

FROM TRADITIONAL TO AI-AUGMENTED PROJECT MANAGEMENT: RETHINKING GOVERNANCE AND MANAGERIAL ROLES

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The rapid diffusion of artificial intelligence (AI) is fundamentally reshaping managerial work and governance structures in project-based organizations. As projects increasingly function as primary vehicles for digital and sustainability-driven transformation, traditional project management models - grounded in linear planning, human-centered decision-making, and static governance arrangements - face growing limitations in coping with heightened complexity, uncertainty, and interdependence. While existing research has largely focused on AI as a technical tool for improving forecasting, monitoring, and operational efficiency, its broader implications for project governance and managerial roles remain underexplored. This conceptual paper examines the transition from traditional to AI-augmented project management through a systematic synthesis of literature from project management, organizational governance, decision-making, and artificial intelligence. The analysis highlights how AI reshapes key phases of the project lifecycle, alters decision-making logics, and reconfigures the role of the project manager from a primary decision-maker toward a sense maker, orchestrator, and steward of AI-supported decisions. Building on this synthesis, the paper introduces the concept of AI-augmented project governance as a theoretical framework that addresses emerging challenges related to accountability, transparency, and alignment with sustainability and ESG principles. The paper concludes by outlining implications for project management theory and proposing directions for future empirical research.

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1 Introduction

Organizations are currently navigating a dual transformation: digital acceleration and sustainability reorientation. On the one hand, rapid advances in artificial intelligence (AI), machine learning, and data-driven decision systems are reshaping how organizations generate knowledge, allocate resources, and govern performance. On the other hand, increasing pressure to align corporate activities with environmental, social, and governance (ESG) principles is redefining the normative foundations of managerial responsibility. AI is increasingly positioned as a driver of business model transformation and sustainable value creation, particularly in relation to the Sustainable Development Goals (Di Vaio et al., 2020).

Projects constitute the primary organizational mechanism through which digital and sustainability ambitions are operationalized. Whether implementing digital infrastructures, restructuring organizational processes, or delivering sustainability initiatives, projects translate strategic intent into coordinated action. Yet project management, as a field, has historically evolved from early technical scheduling techniques toward institutionalized management models (Garel, 2013). Even as methodologies diversified - from predictive (waterfall) to agile and hybrid forms - the underlying governance logic largely preserved a human-centered decision architecture in which managers remain the focal point of responsibility and coordination.

This architecture is increasingly strained. Contemporary projects operate under heightened complexity, uncertainty, and ambiguity, conditions that challenge traditional assumptions of predictability. Governance research further emphasizes that projects are embedded in broader strategic and stakeholder contexts; project governance must therefore ensure alignment between projects and organizational strategy (Costantino et al., 2015; Hazır, 2014).

Simultaneously, artificial intelligence has emerged as one of the most consequential technologies in management discourse. As Einola and Khoreva (2023) observe, “Artificial intelligence (AI) is a modern-day buzzword, a topic of ongoing debate... presently transforming our work lives”. AI is frequently conceptualized as capable of “learning, interacting, and problem solving” (Einola & Khoreva, 2023), thereby

extending beyond automation into cognitive domains traditionally reserved for managerial judgment.

In project management specifically, AI is increasingly associated with predictive analytics, estimation accuracy, resource optimization, and real-time monitoring. For example, research on AI-assisted project management highlights how AI can “automate routine and repetitive tasks” and improve estimation and risk prediction (Zadeh et al., 2024). While such applications promise improved analytical performance, they also introduce shifts in epistemic authority: algorithmic systems begin to influence which risks are visible, which alternatives are prioritized, and which outcomes are considered optimal.

Importantly, AI adoption in business contexts is not purely technical. Cubric (2020) emphasizes that while drivers of AI adoption are “mainly economic,” barriers include “technical aspects... as well as social considerations such as... increased dependence on non-humans, job security, lack of knowledge, safety, trust”. These concerns directly intersect with project environments, where responsibility, transparency, and stakeholder trust are central governance principles.

