

The Changing Face of Control

Ronald Chichester, JD, CFE, CISA ISACA Houston Chapter One-Day Conference August 17, 2015

Overview

- Preface
- Some history
- What happened last time can tell us about this time
- The changing face of control
- Conclusions

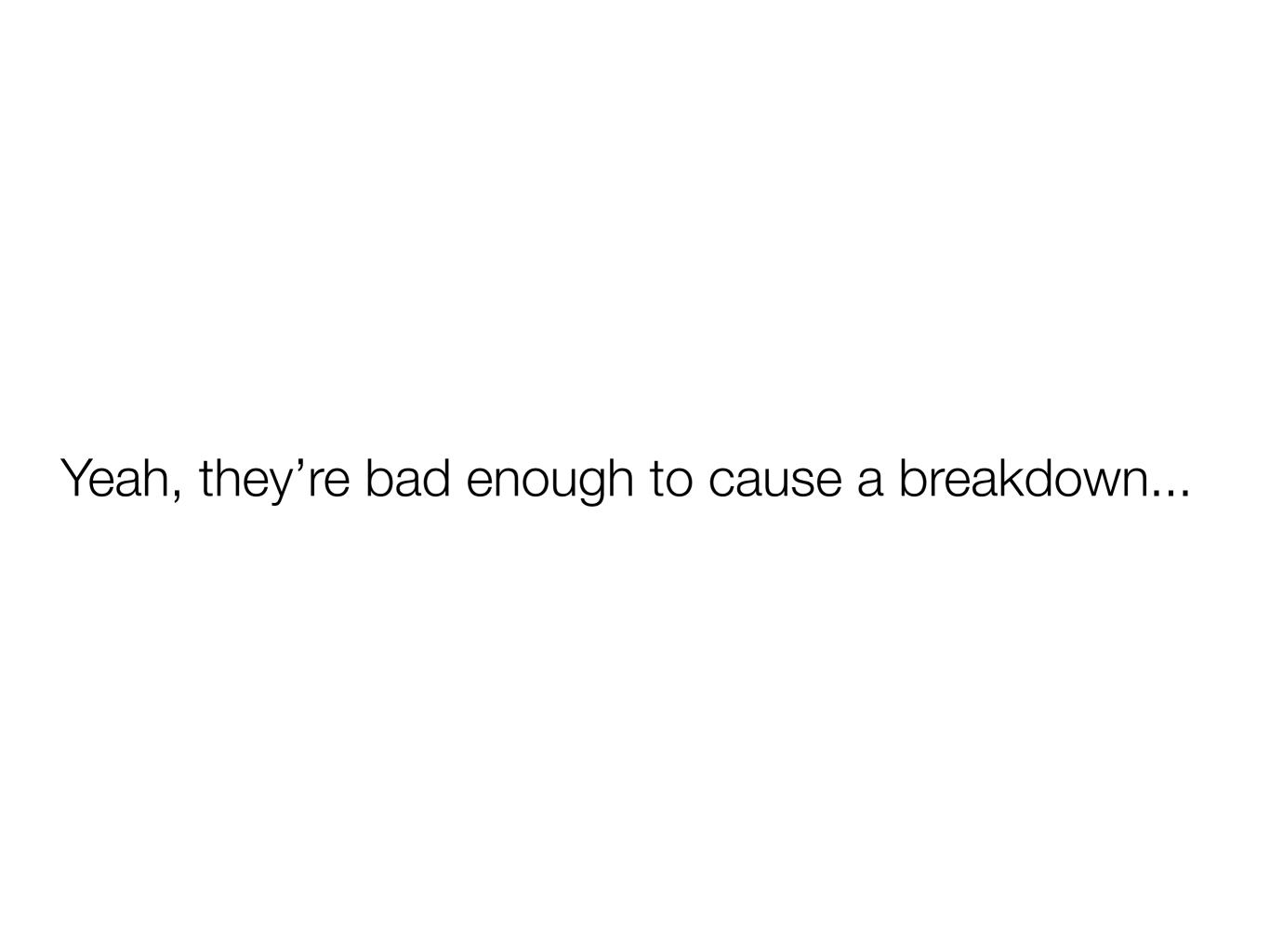








Don't worry about...



