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Application Of Artificial Intelligence as An Agility Driver in Project Management

Ali Bagheri Khoulenjani ^a, Elham Karim Zadeh ^{b*}, Hossein Ghafourian ^c

^a Department of Construction Management, California State University - East Bay, 25800 Carlos Bee Blvd, Hayward, CA 94542,

^b Alumni of Industrial Engineering, Bu-Ali Sina University, Hamedan, Iran,

^c Department of Civil and Environmental Engineering, University of Massachusetts, Amherst, Amherst, MA, 01375.

ARTICLE INFO	ABSTRACT						
Received: 2024/03/15	The dynamic and ever-evolving business landscape demands adaptability and						
Revised: 2024/04/28	responsiveness from project management approaches. Agile methodologies, with their emphasis on iterative development, continuous feedback, and team collaboration, have become the preferred approach for navigating uncertainty and achieving successful project outcomes. However, even Agile practices can face challenges in areas like resource allocation, risk prediction, and continuous improvement. Artificial intelligence						
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Artificial Intelligence, Agility, Project Management, Machine learning, Prediction.	(AI) offers a powerful set of tools to address these limitations and further enhance the agility of project management. This paper explores how AI can be leveraged as an agility driver in project management, specifically within the Agile framework. We review existing literature on the subject, examining how AI can be applied in various stages of the Agile lifecycle. We then discuss potential methodologies for integrating AI into Agile workflows, followed by a hypothetical scenario with numerical results showcasing the impact of AI on project efficiency. Finally, we conclude by summarizing the benefits and limitations of AI in Agile project management, highlighting areas for future research.						

1. Introduction

In today's rapidly changing business environment, project management needs to be more agile than ever before. Traditional, waterfall methodologies struggle to adapt to shifting requirements and unexpected challenges. Agile methodologies, on the other hand, thrive on iterative development cycles, continuous feedback loops, and a focus on collaboration [1-3]. These core principles enable

^{*} Corresponding author email address: <u>Abagherikhoulenjani@horizon.csueastbay.edu</u> (A. Bagheri Khoulenjani). Available online 05/22/2024 2676-3311/BGSA Ltd.

Agile teams to react quickly to changes and deliver value incrementally throughout the project lifecycle [4-6].

However, even Agile practices can encounter challenges in areas such as:

- **Resource allocation:** Matching the right team members with the most suitable tasks based on their skillsets and availability can be a complex task, especially in large projects.
- Estimation accuracy: Predicting the time and effort required for tasks remains a significant challenge, leading to potential delays and scope creep.
- **Risk prediction:** Identifying potential roadblocks and mitigating risks proactively can be difficult without proper data analysis and insights.
- **Continuous improvement:** Learning from past projects and iteratively refining processes can be hindered by the lack of readily accessible data and insights [5,6].

This is where Artificial Intelligence (AI) emerges as a game-changer. AI encompasses a range of techniques that enable machines to learn from data, identify patterns, and make intelligent decisions. By integrating AI into Agile workflows, project managers can leverage these capabilities to:

- Automate repetitive tasks: Freeing up team members to focus on higher-value activities like creative problem-solving and client interaction.
- **Improve estimation accuracy:** AI algorithms can analyze historical data and identify patterns to generate more accurate estimates for future tasks.
- **Optimize resource allocation:** AI can analyze team member skillsets, workload, and past performance to match them with the most suitable tasks, maximizing team efficiency.
- **Predict and mitigate risks:** AI models can analyze historical data and identify trends to predict potential risks early on, allowing proactive mitigation strategies.
- Gain real-time project insights: AI-powered analytics can provide project managers with real-time insights into project health, allowing for data-driven decision-making throughout the project lifecycle.

• Enhance collaboration and communication: AI-powered tools can facilitate communication within teams through task management, progress tracking, and reporting features [7-10].

By integrating AI as an agility driver, project managers can create a more responsive, adaptable, and efficient project management environment within the Agile framework [10-12] (see Figure 1).



Figure 1: Application of artificial intelligence as an agility driver in project management This research is arranged into five sections. Section 2 defines the literature review and recent studies in area of application of AI in Agile project management and tries to show the gap in research. Section 3 suggests methodology for calculation. Section 4 proposes the results of this research. Section 5 presented the insights and practical outlook for managers and conclusion.

