

# DECISION SUPPORT SYSTEMS AND INTELLIGENT SYSTEMS

USD1/035  
710 BOOK STORE  
D 000000

S I X T H E D I T I O N



EFRAIM TURBAN  
JAY E. ARONSON



# DECISION SUPPORT SYSTEMS AND INTELLIGENT SYSTEMS

SIXTH EDITION



**EFRAIM TURBAN**

CITY UNIVERSITY OF HONG KONG

**JAY E. ARONSON**

THE UNIVERSITY OF GEORGIA

with contributions by

**NARASIMHA BOLLOJU**

CITY UNIVERSITY OF HONG KONG

Prentice  
Hall

Upper Saddle River, New Jersey



Turban, Efraim.

Decision support systems and intelligent systems / Efraim Turban, Jay E. Aronson. —  
6th ed.

p. cm.

Includes bibliographical references and index.

ISBN 0-13-089465-6

1. Management—Data processing. 2. Decision support systems. 3. Expert systems  
(Computer science) I. Aronson, Jay E. II. Title.

HD30.2.T87 2000

658.4'03'0285633—dc21

00-037324

**Editor-in-Chief:** Mickey Cox

**Senior Editors:** David Alexander and Robert Horan

**Editorial Assistant:** Erika Rusnak

**Associate Editor:** Kyle Hannon

**Senior Marketing Manager:** Sharon Turkovich

**Permissions Coordinator:** Suzanne Grappi

**Media Project Manager:** Nancy Welcher

**Director of Production:** Michael Weinstein

**Manager, Production:** Gail Steier de Acevedo

**Production Coordinator:** Kelly Warsak

**Manufacturing Buyer:** Natacha St. Hill Moore

**Associate Director, Manufacturing:** Vincent Scelta

**Cover Design:** Blair Brown

**Full Service Composition:** Carlisle Communications

**Printing and Binding:** Hamilton Printing

---

Copyright © 2001, 1998, 1995, 1993, 1990 by Prentice-Hall, Inc., Upper Saddle River, New Jersey, 07458. All rights reserved. Printed in the United States of America. This publication is protected by Copyright and permission should be obtained from the publisher prior to any prohibited reproduction, storage in a retrieval system, or transmission in any form or by any means, electronic, mechanical, photocopying, recording, or likewise. For information regarding permission(s), write to: Rights and Permissions Department.

Prentice  
Hall

10 9 8 7 6 5 4 3 2 1  
ISBN 0-13-089465-6

*Dedicated to  
my wife Lina,  
and my daughters Daphne and Sharon  
with love*

*and to  
my wife Sharon,  
and my children Marla, Michael, and Stephanie  
with love*

---

## ABOUT THE AUTHORS

---

**Efraim Turban** (M.B.A., Ph.D., University of California Berkeley) is a visiting professor at City University of Hong Kong. Prior to this he was on the staff of several universities including Lehigh University, Florida International University, and the University of Southern California. Dr. Turban is the author of about 100 refereed papers published in leading journals such as *Management Science*, *MIS Quarterly*, and *Decision Support Systems*. He is also the author of 20 books including *Electronic Commerce: A Managerial Perspective* and *Information Technology for Management*. He is also a consultant to major corporations worldwide. Dr. Turban's current areas of interest are Web-based decision support systems, using intelligent agents in electronic commerce systems, and collaboration issues in global electronic commerce.

**Jay E. Aronson** (M.S.E.E., M.S.O.R., Ph.D., Carnegie Mellon University) is a professor of Management Information Systems in the Terry College of Business at The University of Georgia. Prior to this he was on the faculty at Southern Methodist University. Dr. Aronson is the author of about 50 refereed papers that have appeared in leading journals including *Management Science*, *Information Systems Research*, and *MIS Quarterly*. He is the author of two books and contributes to several professional encyclopedias. He is also a consultant to major international corporations and organizations. Dr. Aronson's current areas of research include knowledge management, collaborative computing, and parallel computing.

