Chapter 3

The Business Intelligence Front-End

If the business intelligence architecture is like the engine of the car, then the BI front-end tools are like the body: sporty, sleek, fast, and where the razzle-dazzle of color, handling, and chrome finish all matter. You can have a perfectly architected data warehouse, and yet if you don’t have the right BI front-end tools, you won’t achieve business intelligence success. Technical capabilities matter here but so do subtle differences such as look-and-feel and ease of use. Conversely, while you can have a powerful, intuitive BI front-end, if you have not paid attention to the underlying technical components discussed in the last chapter, your initiative will fail and users will blame the tool for any underlying problems. You need to get both aspects right, even if it’s only the tools that are visible.

This chapter describes the various BI front-end tools that are highly visible to business users. Chapter 12 discusses the importance of matching the tools with the right user segment and the role such tools have played in successful companies. As discussed in Chapter 1 (the section “Technology Changes Enabling BI”), vendors offer an increasing breadth of capabilities within one BI suite. Throughout this chapter, I will mention specific vendor modules to provide concrete examples. This list is not exhaustive and as vendors acquire each other and/or introduce new modules, specific names may change. For updated product names and modules, consult the BIScorecard web site.

Business Query and Reporting

Business query and reporting tools are often referred to as “ad hoc query tools.” This terminology is a little misleading, as in fact the queries are not always ad hoc (as in spontaneously crafted) but rather are often
fixed reports. The difference is that a business user, usually a power user, may have built the report, rather than an information technology (IT) person. The business environment changes at a rapid pace, and unable to wait weeks or months for IT to develop a new report, business users often demand the ability to create queries and reports themselves. Business query and reporting tools allow for this and are most often used for decision-making and management purposes. The business query and reporting tool is a key module to provide users with self-service information access.

In some cases, a report is truly ad hoc; it’s a one-off business question that will never be posed again. Ad hoc queries may be exploratory in nature as users try to find the root cause of a problem, test a theory, or consider changing a business model. Table 3-1 lists some sample fixed reports that may lead to an ad hoc query. As users explore the data, what started as an ad hoc query or one-time question may later become a fixed report. It’s important to recognize the iterative nature of business intelligence and to ensure you have flexible business intelligence tools.

Getting to the data is just one capability of business query tools; the other aspect is presenting and formatting the data in a meaningful way, loosely referred to as reporting. The terms “query” and “reporting” are sometimes used interchangeably because a business query and reporting tool will have both capabilities—getting to the data and formatting it to create a report.

<table>
<thead>
<tr>
<th>Fixed Report</th>
<th>Purpose</th>
<th>Related Ad Hoc Query</th>
</tr>
</thead>
<tbody>
<tr>
<td>Inventory by Product</td>
<td>To determine if an order can be fulfilled today by the primary warehouse</td>
<td>If I’m short at my main warehouse, can I supply the product from elsewhere?</td>
</tr>
<tr>
<td>Top 10 Customers By Quarter and Product</td>
<td>To understand which customers generate the most revenue</td>
<td>Who fell off this quarter’s list? Are there certain products we can cross-sell?</td>
</tr>
<tr>
<td>Raw Material Receipts and Delivery Times</td>
<td>To determine how long it takes to acquire raw materials and which supplier can fulfill purchase orders fastest</td>
<td>Are there other suppliers who can respond faster?</td>
</tr>
<tr>
<td>Patients Per Hour</td>
<td>To understand busy periods and wait times</td>
<td>Do staffing levels correspond to busy times?</td>
</tr>
</tbody>
</table>

Table 3-1 Sample Fixed and Ad Hoc Reports
Business query and reporting tools vary widely in their formatting capabilities. The most basic of formatting capabilities allow for changing the font of column headings and making them bold and centered. Conditional formatting will, for example, display numeric values red when negative or below target and green when positive or above target. Simple report styles include displaying information in a cross-tab report, a chart, or a master-detail report with groupings and subtotals. Tools may provide a set of templates to create nicely formatted reports that use a consistent corporate look and feel. More complex formatting capabilities include the ability to present multiple charts on a page, perhaps coming from different data sources.

Examples of business query tools include BusinessObjects Web Intelligence, Cognos 8 Query Studio, and SAS Web Report Studio.