2. Literature review

Several studies have explored the potential of AI in Agile project management:

• Efficiency Unleashed: Harnessing AI for Agile Project Management: This paper highlights how AI can be used to automate repetitive tasks, improve predictive analytics, enhance collaboration, and enable real-time monitoring and feedback within Agile projects. It emphasizes the potential of AI to increase efficiency and effectiveness in Agile project management [12-15].

- AI-Driven Agile: How to Seamlessly Integrate Artificial Intelligence into your Workflow? (Advance Agility): This article explores the application of AI in various aspects of Agile practices, including sprint planning, resource allocation, and sharing updates based on real-time data analysis. It underscores how AI can assist with decision-making and improve the overall Agile process [15-19].
- Artificial Intelligence and Agility-Based Model for Successful Project Implementation and Company Competitiveness (MDPI): This research paper explores the synergy between AI and Agility, focusing on how AI can support data-driven decisions, enhance resource allocation, and improve project performance within Agile frameworks. It emphasizes the importance of combining Agile practices with AI to achieve optimal project outcomes [19-22].

These, along with other research findings, reveal a growing consensus on the transformative potential of AI in Agile project management. AI can automate tasks, improve estimations, optimize resource allocation, and provide valuable insights for informed decision-making throughout the project lifecycle. However, integrating AI into Agile workflows requires careful consideration of potential challenges, such as the need for robust data infrastructure and the potential for AI bias [22-25].

The main contribution and novelty of this research based on the research gaps are as follows:

• Application of artificial intelligence as an agility driver in project management.

3. Methodology

Integrating AI as an agility driver in Agile project management requires a strategic approach. Here, we propose a potential framework for the continuation of the methodology section outlining a potential framework for integrating AI as an agility driver in Agile project management:

1. Identify Agility Gaps and Needs:

The first step involves identifying the specific areas within the Agile workflow where leveraging AI can enhance agility.

This could include:

- **Sprint Planning:** AI can analyze historical data to suggest task durations and dependencies, facilitating faster and more accurate sprint planning.
- **Resource Allocation:** AI can analyze team member skillsets and workload to match them with the most suitable tasks for each sprint, optimizing team utilization.
- **Risk Management:** AI models can analyze project data and identify patterns that indicate potential risks. Early risk identification allows for proactive mitigation strategies, avoiding delays and disruptions.
- **Progress Tracking and Reporting:** AI-powered tools can automate data collection and generate real-time reports on project progress, enabling continuous monitoring and adjustments [21-26, 33].

2. Data Collection and Preparation:

AI algorithms are data-driven. For effective integration, acquiring high-quality data is crucial. This includes:

- **Historical Project Data:** Past project data on tasks, durations, estimates, and roadblocks provide valuable training data for AI models.
- **Team Member Skills and Availability:** Data on team member skills, experience, and current workload helps AI optimize resource allocation.
- External Data Sources: Depending on the project, external data sources like industry trends and competitor analysis can be integrated for comprehensive insights.

Data cleansing and transformation may be necessary to ensure data quality and consistency before feeding it into AI models [27-33].

3. Selection of AI Techniques:

Different AI techniques are suitable for various tasks:

- **Supervised Learning:** This technique involves training AI models on labeled data sets. It can be used for tasks like task estimation, where historical data is used to predict future effort required.
- Unsupervised Learning: This technique analyzes unlabeled data sets to identify patterns and trends. It can be used to uncover hidden risks or suggest task dependencies based on historical project data.
- **Natural Language Processing (NLP):** This technique enables AI to understand and process human language. It can be used to analyze user stories and requirements documents to improve task breakdown and estimation [1,3,30].

4. Model Training and Integration:

The chosen AI models are trained on the prepared data set. This involves iteratively feeding data into the model and refining its performance based on metrics like accuracy and precision. Once trained, the AI models are integrated into existing Agile project management tools:

- **Project Management Software:** Integration with existing project management software allows AI to seamlessly suggest task durations, resource allocation recommendations, and risk notifications within the familiar workflow.
- **Communication Platforms:** Integration with communication platforms like Slack or Microsoft Teams allows AI to deliver real-time project insights and updates to team members.

5. Evaluation and Continuous Improvement:

The effectiveness of the integrated AI solution needs to be continuously monitored and evaluated. Metrics like:

- Estimation Accuracy: How closely AI-generated estimates align with actual task completion times.
- **Resource Utilization:** How efficiently AI optimizes team workload distribution.