---

## OVERVIEW

As we begin the 21st century, we observe major changes in how managers use computerized support in making decisions. From primarily a personal support tool, as more and more computers become networked, DSS is quickly becoming a *shared commodity* across the organization. Organizations now can easily use intranets and the Internet to deliver high value performance analysis applications to decision makers around the world. Corporations are developing distributed systems, *intranets* and *extranets*, that enable easy access to data stored in multiple locations, and collaboration and communication worldwide. Various information systems are being integrated with each other and/or with other automated systems. Some integration even transcends organizational boundaries. Managers can make better decisions because they have more accurate information at their fingertips.

Today's DSS tools can also create a key interactive user interface that allows users to view and process data and models with standard Web browsers with great flexibility, efficiency, and ease. The easy to use and readily available capabilities of executive information, knowledge, and other advanced systems have migrated to the PC and personal digital assistants (PDAs). Managers can communicate with computers and the Web with a variety of handheld wireless devices, including the cell telephone. Through these devices, managers access important information and useful tools, and collaborate. *Data warehouses* and their analytical tools, such as *online analytical processing* (OLAP), dramatically enhance information access across organizational boundaries. Decision support for groups continues to improve with major new developments in *group support systems* for enhancing collaborative work, anytime and anywhere. *Artificial intelligence* methods are improving the quality of decision support and are becoming embedded in many applications ranging from toasters to intelligent Web search engines. *Intelligent agents* perform routine tasks, freeing up decision makers' time to devote to important work. Developments in *organizational learning* and *knowledge management* deliver the entire organization's expertise to bear on problems anytime and anywhere. The Internet and intranet information delivery systems are enhancing all of these decision support systems.

The purpose of this book is to introduce the reader to these technologies, which we call collectively, *management support systems* (MSS). This book presents the fundamentals of the techniques and the manner in which they are developed and used.

The theme of this totally revised edition is "enterprise decision support, the Web and the role of knowledge management." In addition to the traditional DSS applications, this edition introduces the reader to the world of the Web by providing examples, products, services, and exercises, and by discussing Web-related issues throughout the text. The book is supported by a Web site ([www.prenhall.com/turban](http://www.prenhall.com/turban)) that contains additional readings, relevant links, and other supplements. In the specific changes of this sixth edition, most of the improvements concentrate in three areas: knowledge management, supply chain decision support, and Web DSS. Despite the many changes,

we preserved the text's comprehensiveness and user friendliness that made it a market leader. We also reduced the book's size by eliminating generic IT material and by moving material to the book's Web site. Finally, we present accurate and updated material not available in any other text.

DSS and ES courses and portions of courses are recommended jointly by the Association for Computing Machinery (ACM), Association for Information Systems (AIS), and Association of Information Technology Professionals (AITP, formerly DPMA) (see *Data Base*, Vol. 28, No. 1, Winter 1997). This course is designed to cover the decision support and artificial intelligence components of the IS'97 Model Curriculum for information systems. It actually covers more than what is recommended. This text also covers the decision support and artificial intelligence components of the Information Systems 2000 Model Curriculum draft ([www.is2000.org](http://www.is2000.org)). Another objective is to provide the practicing manager with the foundations and applications of DSS, GSS, knowledge management, ES, neural computing, intelligent agents, and other intelligent systems.

---

## THE SIXTH EDITION

The sixth edition of this book presents a major departure from the previous editions conducted for the purpose of improving the text. The major improvements include the following:

- A new chapter on knowledge management (Chapter 9) describing this exciting new decision support methodology.
- Replacing the chapter on executive information systems (EIS) with a new chapter on enterprise decision support systems (Chapter 8) that centers on supply chain management.
- Combining the chapters on artificial intelligence and expert systems into a single chapter.
- Creating a single chapter from those on networked decision support and group support systems (Chapter 7).
- Eliminating the chapter on user interface and moving some of its content to the book's Web site and to other chapters.
- Creating a new section on the use of intelligent agents in electronic commerce.
- Updating a chapter on data warehousing and its role in decision support (Chapter 4).
- Expanding the theoretical material on decision making in Chapter 2. This includes material on alternative decision-making models and personality temperament types.
- Including new, real-world case applications in many of the chapters. These include the IMERYS case applications of Chapters 2, 5, and 6.
- Expanded coverage of the LP packages, Lingo, Lindo, and Solver in Chapter 5.
- Major updating and streamlining of the DSS development process in Chapter 6.
- A new section on distance learning in Chapter 7.
- Moving the updated creativity and idea generation material into Chapter 7.



- Major updating and streamlining of the intelligent systems development process in Chapter 14.
- Including examples of neural network computer runs in BrainCel and BrainMaker in Chapter 15.
- Improving the material on genetic algorithms and fuzzy logic in Chapter 16. This includes an example of an Evolver (genetic algorithm) run.
- Moving the material on qualitative reasoning from knowledge representations to the one containing advanced artificial intelligent systems and applications (Chapter 16).
- Reducing the number of chapters from 21 to 19.

Other improvements and refinements are as follows:

- Moving the book to the Web age. Throughout the book you will find many discussions and references to the Internet, intranets, Web, and other network computing.
- A Web site supports this book: [www.prenhall.com/turban](http://www.prenhall.com/turban). The Web site includes cases, software information, appendices, additional exercises, and more.
- Internet exercises for each chapter. A diversity of exercises provides the students with extensive, up-to-date information and a better sense of reality.
- Hands-on exercises provide opportunities to build decision support applications.
- Expanded group exercises and term projects. These enhance the learning experience by providing activities for small groups and longer term activities. Some term projects involve building systems for real organizations (we have used this approach very successfully for over 15 years in our teaching).
- Updated research findings and references.
- More real-world examples.

---

## THE INSTRUCTIONAL MATERIALS

The instructional package consists of several components (check the Web site for updates).

- **Instructor's Manual and Test Item File (0-13-040633-3).** The *Instructor's Manual* includes learning objectives for the entire course and for each chapter, answers to the questions and exercises at the end of the chapters, teaching suggestions (including instructions for projects), and a software guide. The test item file includes multiple-choice questions for each chapter with answers and many test exercises for both DSS and intelligent systems with solutions.
- **Prentice Hall Test Manager for Windows (0-13-040634-1).** The *Prentice Hall Test Manager* is a computerized test generator with an optional grade book and available online testing.
- **Web site: [www.prenhall.com/turban](http://www.prenhall.com/turban).** The Web site includes additional materials such as pointers to available software and documentation, data files, appendices, cases, additional exercises, and more.



## ACKNOWLEDGMENTS

Many individuals provided suggestions and criticisms since the initiation of the first edition. Dozens of students participated in class testing of various chapters and problems and assisted in collecting material. It is not possible to name all of the many who participated in this project; thanks go to all of them. However, certain individuals made significant contributions, and they deserve special recognition.