but something else will guarantee a breakdown





The First Industrial Revolution

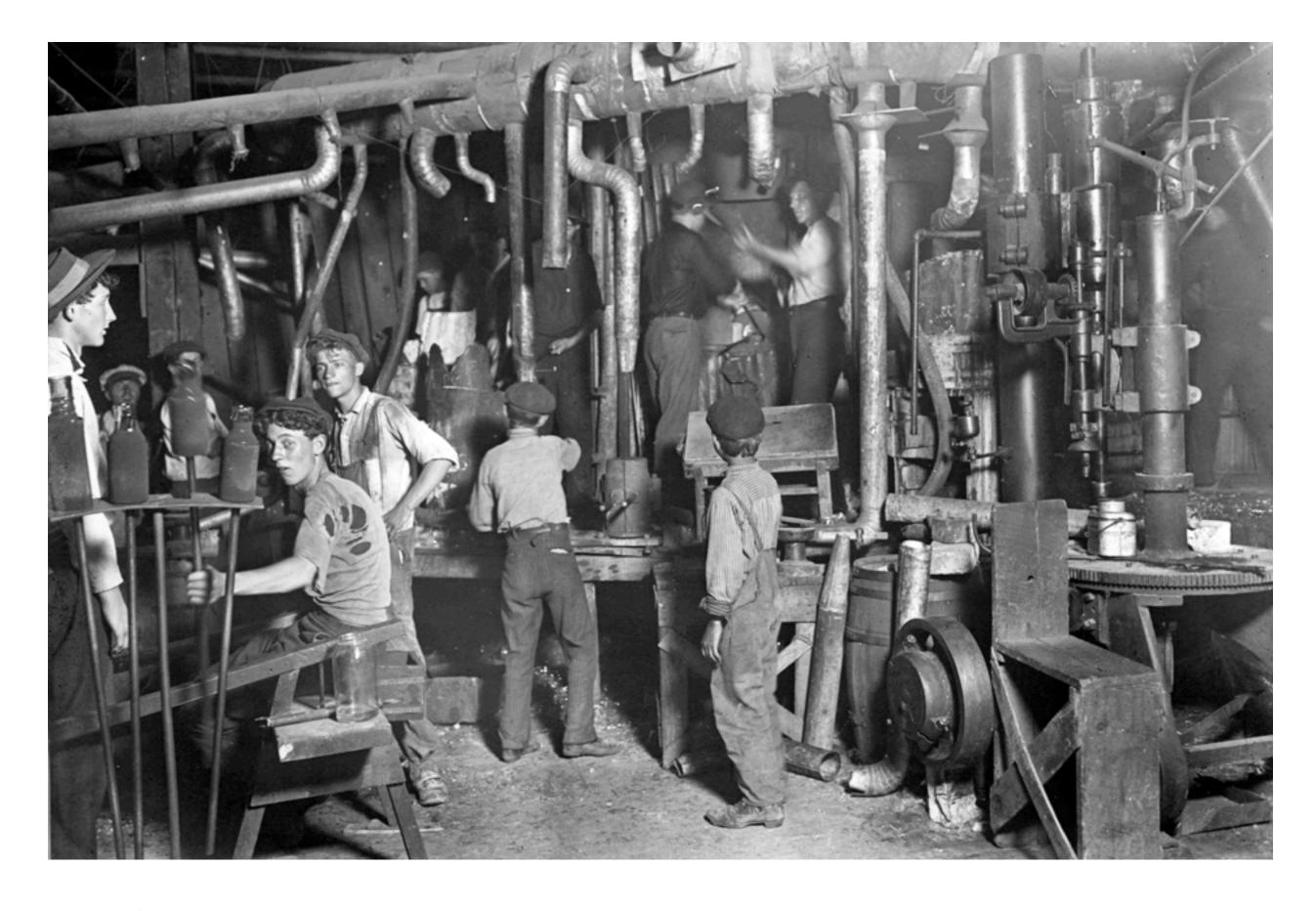
... Automated Braun





The Second Industrial Revolution