A Business View of the Data

Business query tools allow business users to access a data source via business terms without having to write any SQL. The data source could be a data warehouse as described in Chapter 2, or it might be direct access to an operational system. A key feature of a business query tool is that it has a business view or metadata layer that hides the complexity of the physical database structure from the business user by:

- Using business terminology rather than physical field names. For example, a user may select a dimension such as Customer Name rather than a cryptic field such as CUST.L33_NAME (the physical table and field name in the Relational Database Management System [RDBMS]).
- Automatically connecting related tables via joins.
- Providing metrics that may calculate and aggregate facts such as revenue, number of customers, number of orders, number of incidents, and average selling price.

Figure 3-1 shows an example of building a query with the BusinessObjects universe, one of the first products to introduce the concept of a business view.

This business view is the most important piece of your BI front-end tools and one in which the business and IT must work together to model. For integrated BI platforms, the business view is common to all the BI tool modules: business query, reporting, analysis, and dashboards. When the business view looks too much like the data warehouse
What Is Structured Query Language (SQL)

SQL, pronounced “sequel,” is a computer language used to communicate with a relational database. SQL is a common language regardless if you use a database from Oracle, IBM, Microsoft, or Teradata. Querying a database with SQL can be fairly complicated. Business query tools will generate the SQL behind the scenes so business users don’t need to learn how to write SQL code. While there is a common set of SQL commands, such as SELECT and SUM, each database vendor may have its own SQL extensions or dialect. RANK, for example, is a popular SQL expression among business users but it is an expression that not all relational databases support. Sometimes when trying to develop a complex business query, you may run into limitations inherent in the SQL language. For example, a query about sales for this quarter would generate simple SQL. Asking a query about which products were cross-sold to the same customers this year versus last year would require very complex SQL and may be better answered in an OLAP database.
or source system with confusing table and field names, business users are overwhelmed and can too easily build incorrect queries. Poor business view design also forces users to put too much logic and too many calculations inside individual reports and dashboards. For these reasons, in some organizations, the power users within a business unit, function, or department, are responsible for building the business view or metadata layer; in others, it is the central BI group or data warehouse team that will build and maintain the business view.

Production Reporting

Whereas business query and reporting tools allow for basic report formatting, production reporting tools have much more sophisticated formatting and design capabilities. Some people may refer to this category of tools as pixel perfect, operational, or enterprise reporting. Again, the terminology can be misleading as some business query and reporting tools can create pixel perfect reports, be embedded in operational systems, and are used across an enterprise. For lack of a better term, I will refer to this module as “production” reporting. Examples of production reporting tools include Actuate e.Report, BusinessObjects Crystal Reports, Microsoft Reporting Services, Oracle Publisher (which supersedes Oracle Reports), and Information Builders Web Focus.

A production reporting tool may access a transaction system directly to create a document such as an invoice, a bank statement, a check, or a list of open orders. When the reporting is not against the transaction system, it may be against an operational data store or detailed data within a data warehouse. IT usually develops these reports for the following reasons:

- The data source is an operational system in which you can’t take the risk that “untrained” users may launch resource intensive and runaway queries with a business query tool.
- Reports are often accessed through and embedded within the transaction system.
- The information requirements are common to all users and departments and are static, such as for regulatory reports.

Because professional IT developers are often the users of production reporting tools, IT may also use these tools to develop management style reports, particularly when a company does not have a business query tool.
Table 3-2 highlights some key differences between business query tools and production reporting tools. None of these differences is an absolute, except that they serve the needs to distinct user groups and in many cases, distinct applications.

### Online Analytical Processing (OLAP)

Online Analytical Processing (OLAP) is a capability that focuses on analyzing and exploring data, whereas query and reporting tools put greater emphasis on accessing data for monitoring purposes. OLAP moves the focus from “what” is happening, to exploring “why” something is happening. To uncover the “why,” users may not know precisely what information they are looking for and instead will navigate and drill within a data set to uncover particular details and patterns.

OLAP provides interactive analysis by different dimensions (i.e., geography, product, time) and different levels of detail (year, quarter, month). For many users, OLAP has become synonymous with “drill-down” and “pivot” capabilities. Many BI products, though, will now provide drill-down and pivot capabilities without a full-blown OLAP engine or OLAP database on the back-end.

