NEW WORLD NEW SKILLS



HOW CIOS CAN PREPARE FOR A VUCA WORLD

Volatility Vision Understanding Uncertainty Complexity Clarity Agility Ambiguity

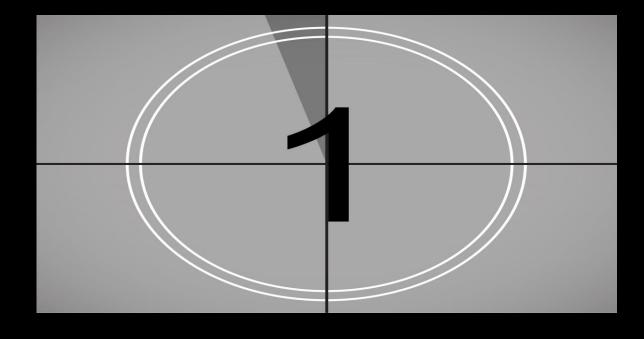


A 2024 survey indicates that 81% of IT professionals think that they can use AI, but only 12% actually have the skills to do so. And 70% of workers likely need to upgrade their AI skills.

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Create a Vision

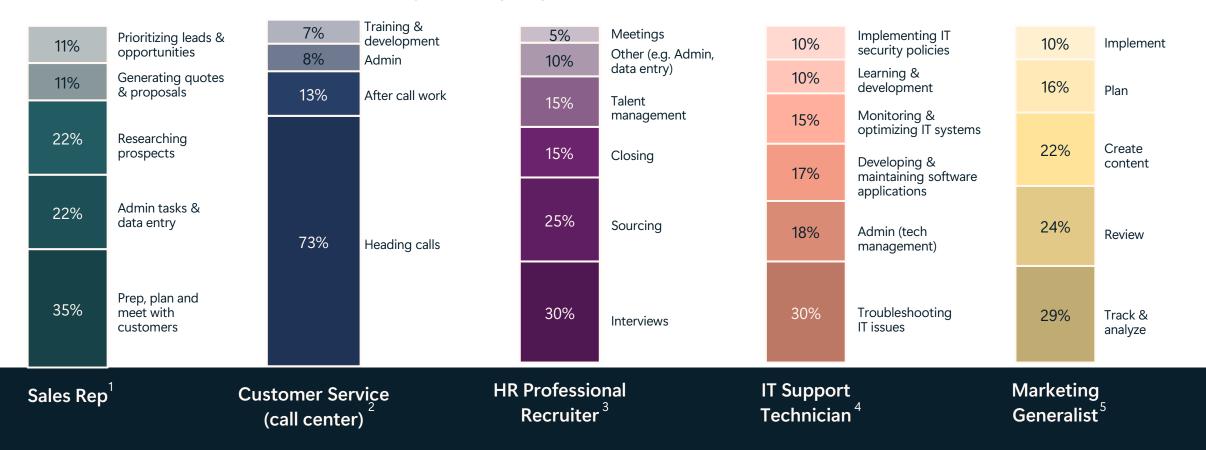


Understanding common roles



Al transformation opportunities

Understanding where people in different roles focus their time



^{1.} Source: Salesforce 2022 State of Sales report; <u>IDC 2022 customers relationship management applications market share</u>

^{2.} Source: call center leader interviews (N=3); Call Center Industry Operational Benchmarking Data and the Impact on FCR SQM Group, May 2021; IDC 2022 Contact Center Applications

^{3.} Source: Recruiting expert interview (N=1), lit search; Gartner 2022 human capital management software market share; Talent Intelligence Tool Market New Research Inight Report 2023

^{4.} Source: IT professionals expert interviews (N=3); IDC 2021 IT service management market share

^{5.} Source: MSFT Marketing team research; Gartner 2022 CRM Marketing software providers market share



HR

Communicate policies and draft job descriptions

Create stunning training materials

Easily respond to job applicants' or employees' emails

Marketing

Identify relevant market trends and segments

Create the first draft for a project

Summarize campaign results with powerful visuals

Sales

Have better sales conversations and close more deals

Create sales presentations and proposals

Analyze sales data from previous quarters

IT

Create a project plan for a product rollout

Stay up to date on various project calls and chats

Identify patterns in data and solve issues faster

Finance

Simplify financial reporting and planning

Identify performance improvements

Report metrics using professional charts

What problems is Al solving for?



Increase revenue & Reduce Costs

Predictive Maintenance

Data Driven Decision Making

Dynamic pricing

Process Automation

Resource Optimization



Mitigate Risk

Fraud detection

Cybersecurity

Compliance monitoring

Risk assessment

Bias detection



Improve Experience

Personalized recommendations

24/7 customer support

Sentiment analysis

Virtual assistants

Enhanced user interfaces

Address the Uncertainty and Provide Clarity



A Test for Everyone

• As AI surges forward it reshapes our needs, our work, and our potential.

 Our teams are curious, some are anxious, and some are frustrated.

• We're all pressed for time, but we know change is inevitable and accelerating.

• This is a people challenge. A team challenge.

We must help each other!