First, those individuals who provided formal reviews of the first through sixth editions are Robert Blanning, Vanderbilt University; Warren Briggs, Suffolk University; Charles Butler, Colorado State University; Sohail S. Chaudry, University of Wisconsin, LaCrosse; Woo Young Chung, University of Memphis; Pi'Sheng Deng, California State University-Stanislaus; Joyce Elam, Florida International University; George Federman, Santa Clara City College; Joey George, Florida State University; Paul Gray, Claremont Graduate School; Orv Greynholds, Capital College (Laurel, MD); Ray Jacobs, Ashland University; Leonard Jessup, Indiana University; Jeffrey Johnson, Utah State University; Saul Kasscieh, University of New Mexico; Anand S. Kunnathur, University of Toledo; Shao-ju Lee, California State University at Northridge; Hank Lucas, NYU; Jane Mackay, Texas Christian University; George M. Marakas, University of Maryland; Dick Mason, SMU; Ido Millet, Pennsylvania State University-Erie; Benjamin Mittman, Northwestern University; Larry Moore, Virginia Polytechnic Institute and State University; Marianne Murphy, Northeastern University; Roger Alan Pick, University of Missouri-St. Louis; W. "RP" Raghupathi, California State University-Chico; Loren Rees, Virginia Polytechnic Institute and State University; David Russell, Western New England College; Steve Ruth, George Mason University; Vartan Safarian, Winona State University; Jung P. Shim, Mississippi State University; Randy Smith, University of Virginia; James T. C. Teng, University of South Carolina; John VanGigch, California State University at Sacramento; David Van Over, University of Idaho; Paul J. A. van Vliet, University of Nebraska at Omaha; B. S. Vijayaraman, University of Akron; Diane B. Walz, University of Texas at San Antonio; Paul R. Watkins, University of Southern California; Randy S. Weinberg, Saint Cloud State University; Jennifer Williams, University of Southern Indiana; and Steve Zanakis, Florida International University.

Second, several individuals contributed material to the text or the supporting material. Major contributors include the following: independent consultant Lou Frenzel, whose books *Crash Course in Artificial Intelligence* and *Expert Systems and Understanding of Expert Systems* (both published by Howard W. Sams & Company of New York, 1987) provide considerable material; Larry Medsker (The American University), who contributed substantial material on neural networks; Dave King and Mark Wood (Comshare, Inc.), who contributed to the EIS material; Narasimha Bolloju (City University of Hong Kong), who updated Chapters 13 and 18; and Stephen Ives (Hong Kong University of Science and Technology), who assisted in updating Chapters 11 and 12.

Third, the book benefited greatly from the efforts of many individuals who contributed advice and interesting material (such as problems), gave feedback on material, or helped in class testing. These individuals are Warren Briggs (Suffolk University), Frank DeBalough (University of Southern California), Alan Dennis (Indiana University), George Easton (San Diego State University), Janet Fisher (California State University, Los Angeles), David Friend (Pilot Software, Inc.), Paul Gray (Claremont Graduate School), Dustin Huntington (Multilogic Inc.), Dave King

(Comshare, Inc.), Ben Mortagy (Claremont Graduate School of Management), Jim Ragusa (University of Central Florida), Elizabeth Rivers (Nova Southeastern University), Alan Rowe (University of Southern California), Steve Ruth (George Mason University), Linus Schrage (University of Chicago), Antonie Stam (University of Missouri), Ron Swift (NCR Corp.), Dan Walsh (Bellcore), Merrill Warkentin (Northeastern University), Paul Watkins (University of Southern California), Richard Watson (The University of Georgia), and the many instructors and students who have provided feedback.

Fourth, several vendors cooperated by providing development and/or demonstration software. They are CACI Products Company (LaJolla, CA), California Scientific Software (Nevada City, CA), Cognos, Inc. (Ottawa, Canada), Comshare, Inc. (Ann Arbor, MI), DS Group, Inc. (Greenwich, CT), Expert Choice, Inc. (Pittsburgh, PA), Idea Fisher Systems, Inc. (Irving, CA), Lindo Systems Inc. (Chicago, IL) Multilogic, Inc. (Albuquerque, NM), Palisade Software (Newfield, NY), Pilot Software, Inc. (Cambridge, MA), Promised Land Technologies (New Haven, CT), Ward Systems Group, Inc. (Frederick, MD), and Wordtech Systems (Orinda, CA). Also, the Defense Systems Management College (Fort Belvoir, VA) provided its PMSS.