As the technology and users have evolved and matured, the distinctions between OLAP and reporting have increasingly blurred.
OLAP users want highly formatted reports that are based on multidimensional data; report users immediately want to drill when they see a problem with a particular metric in a report. They don’t want to be forced to launch a separate tool as they move from reporting into analysis and exploration.

The following characteristics continue to distinguish OLAP tools from business query and reporting tools:

- **Multidimensional** Users analyze numerical values from different dimensions such as product, time, and geography. A report, on the other hand, may be one-dimensional, such as a list of product prices at one point in time.

- **Consistently fast** As users navigate different dimensions and levels within a dimension, OLAP means fast—the speed of thought. If a user double-clicks to drill-down from Year to Quarter, waiting 24 hours, 24 minutes, or even 24 seconds for an answer is not acceptable. Report users, of course, do not want slow reports either, but some reports take this long to run and must be scheduled.

- **Highly interactive** Drilling is one way users interact with OLAP data. *Pivoting* gives users the ability to view information from different perspectives such as by geography or by product. *Slicing* allows users to filter the data within these dimensions such as sales for New York only and then for New Jersey only, or crime statistics for Leeds only and then Manchester only. This kind of interactivity within a non-OLAP report ranges from nonexistent to only recently possible.

- **Varying levels of aggregation** To ensure predictable query times, OLAP products pre-aggregate data in different ways. Reporting, to the contrary, can be at the lowest level of detail: rather than sales by product, you might have individual line items for a particular order number.

- **Cross-dimensional calculations** With multiple dimensions come more complex calculations. In OLAP, you might want to analyze percentage contribution or market share. These analyses require sub-totaling sales for a particular state and then calculating percentage contribution for the total region, country, or world. Users may analyze this percentage market share by a number of other dimensions, such as actual versus budget, this year versus last year, or for a particular group of products. These calculations often must be performed in a particular order and involve input numbers that users might never see. Detailed reports, however, often rely on simple subtotals or calculations of values that are displayed on the report itself.
In understanding OLAP requirements, it’s important to distinguish between OLAP platform issues and OLAP user interface issues.

**OLAP Platforms**

The OLAP platform is about how the data is stored to allow for multidimensional analysis. The cube shown in Figure 2-3, in Chapter 2, represents the OLAP database. On the one hand, business users should not have to care at all about how the data is stored, replicated, and cached, and yet the OLAP architecture greatly affects what you can analyze and how. The OLAP architecture also influences what OLAP front-end you can use.

There are four primary OLAP architectures as described in Table 3-3. Relational OLAP (ROLAP) platforms store data in a relational database so data is not necessarily replicated into a separate storage for analysis. Multidimensional OLAP (MOLAP) platforms replicate data into a purpose-built storage that ensures fast analysis. Hybrid OLAP (HOLAP) uses a combination of storage techniques. Dynamic OLAP (DOLAP) will automatically generate a small multidimensional cache when users run a query.

With each OLAP architecture, there are trade-offs in performance, types of multidimensional calculations, amount of data that can be analyzed, timeliness of data updates, and interfaces through which the data can be accessed.

<table>
<thead>
<tr>
<th>Architecture</th>
<th>Primary Difference</th>
<th>Vendor</th>
</tr>
</thead>
<tbody>
<tr>
<td>ROLAP</td>
<td>Calculations done in a relational database, large data volumes, less predictable drill times.</td>
<td>Oracle’s BI EE, SAP Netweaver BI, MicroStrategy, Cognos 8, BusinessObjects Web Intelligence</td>
</tr>
<tr>
<td>MOLAP</td>
<td>Calculations performed in a server-based multidimensional database. Cubes provide write access for inputting budget data or performing what-if analysis.</td>
<td>Oracle’s Hyperion Essbase, Microsoft Analysis Services, TM1, SAS OLAP, Cognos PowerCubes</td>
</tr>
<tr>
<td>HOLAP</td>
<td>Aggregations in a cache but with seamless drill-through to relational.</td>
<td>Microsoft Analysis Services, SAS OLAP, Oracle’s Hyperion Essbase</td>
</tr>
<tr>
<td>DOLAP</td>
<td>Mini cache is built at query run time.</td>
<td>BusinessObjects Web Intelligence, Oracle’s Hyperion Interactive Reporting (formerly Brio)</td>
</tr>
</tbody>
</table>

Table 3-3  OLAP Architectures
Historically, many OLAP products used a MOLAP storage, which led to inflexible cube databases, management of more replicated data, and limitations on the data volumes and level of detail that can be analyzed. All of this has sometimes scared IT away from OLAP.