... is Automating the **Brain**



The first industrial revolution changed the economic system





But Capitalism is predicated on participation

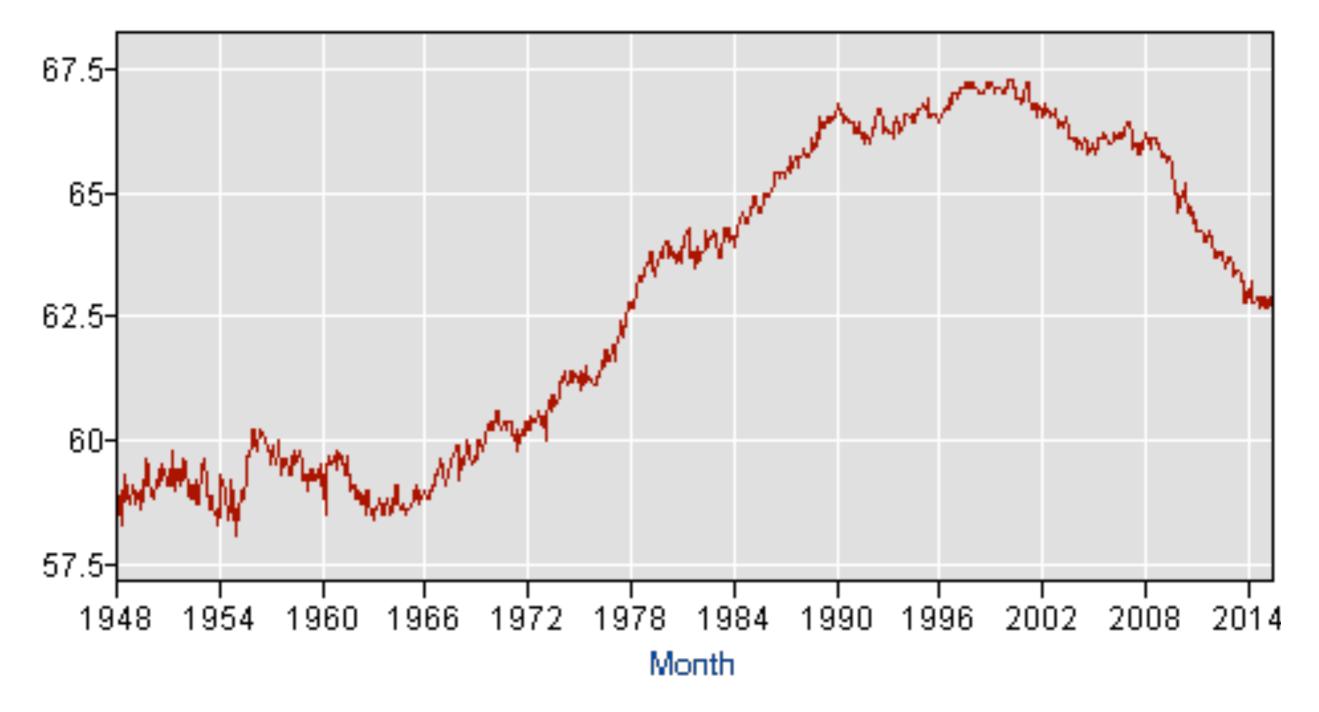