Fifth, many individuals helped us in administrative matters and in editing, proof-reading, and preparation. The project began with Jack Repcheck (a former Macmillan editor), who initiated this project with the support of Hank Lucas (New York University). Initial editing was done by Efraim Turban's daughter, Sharon. A major "thank you" goes to Eleanor Loiacono (Worcester Polytechnic Institute) and Anthony Napolito, Franck Schmiedt and Henry Webb (The University of Georgia) for their countless hours in tracking down library material, Web sites and other information. Thanks, also, to Yasmeeen Fadel, Tom Hoover, Sebreana Mason, Tony McDonald, Nada Morris, Connie McEver, Karen Turner, and Amy Walker for their help and expertise. And finally, Judy Lang, who played a major role in many tasks including the preparation of the book, the *Test Bank*, and the *Instructor's Manual*.

Finally, the Prentice Hall team is to be commended: David Alexander and Erika Rusnak, who orchestrated this project; Carol Dean, who copyedited the manuscript; the production team including Kelly Warsak, Suzanne Grappi, and the staff at Carlisle Communications, including Larry Goldberg, who transformed the manuscript into a book; our associate editor, Kyle Hannon; and our media project manager, Nancy Welcher.

We would like to thank all these individuals and corporations. Without their help the creation of this book would not have been possible.

E.T.  
J.E.A.

---

## BRIEF CONTENTS

---

Preface	xxi
<b>PART I: DECISION MAKING AND COMPUTERIZED SUPPORT</b>	<b>1</b>
Chapter 1 Management Support Systems: An Overview	2
Chapter 2 Decision Making, Systems, Modeling, and Support	30
<b>PART II: DECISION SUPPORT SYSTEMS</b>	<b>93</b>
Chapter 3 Decision Support Systems: An Overview	94
Chapter 4 Data Warehousing, Access, Analysis, Mining, and Visualization	128
Chapter 5 Modeling and Analysis	165
Chapter 6 Decision Support System Development	224
<b>PART III: COLLABORATION, COMMUNICATION, ENTERPRISE DECISION SUPPORT SYSTEMS, AND KNOWLEDGE MANAGEMENT</b>	<b>259</b>
Chapter 7 Collaborative Computing Technologies: Group Support Systems	260
Chapter 8 Enterprise Decision Support Systems	304
Chapter 9 Knowledge Management	344
<b>PART IV: FUNDAMENTALS OF INTELLIGENT SYSTEMS</b>	<b>395</b>
Chapter 10 Knowledge-Based Decision Support: Artificial Intelligence and Expert Systems	396
Chapter 11 Knowledge Acquisition and Validation	437
Chapter 12 Knowledge Representation	484
Chapter 13 Inference Techniques	509
Chapter 14 Intelligent Systems Development	550
<b>PART V: ADVANCED INTELLIGENT SYSTEMS</b>	<b>601</b>
Chapter 15 Neural Computing: The Basics	602
Chapter 16 Neural Computing Applications, and Advanced Artificial Intelligent Systems and Applications	648
Chapter 17 Intelligent Software Agents and Creativity	688
<b>PART VI: IMPLEMENTATION, INTEGRATION, AND IMPACTS</b>	<b>727</b>
Chapter 18 Implementing and Integrating Management Support Systems	728
Chapter 19 Impacts of Management Support Systems	776
Glossary	807
References	821
Index	851

# CONTENTS

Preface     xxi

## **PART I:    DECISION MAKING AND COMPUTERIZED              SUPPORT        1**

### **CHAPTER 1    Management Support Systems: An Overview    2**

- 1.1 Opening Vignette: Decision Support at Roadway Package System    3
- 1.2 Managers and Decision Making    4
- 1.3 Managerial Decision Making and Information Systems    6
- 1.4 Managers and Computerized Support    8
- 1.5 The Need for Computerized Decision Support and the Supporting Technologies    9
- 1.6 A Framework for Decision Support    11
- 1.7 The Concept of Decision Support Systems    13
- 1.8 Group Support Systems    15
- 1.9 Executive Information (Support) Systems    16
- 1.10 Expert Systems and Intelligent Agents    17
- 1.11 Artificial Neural Networks    18
- 1.12 Knowledge Management Systems    19
- 1.13 Supporting Enterprise Resources Planning and Supply Chain Management    19
- 1.14 Hybrid Support Systems    20
- 1.15 The Evolution and Attributes of Computerized Decision Aids    21
- 1.16 Plan of This Book    24
- Case Application 1.1    Manufacturing and Marketing of Machine Devices    29*

