (aangepast): http://blog.revolutionanalytics.com/2013/05/statistics-vs-data-science-vs-bi.html

## Project Aristotle: Google's question on how to build teams



### **Google Myths**

"Building the best team means combining the best people"

'It's better to put introverts together"

"Teams are more effective when everyone is friends away from work"



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## It's wery much about human capital

We need T-shaped people

Data scientist have knowledge of

- Engineering
- Business and society
- Entrepreneurship





## Data Science Maturity is generally low

- A Data Driven Organization Has:
- Data Technology
- Data Processes
- Data Governance
- Data Skills & Data Culture



## **Key Aspects of Your Data Science Business Model**

- Who is the data customer?
- What is the product or service?
- What is your pricing model?
- What is the price?
- Where is your added value?





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# Problems at the end and beginning of the value chain





## **INDUSTRY CHANGE AHEAD**



#### A contemporary fairytale

"ONCE UPON A TIME IN DEN BOSCH"



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... A DREAM BECAME TRUE



# APPENDIX



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