SKILLS IN DEMAND

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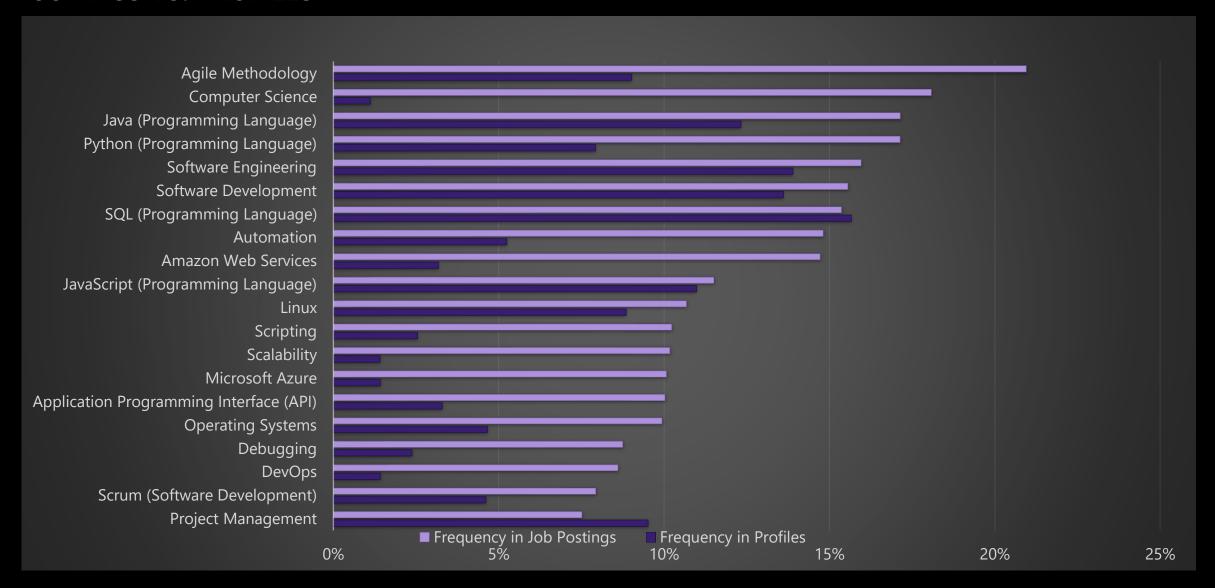
63% OF IT LEADERS REPORT A LACK OF SKILLS HAS DELAYED DIGITAL TRANSFORMATION INITIATIVES, MOST BY AN AVERAGE OF 3 TO 10 MONTHS

Artificial Intelligence	45%	
IT Operations	44%	
Cloud Solutions: Architecture	36%	
Application Maintenance	33%	
Generative Al	32%	
Cloud Solutions: Data mgt/storage	32%	
Application Programming (API) Integration	32%	
Cloud Solutions: Software Development	31%	
Data Analysis	30%	
Cybersecurity/Data Security	28%	
ernet of Things (IoT): Software Development	28%	
IT Service Management (ITSM)	27%	

Q: What is the #1 most in-demand skill at your organization right now?

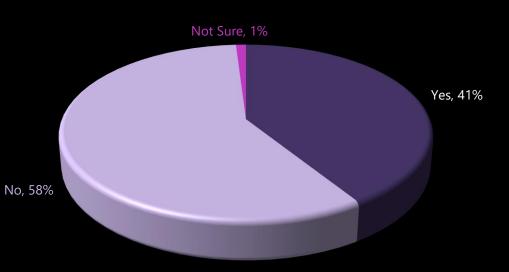
SKILL DISPARITY

POSTINGS VS. PROFILES

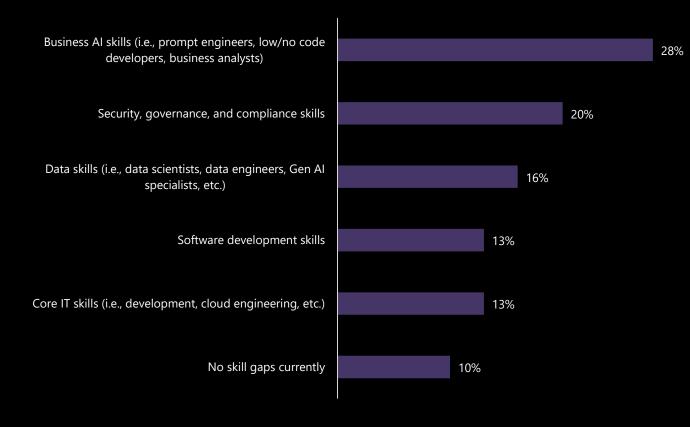


Gap in Al Skills Expected to Hamper Al Initiatives

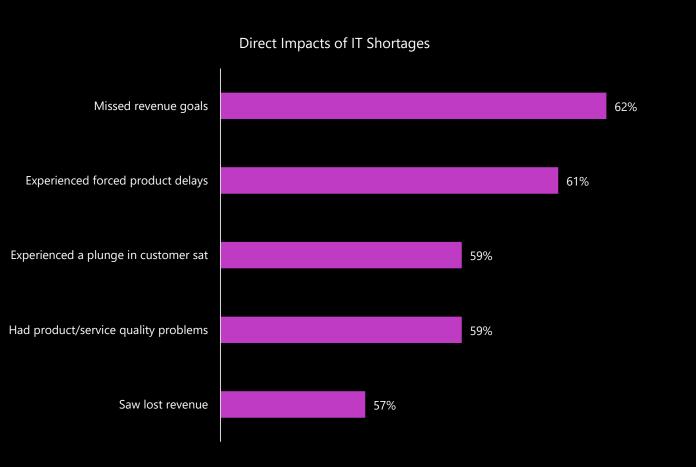
Q: Does your organization have the necessary skills to deliver on all the planned AI initiatives over the next 12 months?