I would argue that every BI deployment needs an OLAP component; not only is it necessary to facilitate analysis, but also it can significantly reduce the number of reports either IT developers or business users have to create.

With OLAP, a report is just a starting view, say, Sales for 2007 by Country—a summarized starting point. As users click, drill, and pivot, the end result might be Sales, Unit Price, Volume for one quarter, for two products, in a particular city—a detailed, focused end-point. In a strictly relational reporting world, the starting view and end result would be two entirely separate reports, with dozens of iterations in between.

**OLAP Viewers**

Microsoft Excel is one of the most popular interfaces to OLAP data. In fact, for three of the leading OLAP products (Oracle’s Hyperion Essbase, Microsoft Analysis Services, SAP Business Explorer), the spreadsheet was initially the only interface. Users would open a spreadsheet and could immediately begin drilling within cells and Excel Pivot Tables to retrieve and explorer their data.

Today, Excel continues to be an important OLAP interface, but in addition, users can explore data via OLAP viewers. These OLAP viewers may be web-based (whereas Excel is desktop-based) and will have advanced charting and navigation capabilities. In addition, business query tools and production reporting tools may also be able to

**What Are Multidimensional Expressions (MDX)?**

MDX is a query language similar to SQL but used to manipulate data within an OLAP database. Microsoft created MDX as a language to work with its original OLAP server, now referred to as SQL Server Analysis Services. As MDX gained industry acceptance, a number of other OLAP databases added support for MDX such that today OLAP viewers will generate MDX to access and analyze data in a number of different OLAP databases.
access OLAP data sources and allow users to drill around with a report. Figure 3-2 shows an example of a decomposition tree via Microsoft ProClarity, a relatively unique way of visually navigating through hierarchical information.

Just as business query and reporting tools allow users to retrieve data from relational databases without knowing SQL, OLAP viewers allow users to access data in an OLAP database without knowing multidimensional expressions (MDX). Many of the leading BI suite vendors offer OLAP viewers to third-party OLAP data sources, sometimes via the business query and reporting tool, or via a production reporting tool, or via a special OLAP viewer. Examples of specialty OLAP viewers include Microsoft ProClarity (acquired by Microsoft in 2006) and Panorama NovaView.

**Microsoft Office**

It’s often said that Microsoft Excel is unofficially the leading BI tool. Business intelligence teams have tried to ignore it and sometimes disable it, because it can wreak havoc on the one thing a data warehouse is supposed to provide: a single version of truth. Yet users
are passionate about spreadsheet integration, and it is the preferred interface for power users. The issue for BI teams and businesses, then, is how to facilitate the integration while managing its use. In the past, Excel “integration” was often limited to a one-time export of data from the BI tool to a disconnected spreadsheet. More recently, BI vendors have taken new approaches to spreadsheet integration in ways that allow Excel and the BI environment to work better together, perhaps even extending BI’s reach. Duet, a product jointly developed by SAP and Microsoft, for example, uses the familiar Office interface for accessing reports from the SAP transaction system and from the data warehouse. The theory is that anyone comfortable with e-mail can access and interact with a report. This is an example of how Office integration has moved beyond just the Excel spreadsheet to include other Microsoft Office applications such as PowerPoint, Word, and Outlook. In addition to solutions from BI suite vendors, XLCubed is a niche BI vendor and product that uses an Excel add-in as a way of accessing data in Microsoft Analysis Services and TM1 OLAP.

Dashboards

Stephen Few, president of Perceptual Edge and a visualization expert, provides the best definition of a dashboard:

A dashboard is a visual display of the most important information needed to achieve one or more objectives; consolidated and arranged on a single screen so the information can be monitored at a glance.²

BI dashboards are similar to car dashboards—they provide multiple indicators or reports in a highly visual way. A dashboard may be comprised of:

- A map that color-codes where sales are performing well or poorly
- A trend line that tracks stock outs
- A cross tab of top-selling products
- A key performance indicator with an arrow to show if sales are according to plan

Figure 3-3 shows an example of a customer support dashboard created with MicroStrategy Enterprise Dashboard. The dashboard includes advanced visualization such as spark lines (the open cases trend) and a bullet graph (closed cases versus target) to pack more information in a smaller display. (Advanced visualization is discussed further in Chapter 14.)
Ideally, users want to assemble their own dashboards with the information relevant to their job. Not all tools allow this, though, and may force IT to build dashboards in advance.