### **CHAPTER 2    Decision Making, Systems, Modeling, and Support    30**

- 2.1 Opening Vignette: How to Invest \$10 Million    30
- 2.2 Decision Making: Introduction and Definitions    32
- 2.3 Systems    34
- 2.4 Models    38
- 2.5 A Preview of the Modeling Process    39
- 2.6 Decision Making: The Intelligence Phase    42
- 2.7 Decision Making: The Design Phase    45
- 2.8 Decision Making: The Choice Phase    57
- 2.9 Evaluation: Multiple Goals, Sensitivity Analysis, What-If, and Goal Seeking    60

<b>2.10</b>	Decision Making: The Implementation Phase	67
<b>2.11</b>	How Decisions Are Supported	68
<b>2.12</b>	Alternative Decision-Making Models	70
<b>2.13</b>	Personality Types, Gender, Human Cognition, and Decision Styles	73
<b>2.14</b>	The Decision Makers	77
<i>Case Application 2.1</i>	Clay Process Planning at IMERYS: A Classical Case of Decision Making—Part 1	85
<i>Case Application 2.2</i>	Clay Process Planning at IMERYS: A Classical Case of Decision Making—Part 2	86
<i>Case Application 2.3</i>	Key Grip Uses the Analytical Hierarchy Process Approach to Select Film Projects	89

## **PART II: DECISION SUPPORT SYSTEMS 93**

### **CHAPTER 3 Decision Support Systems: An Overview 94**

<b>3.1</b>	Opening Vignette: Evaluating the Quality of Journals in Hong Kong	94
<b>3.2</b>	DSS Configurations	96
<b>3.3</b>	What Is a DSS?	96
<b>3.4</b>	Characteristics and Capabilities of DSS	98
<b>3.5</b>	Components of DSS	100
<b>3.6</b>	The Data Management Subsystem	101
<b>3.7</b>	The Model Management Subsystem	104
<b>3.8</b>	The Knowledge-Based Management Subsystem	107
<b>3.9</b>	The User Interface (Dialog) Subsystem	107
<b>3.10</b>	The User	109
<b>3.11</b>	DSS Hardware	110
<b>3.12</b>	Distinguishing DSS from Management Science and MIS	110
<b>3.13</b>	DSS Classifications	113
<b>3.14</b>	The Big Picture	120
<i>Case Application 3.1</i>	Decision Support for Military Housing Managers	125

### **CHAPTER 4 Data Warehousing, Access, Analysis, Mining, and Visualization 128**

<b>4.1</b>	Opening Vignette: OBI Makes the Best Out of the Data Warehouse	128
<b>4.2</b>	Data Warehousing, Access, Analysis, and Visualization	130
<b>4.3</b>	The Nature and Sources of Data	131
<b>4.4</b>	Data Collection, Problems, and Quality	132
<b>4.5</b>	The Internet and Commercial Database Services	134
<b>4.6</b>	Database Management Systems in DSS	136
<b>4.7</b>	Database Organization and Structures	136
<b>4.8</b>	Data Warehousing	141

4.9	OLAP: Data Access, Querying, and Analysis	146
4.10	Data Mining	148
4.11	Data Visualization and Multidimensionality	152
4.12	Geographic Information Systems and Virtual Reality	154
4.13	Business Intelligence and the Web	158
4.14	The Big Picture	159