• **Risk Prediction Success Rate:** How effectively AI identifies and helps mitigate potential project risks (see Figure 2).

Regular monitoring and feedback loops are crucial for continuously improving the AI models and their integration with the Agile workflow.

This framework provides a solid foundation for integrating AI as an agility driver in Agile project management. However, it's important to remember that AI is a tool, and successful implementation requires careful planning, ongoing development, and a commitment to continuous learning within the project team.

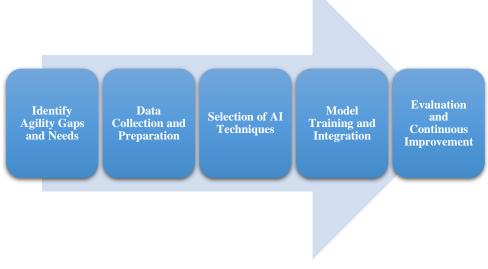


Figure 2: Methodology this research.

4. Results and discussion

To illustrate the impact of AI on project efficiency, let's consider a hypothetical scenario:

Project Scenario:

A software development team is working on a new mobile application. The project uses Agile methodology with 2-week sprints. Historically, the team has struggled with inaccurate task estimations, leading to delays and scope creep.

AI Integration:

The team decides to integrate an AI-powered solution that analyzes historical data to generate task estimates. The AI is also used to optimize resource allocation based on team member skillsets and workload.

In these table, we applied AI for estimate total resources of new projects by previous actual duration and total resources of past projects (see Table 1). After defining linear regression between actual duration and total resources, we define total resources of new projects (see Table 2).

Results:

- Estimation Accuracy: After one iteration, AI-generated estimates improve by 20%, leading to more realistic sprint planning and reduced schedule overruns.
- **Resource Utilization:** AI optimization results in a 15% reduction in team member idle time, allowing for better task distribution and increased productivity.

Projects	Actual Duration (X)	Total Resources (Y)	Min	Average	Max		
Project 1	158	3	3.0	10.9	20.0		
Project 2	623	12	3.0	10.9	20.0		
Project 3	974	20	3.0	10.9	20.0		
Project 4	955	19	3.0	10.9	20.0		
Project 5	675	13	3.0	10.9	20.0		
Project 6	265	5	3.0	10.9	20.0		
Project 7	397	8	3.0	10.9	20.0		
Project 8	250	5	3.0	10.9	20.0		
Project 9	376	7	3.0	10.9	20.0		
Project 10	930	18	3.0	10.9	20.0		
Project 11	722	15	3.0	10.9	20.0		
Project 12	326	6	3.0	10.9	20.0		
Y=0.020317186X -0.34413355							

 Table 1: Trend of projects for Total Resources

Projects	Actual Duration (X)	Total Resources (Y')	Min	Average	Max
New Project 1	200	4	3.0	10.9	20.0
New Project 2	300	6	3.0	10.9	20.0
New Project 3	400	8	3.0	10.9	20.0

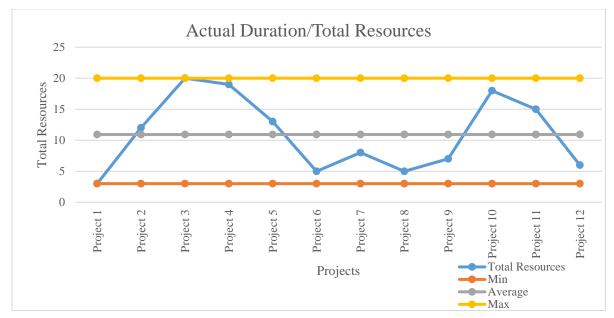


Figure 3: Actual Duration/Total Resources for projects.

AI-powered Prediction of Total Resources Based on Actual Project Duration

Artificial intelligence (AI) offers promising techniques for predicting the total resources required for a project based on its actual duration (see Figure 3, 4).

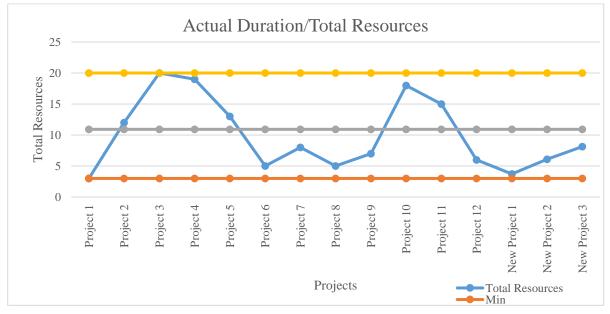


Figure 4: Actual Duration/Total Resources for projects and new projects.