Q: Where do you see the biggest skills gap in your organization hampering efforts to deliver on Al initiatives?



IT Staff Shortages Damage the Bottom Line



"By 2026, **90% of organizations**worldwide **will feel the pain** of the IT skills crisis, **costing** as much as **\$5.5 trillion** in delays, quality issues, and revenue loss." - IDC

Advertised IT Salary Trends

63% of organizations plan to make compensation adjustments in response to high inflation

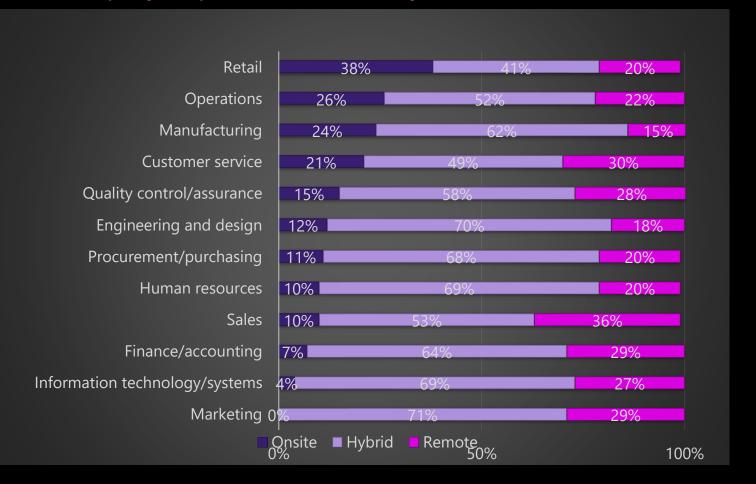


Wage growth spurred by:

- Surging demand
- Inflation
- High attrition rates
- New competitors for talent
- Fundamental lack of supply

The Future of Work is Hybrid

Employee preferences for hybrid work



% of Candidates Placing High or Medium Importance on Hybrid Work When Evaluating a New Employer

81%

Ace the Test!

Just 3 simple* steps:

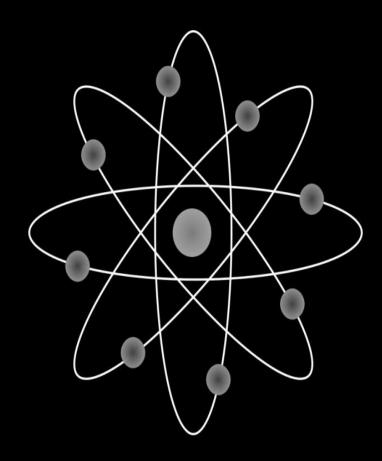
- 1. Build a Culture of Learning
- 2. Empower and Unleash
- 3. Mind the Gaps

* **Note**: Simple in concept. The challenge is found in execution!

Half Life of Skills

• 40 years ago, it was 10 years.

 Today the half-life of skills is 5 years, and 2.5 years for tech skills

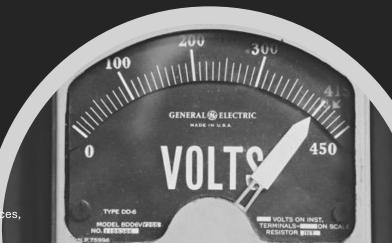


Build a Culture of Continuous Learning

- Embrace and model a sense of wonder!
- Prioritize employee development and skillbuilding
- Treat learning as an organizational imperative
- Emphasize a growth mindset
- Reward employees who prioritize learning
- Be excited for change!
- Provide time, space, and support for learning!







BUILD A SUCCESSFUL TEAM

- Emerging Talent
- Rising Talent
- Training, Education, Upskilling
- Universities and Skill Providers
- Diverse (with responsible AI in mind)
- Passion for Learning
- Open to Opportunity
- Lead by Example



Empower and Unleash

Work with partners that are there to help:

- Sharing
- Mentoring
- Communities of Practice
- Study Groups
- Sandbox and Practice Area
- Community Curation
- Clarity / Direction
- COE/Council



Mind the Gaps

- Assess Current Skills
- Identify AI Requirements
- Gap Analysis
- Engage Stakeholders
- Training and Development Plans
- Continuous Monitoring and Evaluation
- Leverage External Expertise

THE EVOLUTION OF THE CIO

- Strategic Focus and Collaboration across Ecosystem
- Embrace Data-Driven Decision Making
- Adaptability and Agility
- Focus on Teams and Attract and Retaining Talent

