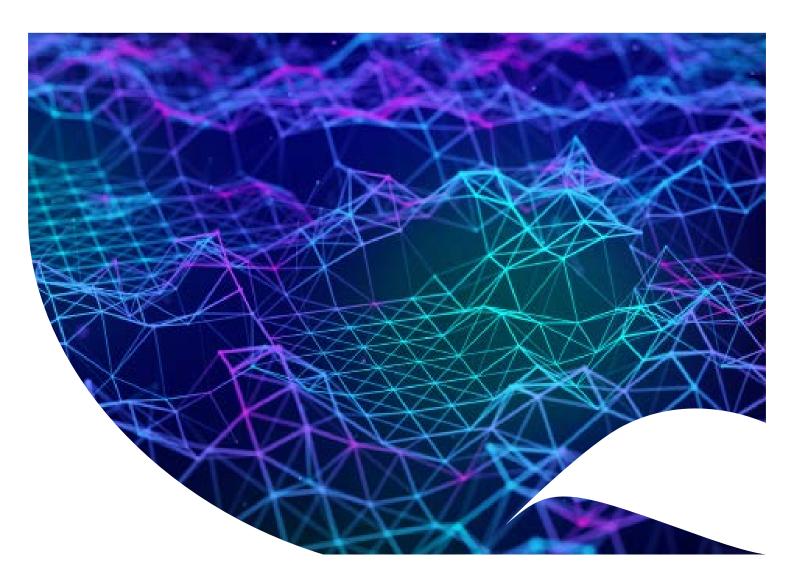


# **Centre for Enterprise Al**

Workshop Summary

From Proof of Concept to Production:
Challenges and Enablers of Successful Enterprise AI

Workshop Date: 12-11-2025



## UNCOVERING SYSTEMIC IMPEDIMENTS TO SUCCESSFUL ENTERPRISE AI

While conversations about AI often revolve around technology, our recent workshop revealed that organisational, cultural, and governance challenges constitute the primary impediments to successful implementation of enterprise AI.

This document presents a summary of the critical challenges and key enablers identified by the panel speakers and participants of round table discussions at the workshop.

## CRITICAL CHALLENGES TO IMPLEMENTING ENTERPRISE AI

#### Data Quality, Access, and Validation

Data-related problems dominated the workshop discussions. Participants challenged the assumption that organisations can rapidly pilot AI solutions with existing data assets. The principle of 'rubbish in, rubbish out' was emphasised with examples such as missing or incomplete data compromising model training and outputs, lack of standardisation and conflicting data formats across organisational silos, and insufficient metadata making data discovery and validation difficult.

### Trust, Transparency, Regulation, and Meaningful Governance

Participants distinguished trust at the proof-of-concept stage from trust required for production deployment. A lack of trust of AI in operational environments exists due to insufficient evaluations. In addition, both transparency and purposeful development of AI are critical in the public sector with resource and capability constraints when experimenting with AI. As such, regulation is necessary but remains contentious with innovation velocity - though the panel suggested that appropriate regulation can accelerate innovation by providing clear guidelines. Furthermore, participants warned against 'governance theatre' without meaningful assessment of AI systems.

"Coming from data space, we don't have enough conversation with public on use of their data." State government representative

#### **Evaluation Frameworks**

Organisations tend to rely on anecdotal evidence instead of rigorous evaluation frameworks. However, the lack of appropriate evaluation challenges the implementation of enterprise AI. Recent research suggests that AI may be slowing certain processes rather than accelerating them, underscoring the importance of evaluation methodologies. Participants emphasised the need for evaluation frameworks that are robust to changes in data, personnel, and models. "New studies are coming that show how AI may be slowing things down." Academic expert

#### **Integration in Business Context**

Participants noted that the proof-of-concept results typically exceed production performance, causing high expectations from the stakeholders followed by inevitable disappointment. Often the issue lies in insufficient time invested in understanding business context, use case validation, and technical feasibility assessment at project inception. Fundamentally, the challenge lies in integration of business processes rather than technology deployment. For example, organisations frequently approach AI as discrete tools rather than integrated business capabilities, resulting in limited scalability and sustainability.

## KEY ENABLERS FOR ADVANCING ENTERPRISE AI FROM PROOF OF CONCEPT

#### **Executive Sponsorship and Strategic Alignment**

Leadership buy-in was identified as a key enabler, encompassing executive engagement in use case prioritisation, resource allocation, and cultural change. Workshop participants however emphasised that executives often lack sufficient understanding of Al capabilities and limitations, leading to misaligned expectations. Organisations therefore must invest in Al literacy at leadership levels to ensure strategic alignment.

"The question is how to be competitive."

Academic expert

#### **Business Case Development**

Demonstrable productivity gain and return on investment were identified by participants as necessary to obtain buy-in of AI in businesses which anticipate increasing AI adoption. However, participants highlighted that organisations struggle to effectively measure and capture value from AI initiatives. Several participants noted that productivity gains do not automatically translate into organisational value unless deliberately captured and reinvested. Places of real productivity gain may be found in in planning and compliance activities, for instance.

"Back-office return on investment can be quite high." Industry expert

Challenges

#### **Skills Development**

Formal skills training and hands-on experimentation emerged in the workshop as critical to the success of enterprise AI systems. The panel discussion referenced government initiatives such as university driven AI executive leadership training programs, recognising that effective implementation requires capability building across all organisational levels.

- Workshop data from Business Chambers
   Queensland indicated that Queensland businesses
   have low AI familiarity, significantly below national
   averages. Training requirements were identified
   for both leaders and workers, underscoring the
   breadth of the skills gap facing organisations.
- Post-workshop survey responses revealed a diverse range of specific skills deficits across organisations in areas such as strategic and business alignment, risk management, and technical and data capabilities.

Data Quality, Access, and Validation

Trust, Transparency,
Regulation, and
Governance
Evaluation Frameworks
Integration in Business
Processes

Executive Sponsorship
Business Case
Development
Skills Development
Success Measures

#### **ENTERPRISE AI SUCCESS MEASURES**

Workshop participants converged on the understanding that Enterprise Al success requires comprehensive evaluations, including:

#### Productivity and Efficiency Measures

Participants emphasised the importance of measuring Al's incremental value through 'with and without Al' comparisons. For example, productivity and efficiency can be measured based on time savings and process streamlining against human performance baselines. Net productivity gains should account for time spent on Al correction and oversight. Human capacity gained from Al can be recycled into value-generating activities. Downstream task performance improvements should also be measured.

#### Quality and Reliability Indicators

The output accuracy of AI systems should be measured relative to human performance. Reliability should account for error reduction and quality improvements in deliverables. In addition, consistency and reliability of results over time and customer and employee satisfaction should be reflected in the metrics.

### Regulatory Compliance, Transparency, and Ethics

Regulatory compliance and transparency metrics are necessary. Al systems need explainability and accountability in decision-making. In addition, organisational commitment to sustaining employment levels emerged as an important ethical measure as human impact should be considered. Data privacy and security incident metrics should also be developed.

#### **Public and Social Values**

Value measures differ fundamentally between private and public contexts. While private organisations can internalise benefits through improved profitability, government organisations must measure social value creation. Health benefits, sustainability outcomes, and enhanced competitiveness represent important measures beyond financial returns.

#### Financial Measures and Return on Investment

Finally, financial measures should reflect a comprehensive evaluation of return on investment. This set of measures include, for example, cost reduction and operational efficiency gains, revenue impact and competitive positioning, and cost-effectiveness accounting for infrastructure investment and ongoing support.





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