Automation is making participation *Unnecessary*

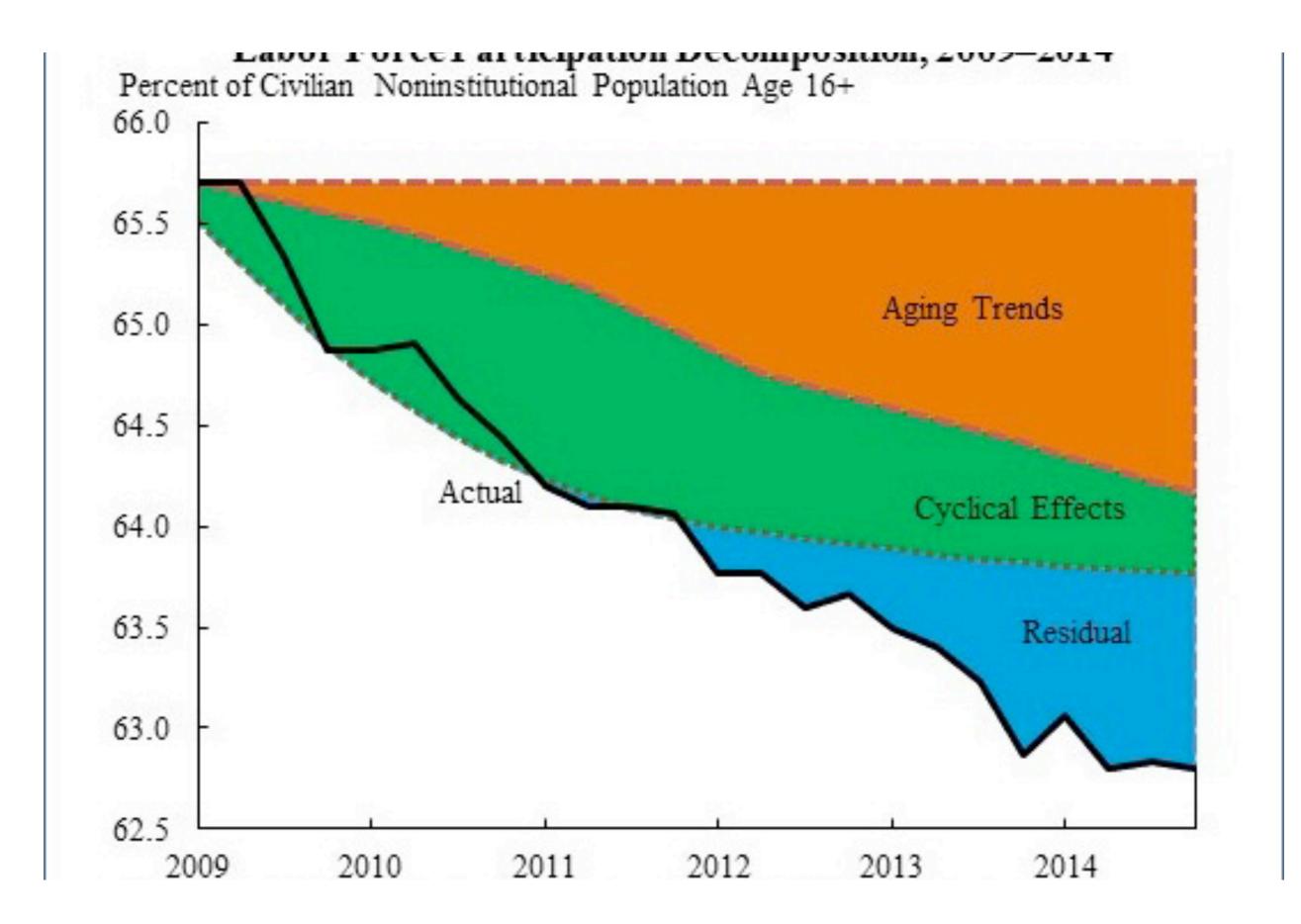
Since the Second Industrial Revolution started in the 1980's...

... we're pretty much on track...

