

Linkedin Live Expert Session July 25th, 2023 / 11am PST

Al Business Impact Series: How ClOs & IT Organizations are Leveraging Al



Agenda



- Introductions
- Al Trends, Risks, Realities
- Expert Panel & Group Discussion
- Go Forward Considerations
- LinkedIn Live Audience & Expert Panel QA
- Wrap Up

Introductions





Host / Mark Dallmeier:
Industry Veteran,
Researcher,
President Cyber LOB,
All Points Logistics



Former VP WW
Information Technology
CIO of the Americas
Dassault Systemes



Former CSO
Lecturer, University of California Berkley
Director, Performance Acceleration (CyberCRAFT), Intuit



Expert / Chris McKewon:
IT Industry Veteran,
Co-Founder & CEO
Xceptional

AI Trends



USAGE:

of Companies
Using Services
Like ChatGPT
Grew 1300%
Between
November 2022
and May 2023

411% YOY

A growing number of organizations are putting Al models into production.

- Databricks, 2023 State of Data + Al Report

AWARENESS:

Over 46% of Corporate CEOs mentioned AI during Earnings Calls in 2021 and that # has grown significantly since.

75%

Of companies have included AI into business strategies and cloud initiatives.

- Accenture, 2023 Art of Al Maturity Report

VALUE:

42% of companies said the return on Al initiatives exceeded expectations, while only 1% said the returns did not.

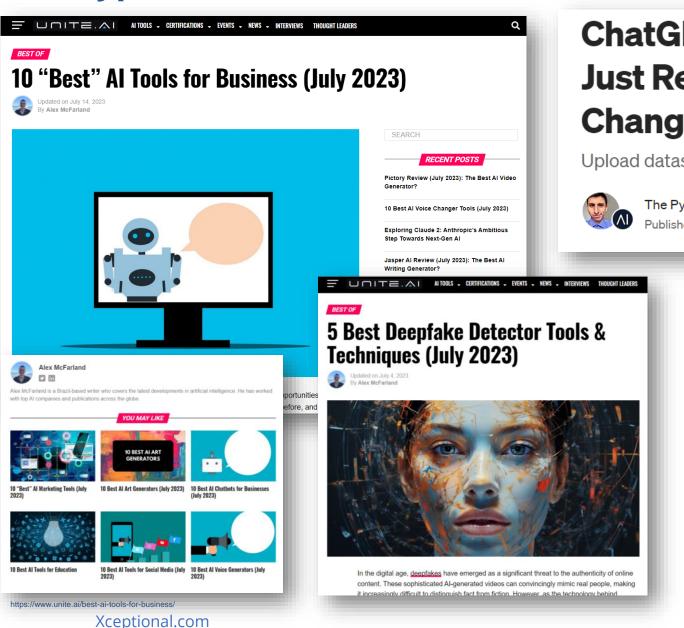
\$4+ Trillion

Generative AI could add \$2.6 to \$4.4 trillion annually to the global economy.

- McKinsey, 2023 Economic Potential of Generative AI Report.

Al Hype: In the News



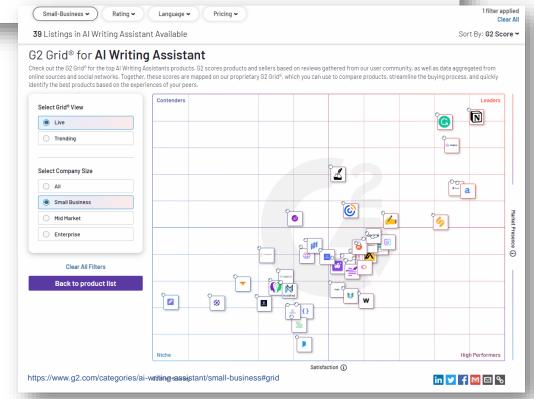


ChatGPT's Code Interpreter Was Just Released. Here's How It Will Change Data Science Forever.

Upload datasets, generate reports, and download them in seconds!