AI can be leveraged in this scenario:

- 1. Data Collection and Preparation:
 - Historical Project Data: This is the foundation. It should include:

- Project duration (actual completion time)
- Total resources used (e.g., person-hours, budget)
- Project scope details (features, functionalities)
- Team size and skillsets
- Data Cleaning and Preprocessing: Ensure data consistency and address missing values.
- 2. AI Model Selection:
 - Supervised Learning: Techniques like linear regression or machine learning algorithms like Random Forest are suitable. These models learn the relationship between past project durations and resource usage.
- 3. Model Training:
 - Split the data into training and testing sets.
 - Train the AI model on the training set, allowing it to learn the patterns between project duration and resource consumption.
- 4. Model Evaluation and Refinement:
 - Evaluate the model's performance on the testing set. Metrics like Mean Squared Error (MSE) can assess prediction accuracy.
 - Refine the model parameters or try different algorithms if the initial results are not satisfactory.
- 5. Prediction with New Projects:
 - Once satisfied with the model's performance, you can use it for prediction.
 - Input the actual duration of a new project.
 - The trained AI model will predict the total resources likely needed to complete the project based on the learned historical patterns.

Benefits:

- Improved Resource Planning: More accurate estimations allow for better resource allocation, avoiding over or under-allocation.
- Enhanced Project Budgeting: Predictable resource requirements enable more realistic budgeting.
- Early Risk Identification: Deviations from predicted resource usage can indicate potential project risks.

Challenges and Considerations:

- Data Quality: The accuracy of predictions heavily relies on the quality and completeness of historical data.
- Model Generalizability: Models trained on specific project types might not generalize well to entirely different projects.
- Human Expertise Remains Crucial: AI predictions are estimations. Project managers should still use their expertise to interpret results and make informed decisions.

Additional Techniques:

- Combining AI with other methods: Combining AI predictions with expert judgment and parametric estimating techniques can further enhance accuracy.
- Deep Learning for Complex Projects: For complex projects with many variables, deep learning models may provide more robust predictions.

Overall, AI offers a valuable tool for predicting project resource needs based on actual project duration. By implementing these techniques with careful consideration of limitations, project managers can gain valuable insights for more efficient resource allocation and project success.

5. Conclusion

The ever-evolving business landscape demands project management approaches that are adaptable, responsive, and data-driven. Agile methodologies have emerged as a powerful tool for navigating uncertainty and delivering successful project outcomes in this dynamic environment. However, even Agile practices can face challenges in areas like resource allocation, estimation accuracy, and continuous improvement.

This paper explored the transformative potential of Artificial Intelligence (AI) as an agility driver in Agile project management. By integrating AI into Agile workflows, project managers can leverage the power of intelligent algorithms to automate tasks, improve estimations, optimize resource allocation, and gain real-time insights for data-driven decision-making. This can significantly enhance project agility by enabling faster response times to changes, improved resource utilization, and proactive risk mitigation.

Furthermore, AI techniques offer a promising approach to predicting the total resources needed for a project based on its actual duration. By analyzing historical project data, AI models can learn patterns and relationships between project duration and resource consumption. This allows for more accurate resource planning and budgeting, ultimately leading to improved project efficiency and success.

However, it is crucial to acknowledge the limitations of AI in project management. The effectiveness of AI solutions relies heavily on the quality and completeness of historical data. Additionally, AI models may not generalize well to entirely new project types, and human expertise remains essential for interpreting results and making informed decisions.

Despite these limitations, the potential of AI to enhance project agility and resource prediction is undeniable. As AI technology continues to evolve, its integration into Agile project management will likely become even more seamless and sophisticated. By embracing AI as a valuable tool and complementing it with human expertise, project managers can foster a more agile, data-driven, and successful project management environment.

Future Research Directions:

- Investigating the ethical considerations of AI implementation in project management, particularly regarding potential bias in AI models.
- Exploring the integration of AI with other project management methodologies beyond Agile.
- Developing advanced AI techniques for resource prediction that can handle complex projects with multiple variables.
- Evaluating the long-term impact of AI on project team dynamics and communication.

By continuing to explore these areas, we can further unlock the power of AI and maximize its potential to revolutionize the way projects are managed in the future.

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