A key characteristic of dashboards is that they present information from multiple data sources. Exactly how they do this and what constraints there are in the accessibility and number of data sources vary widely from product to product.

The concept of dashboards is nothing new. Early Executive Information Systems (EIS) of the late 1980s tried to deliver similar capabilities. What has changed is the technology. EISs were often custom-coded, inflexible dashboards based on quarterly data. New dashboards are user-built, flexible, and sometimes updated in real time. As shown in Figure 3-3, they also increasingly leverage advanced visualization capabilities that facilitate greater insights and conveying more information in less space. If your company had an early EIS failure, don’t let that dissuade you from delivering dashboards as part of your total BI solution.

Scorecards

The terms “dashboards” and “scorecards” are often used interchangeably, although they are indeed different things. A major difference between them is that a scorecard focuses on a given metric and compares it to a
forecast or target, whereas a dashboard will present multiple numbers in different ways. Some dashboards may additionally display metrics and targets with visual traffic lighting to show the performance of that metric, but you should not assume that all dashboard tools support this capability.

Strategic scorecards contain metrics from the four key areas that drive the success of a business (people, customers, financial, operations) and will include strategy maps to show how the metrics relate to one another. Such scorecard products are often certified by the Balanced Scorecard Collaborative. Figure 3-4 shows an example of a strategy map created with Cognos 8 Metrics Studio.

Although there are a number of powerful scorecard products on the market, the biggest challenge in deploying scorecards is in getting the business to agree on common objectives, drivers, targets, and accountability. Configuring the software requires significantly less effort.

Figure 3-4  Cognos 8 Metrics Studio allows executives to manage key performance indicators. (Reprinted with permission.)

The Business Intelligence Front-End
Performance Management

Performance management and business intelligence historically have been treated as separate applications, with the former being controlled primarily by finance and the latter by IT or individual business units. More recently, a single vendor will offer both BI and performance management tools because the information needs and purposes of both sets of tools are closely related. In rudimentary deployments, BI provides better access to data. In more focused initiatives, BI provides better access to data so that an individual or an entire company can improve their performance.

Performance management tools help optimize, manage, and measure that performance by providing the following key components: budgeting and planning capabilities, financial consolidation, and strategic or balanced scorecards. Business intelligence often provides the underpinnings for performance management in that (1) these applications need access to data for planning and measurement purposes and (2) what may start out as a simple BI initiative for “better data access” becomes more purpose driven when put in the context of optimizing performance according to the goals of the business. Balancing the often diverse priorities of different business units and users is also easier when these requirements are evaluated against those goals.

Craig Schiff, a performance management expert and president of BPM Partners, describes the connection between performance management and BI as follows:

Performance management is really about the business processes (supported by technology) that enable a business to set strategic goals and measure how successfully it is executing on those goals and objectives. The technology that supports these processes includes BPM packaged applications such as budgeting, planning and consolidation, as well as BI tools such as extract, transform and load (ETL), report and query, and OLAP multidimensional cubes. BI is an essential part of BPM; but, while BPM is helping accelerate adoption of BI, BI can exist without BPM.

While I have not seen indication that performance management has helped accelerate BI adoption or vice versa, it is clear that the two are interrelated. 2007 has seen a number of vendor acquisitions as the BI and performance management markets converge.

NOTE While performance management may have its roots in finance, it is by no means limited to financial plans. Performance management may relate to workforce planning, supply chain optimization, capacity planning, and so on.
Alphabet Soup: BPM, CPM, EPM, PM

Here come those acronyms again! Industry analysts, media, and vendors will refer to performance management with any number of acronyms: business performance management (BPM), corporate performance management (CPM), enterprise performance management (EPM), and performance management (PM). They all refer to the same things. The one major point of confusion is when “BPM” is used to refer to business process management, a completely different field. It is a shame that this acronym has become confusing because the BPM Standards Group, whose charter was to define standards and concepts pertaining to performance management, uses it as its name.