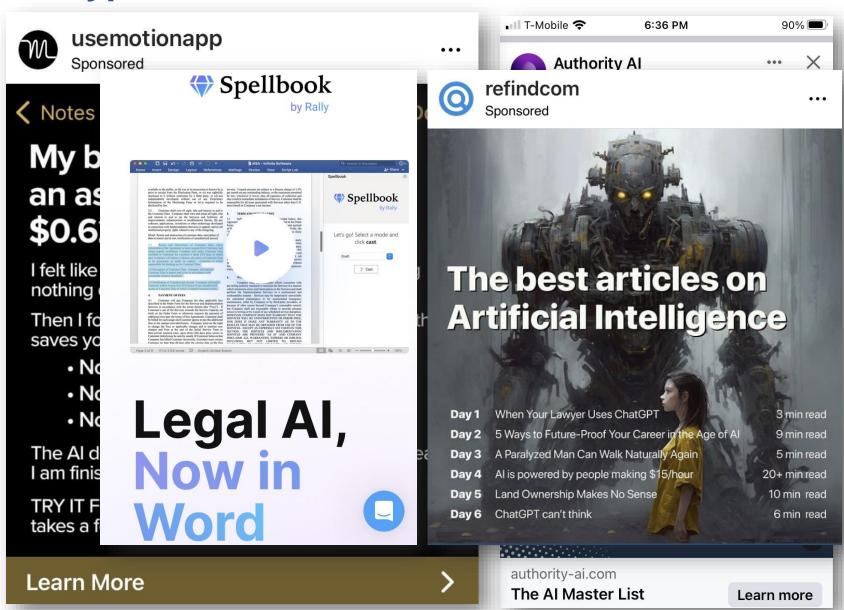
The PyCoach · Follow

Published in Artificial Corner · 5 min read · Jul 8



Al Hype: Social Media







Al Hype vs Reality

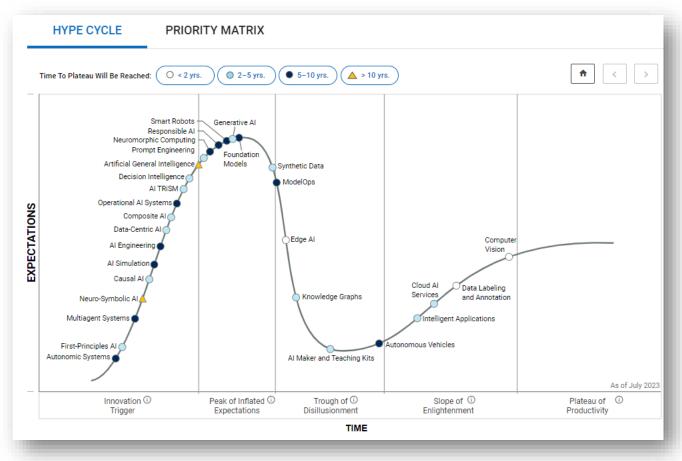
According to Accenture, only 12% of firms have advanced their Al maturity enough to achieve superior growth and business transformation. These organizations are labeled "Al Achievers."

13% of companies have mature Al strategies but are struggling to operationalize the changes and realize value.

Another 12% of firms have advanced Al maturity, while the remaining 63% (the majority) are still mostly testing the waters.

- Accenture, The Art of Al Maturity, 2023





Gartner, Al Hype Cycle, July 2023

Al Risks, Concerns



Al-powered malware is a growing security concern, CyberArk survey finds



WormGPT: New AI Tool Allows Cybercriminals to Launch Sophisticated Cyber Attacks



Generative AI is a double-edged sword used for offens

BY SEAD FADILPAŠIĆ PUBLISHED APR 26, 2023



https://www.makeuseof.com/how-hackers-use-generative-ai-in-theirattacks/#:--text=Some%200f%20the%20ways%20cyber,malware%20strains%20and%20execu te%20attacks **FORTUNE**

TECH · A.I.

A.I. can kill your business overnight. Just ask the CEO of Chegg

BY RACHEL SHIN

July 12, 2023 at 1:41 PM MST









https://fortune.com/2023/07/12/chatgpt-ai-chegg-ass-kicked-public-markets-dan-rosensweig-edtech

https://thehackernews.com/2023/07/wormgpt-new-ai-tool-allows.htm

Panel Discussion & QA

How is Your Organization Leveraging Al Today?

What Key
Considerations
Are Required
Before
Jumping Into
AI?

Can Al Create a Corporate Extinction Event?

Use Cases

Software Development, Engineering, Information Technology, Information Security, Operations, HR & Administration.

The Future

How should leaders and organizations be thinking about AI in 2023 and 2024?

Risks

How should organizations research and evaluate AI to transform, differentiate themselves, accelerate growth, drive resiliency?