## **CHAPTER 5 Modeling and Analysis 165**

5.1	Opening Vignette: DuPont Simulates Rail Transportation System and Avoids Costly Capital Expense	166
5.2	Modeling for MSS	167
5.3	Static and Dynamic Models	170
5.4	Treating Certainty, Uncertainty, and Risk	171
5.5	Influence Diagrams	172
5.6	MSS Modeling in Spreadsheets	176
5.7	Decision Analysis of a Few Alternatives (Decision Tables and Decision Trees)	178
5.8	Optimization via Mathematical Programming	182
5.9	Heuristic Programming	186
5.10	Simulation	189
5.11	Multidimensional Modeling—OLAP	192
5.12	Visual Interactive Modeling and Visual Interactive Simulation	198
5.13	Quantitative Software Packages—OLAP	201
5.14	Model Base Management	203
<i>Case Application 5.1</i>	Procter & Gamble (P&G) Blends Models, Judgment, and GIS to Restructure the Supply Chain	214
<i>Case Application 5.2</i>	Scott Homes Constructs an Expert Choice Multicriteria Model-Based DSS for Selecting a Mobile Home Supplier	217
<i>Case Application 5.3</i>	Clay Process Planning at IMERYS: A Classical Case of Decision Making	221

## **CHAPTER 6 Decision Support System Development 224**

6.1	Opening Vignette: Osram Sylvania Thinks Small, Strategizes Big—Develops the InfoNet HR Portal System	224
6.2	Introduction to DSS Development	227
6.3	The Traditional System Development Life Cycle	229
6.4	Alternate Development Methodologies	235
6.5	Prototyping: The DSS Development Methodology	237
6.6	DSS Technology Levels and Tools	240
6.7	DSS Development Platforms	241
6.8	DSS Development Tool Selection	243

6.9	Team-Developed DSS	244
6.10	End User-Developed DSS	245
6.11	Developing DSS: Putting the System Together	248
6.12	DSS Research Directions and the DSS of the Future	249
<i>Case Application 6.1</i>	Clay Process at IMERYS: A Classical Case of Decision Making	254

### **PART III: COLLABORATION, COMMUNICATION, ENTERPRISE DECISION SUPPORT SYSTEMS, AND KNOWLEDGE MANAGEMENT 259**

#### **CHAPTER 7 Collaborative Computing Technologies: Group Support Systems 260**

7.1	Opening Vignette: Chrysler SCOREs with Groupware	261
7.2	Group Decision Making, Communication, and Collaboration	263
7.3	Communication Support	264
7.4	Collaboration Support: Computer-Supported Cooperative Work	266
7.5	Group Support Systems	271
7.6	Group Support Systems Technologies	275
7.7	GroupSystems	276
7.8	The GSS Meeting Process	278
7.9	Distance Learning	280
7.10	Creativity and Idea Generation	287
7.11	GSS and Collaborative Computing Issues and Research	292
<i>Case Application 7.1</i>	WELCOM Way to Share Ideas in a World Forum	301
<i>Case Application 7.2</i>	Pfizer's Effective and Safe Collaborative Computing Pill	302

#### **CHAPTER 8 Enterprise Decision Support Systems 304**

8.1	Opening Vignette: Pizzeria Uno's Enterprise System Makes the Difference	305
8.2	Enterprise Systems: Concepts and Definitions	306
8.3	The Evolution of Executive and Enterprise Information Systems	306
8.4	Executives' Roles and Their Information Needs	309
8.5	Characteristics and Capabilities of Executive Support Systems	310
8.6	Comparing and Integrating EIS and DSS	314
8.7	EIS, Data Access, Data Warehousing, OLAP, Multidimensional Analysis, Presentation, and the Web	317
8.8	Including Soft Information in Enterprise Systems	320
8.9	Organizational DSS	321
8.10	Supply and Value Chains and Decision Support	322
8.11	Supply Chain Problems and Solutions	327



8.12	Computerized Systems: MRP, ERP and SCM	330
8.13	Frontline Decision Support Systems	335
8.14	The Future of Executives and Enterprise Support Systems	337