... for massive problems in the 2020's



Source: U.S. Bureau of Labor Statistics: (Seas) Labor Force Participation Rate 1948-2015 http://data.bls.gov/pdq/SurveyOutputServlet



Not all of the loss is due to aging or normal economic effects. Source: https://www.whitehouse.gov/blog/2015/02/19/2015-economic-report-president

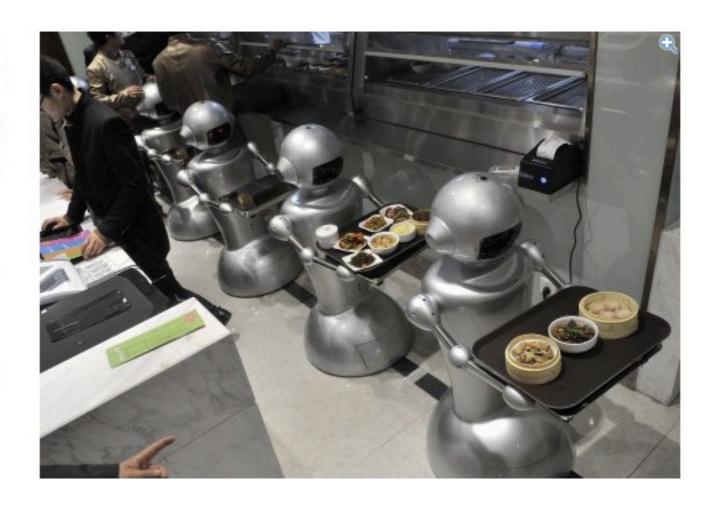
\equiv

Experts predict robots will take over 30% of our jobs by 2025 — and white-collar jobs aren't immune



There's a BakeBot robot whipping up fresh cookies at MIT; hospitals are now employing medical robots to assist their doctors; and a robot named Baxter can beat any human at the popular logic game Connect Four, among many other tasks.

"Historically what we thought was that robots would do things that were the three D's: dangerous,







Business Standard

номе	MARKETS	COMPANIES	OPINION	POLITICS	TECHNOLOGY	SPECIALS	PF	PORTFOLIO	MY PAGE	
TRENDING ON BS		#MonsoonSession #CorporateResult					Search	News	- Q	

ECONOMY & POLICY » NEWS » NEWS

50% of occupations today will no longer exist in 2025: Report

Workspaces with row of desks will become completely redundant, not because they are not fit for purpose, but simply because that purpose no longer exists, the report predicts

Press Trust of India | Mumbai November 7, 2014 Last Updated at 21:40 IST





A paradigm shift is expected to be witnessed in the way workplaces operate over the next 15 years, making nearly 50 per cent of occupations existing today redundant by 2025, a report has said.



FROM THE SECTION

Fiscal deficit target tough but achievable: Bimal Jalan

Jalan heads the Expenditure Management Commission, tasked by the government to review the major areas of expenditure

NITI plans to improve governance in states

Gadkari: Tax cuts for those discarding old cars, buying new ones

Did this happen the last time?

Yes

It was much worse!

During the 50+ years of the first industrial revolution...

jobs were eventually created, but not without unrest.

Some people got unbelievably rich...