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Al Go Forward Considerations: Jack Young

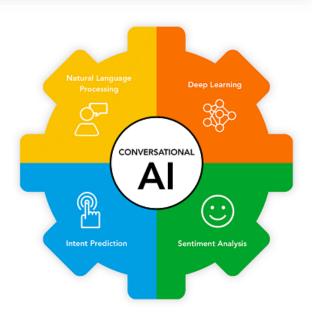




The future of AI

According to Accenture's report, Al: Built to Scale, 84 percent of business executives believe they need to use Al to achieve their growth objectives. However, 76 percent acknowledge struggling with how to scale Al across their business. Until now, there hasn't been a blueprint to getting past proof of concept into production and scale, a transition many struggle to make. At this inflection point, it's imperative businesses take the necessary steps to scale successfully. <u>Accenture, 2023</u>

- 1. Anchored by tangible business values (Al projects can be expensive and risky. You must have measurable business benefits to take on Al)
- 2. **Test, test, and test** (AI is still in early phase for business adoption. Many key "guardrail" elements have not been developed fully e.g. data privacy, data permissions, ethical usage, HR/labor impacts). One must test extensively with necessary guardrails before buying.
- **3. Expect industry consolidation** (most Al startups will not survive 3 years). Choose "wisely".
- **4. Don't forget the basics** (for every AI product, there is probably a "counter-AI" product). Don't blindly trust AI. The fundamentals are still very important (e.g. cyber-security: patching, micro-segmentation, least privilege management, etc.)



Al Go Forward Considerations: Chris McKewon







- 1. Al and machine learning are already widely used (Background Images, Noise Cancellation, Voice Recognition, Transcription/Note Taking, Camera Training are all uses in our daily lives in the post pandemic business environment).
- 2. Al/ML isn't new but is has just hit its stride (I just heard a story today about a post-graduate who helped a professor build an Al/ML driven image scanner for black lung disease in the 1975 which resulted in more accurate readings and more objective based diagnoses).
- 3. Keep a close eye on the legislation about AI for acceptable/legal use (obviously this can and should have a big impact on what you can and can't do and who is responsible once you do it).
- 4. Learn/Adapt/Adjust your business to avoid becoming obsolete (Jack used to quote Wayne Gretsky all the time when he said, "I skate to where the puck is going, not where it has been." Or in other words, keep your eyes on the horizon).

Al – Go Forward Considerations: Kim Jones





- 1. Al <> Nostradamus; question the outputs.
- AI <> Skynet; learn / implement without fear.
- **3. Al <> a panacea**; know (and prove!) the business case for implementation.



https://www.youtube.com/watch?v=R1-RthNw1-4

Al – Go Forward Considerations: Mark Dallmeier





- 1. Remember the hype cycle: business and consumer applications are increasing but will evolve significantly in the next 24-48 months.
- 2. Learn from the past: Dot Com hype & bubble: consider how, where, and why will you adopt and deploy Al.
- 3. Challenge the status quo: If you could use AI to build a new business or operation that would disrupt or kill your current business, what would that look like?

Dellelit	rears to Mainstream Adoption				♠
	Less Than 2 Years	2 - 5 Years	5 - 10 Years	More Than 10 Years	
Transformational	Computer Vision	Composite AI Decision Intelligence First-Principles AI Generative AI Intelligent Applications	Autonomic Systems Autonomous Vehicles Foundation Models Neuromorphic Computing Responsible Al	Artificial General Intelligence	
High	Data Labeling and Annotation Edge Al	Al Maker and Teaching Kits Al TRISM Causal Al Cloud Al Services Data-Centric Al Knowledge Graphs Prompt Engineering Synthetic Data	Al Engineering Al Simulation ModelOps Multiagent Systems Operational Al Systems Smart Robots	Neuro-Symbolic Al	
Moderate					
Low					
				Aso	of July 2023

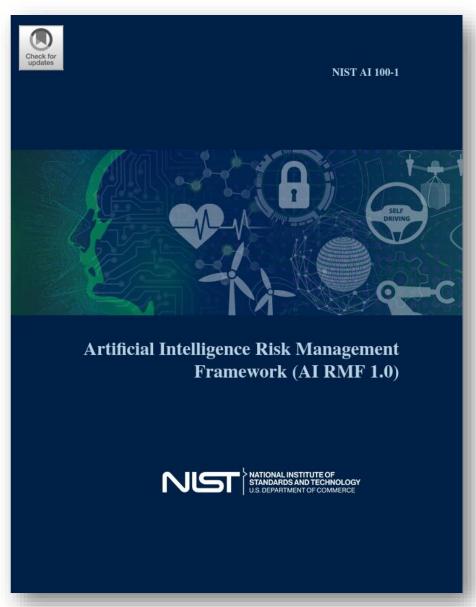
Gartner, July 2023

Years to Mainstream Adoption

Benefit

AI – NIST RMF, Information Technology Guidelines







https://www.sanjoseca.gov/your-government/departments-offices/information-technology/itd-generative-ai-guideline

AI RMF Development NIST AI RMF Playbook Engage **Workshops & Events**

Related NIST Efforts

Resources

Perspectives

AI Risk Management Framework - Resources

On March 30, NIST launched the <u>Trustworthy and Responsible AI Resource Center</u>, which will facilitate implementation of, and international alignment with, the AI RMF.