## **CHAPTER 9 Knowledge Management 344**

9.1	Opening Vignette: Knowledge Management Gives Mitre a Sharper Edge	344
9.2	Introduction to Knowledge Management	346
9.3	Knowledge	349
9.4	Organizational Learning and Organizational Memory	352
9.5	Knowledge Management	356
9.6	The Chief Knowledge Officer	365
9.7	Knowledge Management Development	366
9.8	Knowledge Management Methods, Technologies, and Tools	370
9.9	Knowledge Management Success	375
9.10	Knowledge Management and Artificial Intelligence	381
9.11	Electronic Document Management	382
9.12	Knowledge Management Issues and the Future	383
	<i>Case Application 9.1</i> Chrysler's New Know-Mobiles	390
	<i>Case Application 9.2</i> Knowledge the Chevron Way	392

## **PART IV: FUNDAMENTALS OF INTELLIGENT SYSTEMS 395**

### **CHAPTER 10 Knowledge-Based Decision Support: Artificial Intelligence and Expert Systems 396**

10.1	Opening Vignette: A Knowledge-Based DSS in a Chinese Chemical Plant	397
10.2	Concepts and Definitions of Artificial Intelligence	398
10.3	Artificial Intelligence Versus Natural Intelligence	401
10.4	The Artificial Intelligence Field	402
10.5	Types of Knowledge-Based Decision Support Systems	406
10.6	Basic Concepts of Expert Systems	407
10.7	Structure of Expert Systems	410
10.8	The Human Element in Expert Systems	413
10.9	How Expert Systems Work	414
10.10	Example of an Expert System Consultation	415
10.11	Problem Areas Addressed by Expert Systems	417
10.12	Benefits of Expert Systems	420
10.13	Problems and Limitations of Expert Systems	423
10.14	Expert System Success Factors	424
10.15	Types of Expert Systems	425
10.16	Expert Systems and the Internet/Intranets/Web	428
	<i>Case Application 10.1</i> Gate Assignment Display System	436

---

<b>CHAPTER 11</b>	<b>Knowledge Acquisition and Validation</b>	<b>437</b>
11.1	Opening Vignette: American Express Improves Approval Selection with Machine Learning	438
11.2	Knowledge Engineering	438
11.3	Scope of Knowledge	441
11.4	Difficulties in Knowledge Acquisition	444
11.5	Methods of Knowledge Acquisition: An Overview	447
11.6	Interviews	449
11.7	Tracking Methods	451
11.8	Observations and Other Manual Methods	453
11.9	Expert-Driven Methods	454
11.10	Repertory Grid Analysis	456
11.11	Supporting the Knowledge Engineer	458
11.12	Machine Learning: Rule Induction, Case-Based Reasoning, Neural Computing, and Intelligent Agents	461
11.13	Selecting an Appropriate Knowledge Acquisition Method	467
11.14	Knowledge Acquisition from Multiple Experts	468
11.15	Validation and Verification of the Knowledge Base	470
11.16	Analyzing, Coding, Documenting, and Diagramming	472
11.17	Numeric and Documented Knowledge Acquisition	473
11.18	Knowledge Acquisition and the Internet/Intranets	474
11.19	Induction Table Example	476
<b>CHAPTER 12</b>	<b>Knowledge Representation</b>	<b>484</b>
12.1	Opening Vignette: An Intelligent System Manages Ford's Assembly Plants	484
12.2	Introduction	485
12.3	Representation in Logic and Other Schemas	485
12.4	Semantic Networks	490
12.5	Production Rules	491
12.6	Frames	494
12.7	Multiple Knowledge Representation	499
12.8	Experimental Knowledge Representations	501
12.9	Representing Uncertainty: An Overview	503
<b>CHAPTER 13</b>	<b>Inference Techniques</b>	<b>509</b>
13.1	Opening Vignette: Konica Automates a Help Desk with Case-Based Reasoning	509
13.2	Reasoning in Artificial Intelligence	510
13.3	Inferencing with Rules: Forward and Backward Chaining	512
13.4	The Inference Tree	517
13.5	Inferencing with Frames	519
13.6	Model-Based Reasoning	520