Planning

Many companies have manual planning processes compiled through thousands of disconnected spreadsheets. Planning tools help automate and control the process. Part of the planning process is reviewing historical actuals for a basis of comparison. These actuals most likely come from the data warehouse or a data mart (either OLAP or relational). An initial plan may be based on business rules such as percentage change from one year to another. Plans may be prepared either “bottom up,” in which individual managers provide their plans to roll into a company-wide plan, or they may be “top down,” in which plans are made at the highest level and individual units provide details on how that plan can be achieved.

Once a plan has been finalized, managers want to monitor adherence to and progress toward the plan. Such monitoring can be part of a dashboard or a scorecard.

Financial Consolidation

As individual business units aggregate into a total company, financial consolidation tools help ensure things such as intercompany eliminations, currency conversion, and Sarbanes-Oxley compliance. While all OLAP data sources will have multiple dimensions and multiple hierarchies, a financial consolidation tool must have a chart of accounts (specific dimension that defines for example, how assets such as cash,
inventory, and accounts receivable aggregate on a balance sheet). Financial consolidation may be provided by the ERP system or by a dedicated tool.

Financial consolidation tools differ from other aspects of a performance management or BI system in that their primary purpose is to produce the financial reports of a company, whereas much of the other information is for management reporting and analysis.

**Analytic Applications**

Henry Morris of International Data Corporation (IDC) first coined the term *analytic application* in 1997. According to IDC, for software to be considered an analytic application, it must have the following characteristics:

- Function independently of the transaction or source systems.
- Extract, transform, and integrate data from multiple sources and allow for time-based analysis.
- Automate a group of tasks related to optimizing particular business processes.

Business query tools, OLAP, and dashboards may all be components of an analytic application, but it is this last bullet item that most sets an analytic application apart from other BI modules.

There are different types of analytic applications including customer, financial, supply chain, production, and human resources applications. You can either buy or build an analytic application. When you “buy” an analytic application, you buy a range of prebuilt functionality such as the ETL routines, the physical data model, the OLAP database model, and prebuilt reports with functional metrics. When you “build” an analytic application, you determine how and whether to calculate “average sale per store visit” and in which reports you want this metric to appear. With a prebuilt analytic application, this and other metrics are provided for you. With “build” analytic applications, the development environment may provide templates and engines that allow you to assemble applications. A BI platform vendor may provide analytic applications, and numerous niche vendors also provide analytic applications for specific industries or functional areas.
Emerging BI Modules

The modules discussed in this chapter have relatively wide usage and product maturity. Business query and reporting tools, production reporting, and OLAP have evolved over nearly two decades. Dashboard and scorecard software are more recent, with more limited usage, but are mature software products. There are also some modules that are still considered niche solutions or emerging technologies. These include predictive analytics, BI search, advanced visualization, mash-ups, and rich Internet applications, to name a few. Successful BI survey results on the importance of these modules and ways in which case study companies are leveraging them are discussed in Chapter 14.

Best Practices for Successful Business Intelligence

The BI front-end consists of the tools and interfaces that business people use to access the data and monitor trends. These tools include business query and reporting, production reporting, OLAP, Excel, dashboards, and scorecards. Performance management tools are used in conjunction with BI tools and the BI architecture to improve planning, produce financial reports, and measure performance against the objectives and goals of the company. Because the BI tools provide the face for the business intelligence architecture and processes, it’s easy for the tool to get an inordinate amount of attention. They are, however, only one aspect of a business intelligence solution, albeit an important one.

As you work to exploit the full value of business intelligence:

■ Never underestimate the importance of these tools in engaging users to leverage data for competitive advantage.
■ Understand that the business tools must work in conjunction with the underlying technical architecture; an intuitive tool is only as reliable and useful as the data that it accesses.
■ Ensure the business and IT jointly develop a business-focused metadata layer or business view upon which a number of the front-end tools rely.
■ Consider the distinct capabilities of the different tool segments and offer the appropriate tool to the appropriate user group (discussed more in Chapter 12).
■ Stay abreast of emerging technologies that will provide the best user interface for as-yet underserved BI users.