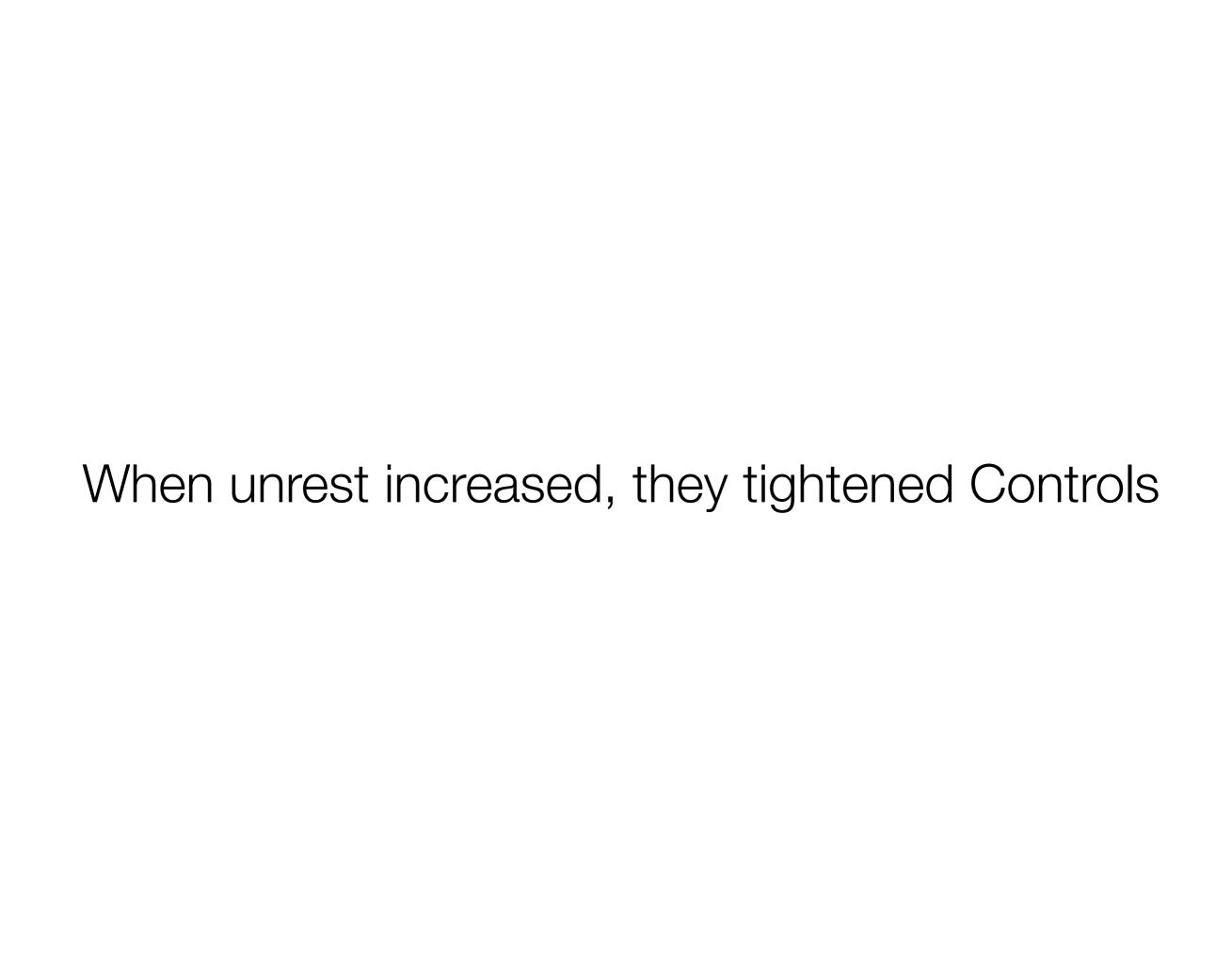
... and some starved.

Most just stayed poor.

So it is safe to say that economic system (in its present form) will not survive the *Second* Industrial Revolution

What did companies do last time?