https://www.nist.gov/itl/ai-risk-management-framework

Al Resources: McKinsey, Accenture



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< Back to The McKinsey guide to excelling as a CEO

What CEOs need to know about gen AI



July 16, 2023 - If you're a CEO, you've likely already witnessed the excitement around generative Al and its potential to reimagine business. The buzz is well deserved: Gen Al could add the equivalent of \$2.6 trillion to \$4.4 trillion of value annually. But should you leapfrog the competition by adopting gen Al applications now, or is it best to exercise caution before making any large investments? If you want to know whether you should act—and, if so, how to start—check out this must-read article from Michael Chui, Roger Roberts, Tanya Rodchenko, Alex Singla, Alex Sukharevsky, Lareina Yee, and Delphine Zurkiya, representing views from the McKinsey Technology Council and QuantumBlack, Al by McKinsey, and dive into more insights to learn what gen Al means for your organization.

https://www.mckinsey.com/featured-insights/mckinsey-guide-to-excelling-as-a-ceo/what-ceos-need-to-know-about-gen-ai

Article Resources

- What every CEO should know about generative AI
- What's generative AI?
- Technology's moment with generative AI: A CIO and CTO guide
- The economic potential of generative AI: The next productivity frontier
- Al-powered marketing and sales reach new heights with generative Al
- Unleashing developer productivity with generative AI
- Exploring opportunities in the generative AI value chain
- Generative AI is here: How tools like ChatGPT could change your business

84%

of business executives believe they need to use AI to achieve their growth objectives.

76%

Accenture, AI: Built to Scale, 2023

acknowledge struggling with how to scale AI across their business.

AI - Key Questions Before You Begin



Category	Key questions
	Does your C-suite have clear accountability for data and AI strategy and execution?
Strategy and Sponsorship	 How do you identify potential value, and how are business cases prioritized—considering the potential risks and alignment with the overall strategy of the organization?
	 Are you allocating enough delivery resources to build AI products and services in-house, and are you able to get the most out of your ecosystem partners?
	To what extent do you have a cloud platform and technology strategy that supports your AI strategy?
Data and Al Core	 Do you have an effective, enterprise-wide data platform, as well as strong data management and governance practices, to meet business needs?
	 Are you using data science and machine learning teams effectively across the lifecycle of AI development?
	Is your data- and AI-literacy strategy aligned to your business objectives?
Talent and Culture	 To what extent have you prioritized data and AI fluency for senior leaders, business stakeholders and employees across your organization?
Talent and Culture	 Do you have a holistic talent model to scale, differentiate, retain and develop AI talent (diverse, dedicated teams of machine learning engineers, data scientists, data-domain experts and data engineers)?
	How are you institutionalizing a data and AI culture within your organization?
	Do you have an enterprise-wide framework to help you operationalize responsible data and AI from principles to practice?
Responsible AI	 Are you applying a consistent and industrialized responsible data and AI approach across the complete lifecycle of all your AI models?
	 Are you methodically tracking the evolution of AI-related laws and regulations across the different jurisdictions in which you operate, while anticipating and preparing for future changes?

Source: Accenture Research

How We Can Help



IT Network & System Architecture, Design, Implementation, Run, Operate, Maintain



- Remote and Onsite
 Managed Services Support
- 24 x 7 Monitoring and Management of Desktop, Network, Phones, and Applications
- Multiple Support Levels to Fit Your Business, Budget
- Virtual CIO: Quarterly Technology Reviews and Reporting. Includes Strategic IT Planning, Updates to Plans, Standards, Maintenance, and Support Levels



- Design, Deployment, and Management of Telepresence and Video Solutions
- Voice, Video, and Webbased Conferencing
- Real Time
 Communications on all
 Devices
- Cloud, UCaaS, Onsite, and Hybrid Communications Solutions



- Strategic enterprise-class
 Data Center and Hosting
 Services. IT Software,
 Services, Applications,
 Email, and Network
 Solutions (Hosting, IaaS)
- Storage Solutions
- Backup & Recovery Solutions (BaaS)
- Compliance as a Service Solutions (CaaS)
- Virtualization



- Networking Solutions
 Driving Technology and
 Business Operations
- Routers/Switches
- Wireless Mobility Solutions
- Security Solutions and Security as a Service
- WAN Optimization

QA, Wrap Up & Next Steps



- LinkedIn Live Audience Suggestions
- Panel Questions?

Contact Xceptional to Schedule a Complimentary Technology, Cyber, & Al Strategy Review (a \$500 value)

info@xceptional.com



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Thank You!

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