(among other things) Companies developed Controls



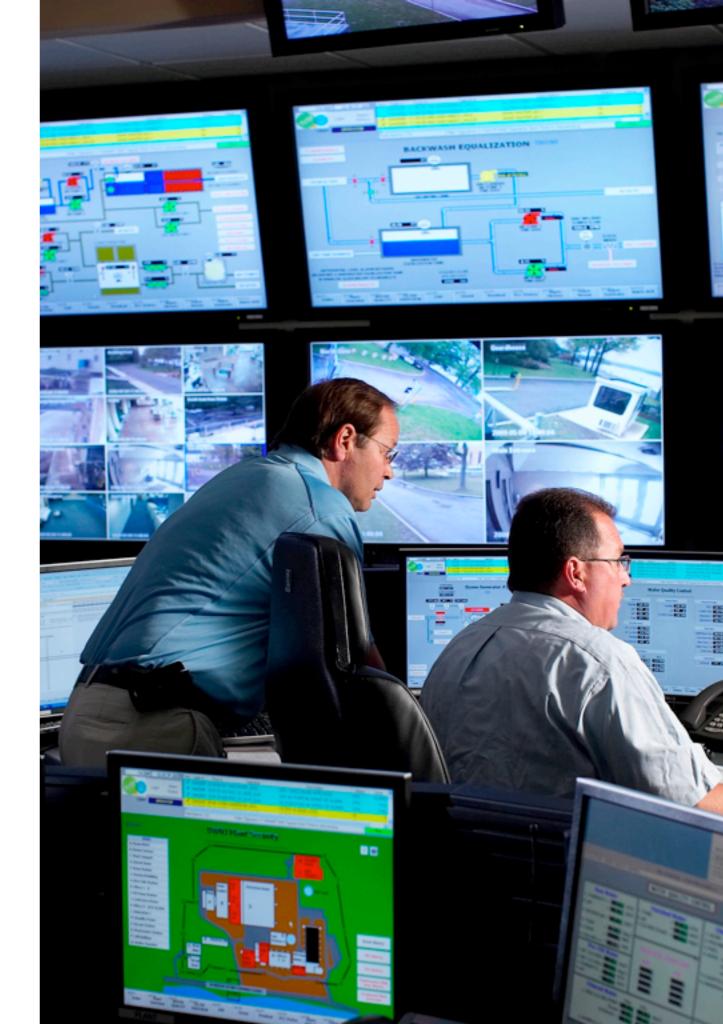
This time will be no different

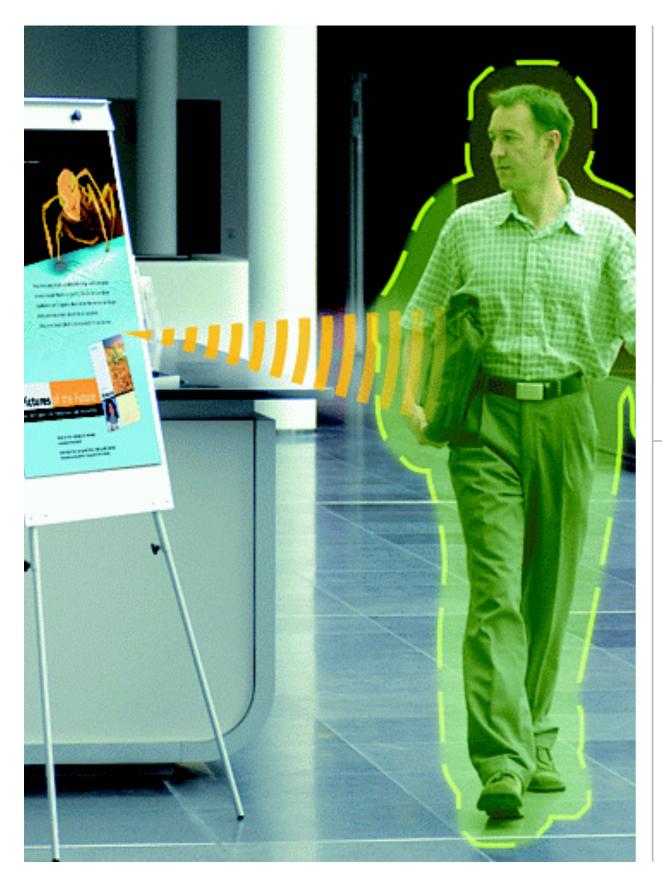


Just More Intense!

Expect Tighter Controls

- Over Devices
- Over Software
- Over Networks
- Increased Surveillance of Individuals

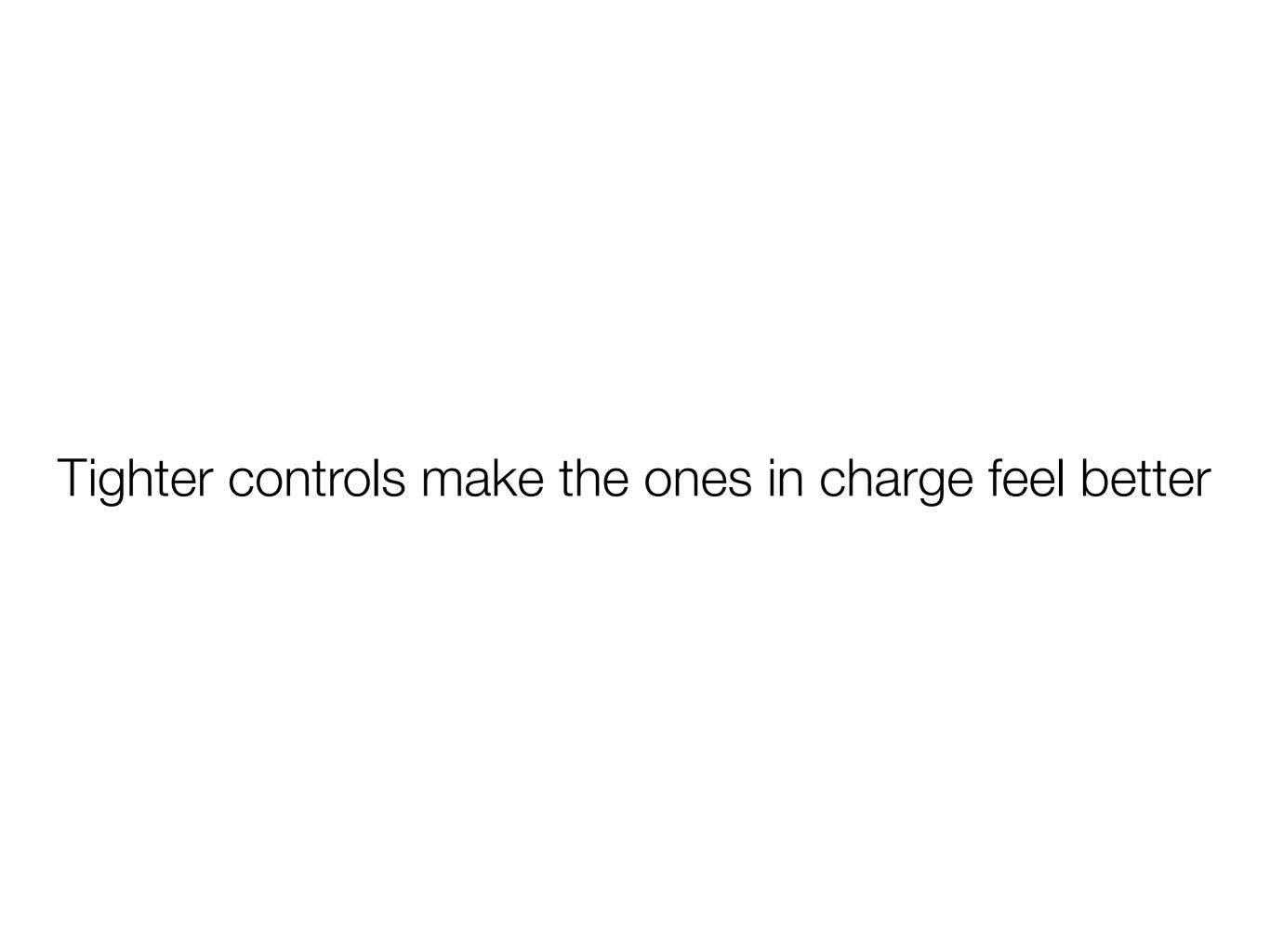








Its Happening Now



They don't know what else to do

Just remember...

They won't let *their* system go down without a fight!

Controls are (and will be) part of that fight

Thus, Controls will get more stringent...

... and take on a *political* dimension

Questions?

Ronald L. Chichester, J.D., CISA

713.302.1679

Ron@TexasComputerLaw.com