Despite the growing body of research on AI-assisted forecasting, monitoring, and decision-support tools (Pal et al., 2023; Bento et al., 2022), the broader implications for project governance and managerial roles remain theoretically underdeveloped. If AI increasingly participates in core project functions - planning, monitoring, prioritization - then the foundational assumptions of project management as a human-centered discipline require reconsideration. The critical question is no longer whether AI improves project performance, but how its integration reconfigures decision-making logics, accountability structures, and the role of the project manager.

This paper addresses this theoretical gap by conceptually examining the transition from traditional to AI-augmented project management. Drawing on interdisciplinary literature from project management, governance theory, artificial intelligence, and organizational research, the study develops a framework for understanding how AI reshapes the project lifecycle, redistributes managerial authority, and imposes new forms of governance. In doing so, the paper introduces the notion of *AI-augmented*

project governance to capture the emerging configuration in which algorithmic systems and human actors jointly influence project outcomes.

The remainder of the paper is structured as follows. The next section outlines the key characteristics and governance logics of traditional project management models - predictive, agile, and hybrid - establishing the analytical baseline for the study. This is followed by a conceptual overview of artificial intelligence in management, focusing on decision support, automation, and accountability. The central section examines the transition to AI-augmented project management, analyzing how AI reshapes project lifecycle processes and managerial roles, and introduces the concept of *AI-augmented project governance*. The discussion evaluates the opportunities and challenges of AI integration, particularly regarding ethical responsibility and ESG alignment, and the conclusion summarizes the main conceptual contributions and outlines directions for future research.

2 Conceptual Approach and Scope of the Study

This paper adopts a conceptual and interdisciplinary approach to examining the transition from traditional to AI-augmented project management. Rather than empirically testing hypotheses, the study synthesizes insights from project management literature, governance theory, organizational management research, and emerging scholarship on artificial intelligence in business contexts. The objective is not to evaluate specific AI tools or technologies, but to develop a theoretically grounded understanding of how AI integration reshapes governance structures, managerial authority, and decision-making processes in project environments.

The paper is positioned as a conceptual synthesis that integrates and critically interprets existing literature across multiple domains. Particular emphasis is placed on project governance, managerial roles, accountability structures, AI-enabled decision support, and ESG-related governance challenges. By combining these streams of research, the study aims to develop a broader theoretical lens for understanding AI not merely as an operational enhancement, but as a governance-level transformation affecting the architecture of project management itself.

Given the conceptual nature of the paper, the proposed framework of AI-augmented project governance should be understood as an analytical and theoretical contribution intended to support future empirical research, comparative studies, and governance model development.

3 Traditional project management models and governance logics

Project management has evolved through distinct methodological paradigms, yet across these variations, a relatively stable governance logic has persisted. From early predictive models to agile and hybrid approaches, project management has remained anchored in structured decision-making architectures, predefined accountability structures, and human-centered authority.

The predictive or waterfall model represents the classical paradigm of project management. Rooted in engineering logic and formal planning traditions, it assumes that project objectives can be clearly defined *ex ante* and that uncertainty can be mitigated through detailed planning, sequencing, and control mechanisms (Garel, 2013). Decision-making authority in this model is hierarchical, with the project manager serving as the central coordinating agent responsible for planning, monitoring, and corrective intervention. Governance mechanisms emphasize formal reporting, stage-gate controls, and compliance with predefined scope, cost, and time constraints.

However, research has long demonstrated that many projects operate under conditions of ambiguity and unforeseeable change. Pal et al. (2023) distinguish between uncertainty that can be addressed through planning and deeper forms of ambiguity where “events cannot be predicted”. Such environments exposed the limitations of rigid predictive control systems and contributed to the rise of agile methodologies.

Agile project management emerged as a response to volatility and complexity. Rather than assuming complete *ex ante* knowledge, agile models prioritize iterative development, adaptive planning, and distributed team autonomy (Karim Zadeh et al., 2024). Decision-making becomes more decentralized, with teams empowered to adjust priorities in short cycles. Nevertheless, despite this flexibility, accountability remains fundamentally human-centered. The project leader (or product owner,

scrum master) continues to mediate between strategic intent and operational execution, and governance mechanisms still rely on structured coordination, transparency rituals, and defined role responsibilities.

Hybrid models attempt to reconcile predictive stability with agile adaptability. These configurations combine formal planning structures with iterative execution mechanisms, particularly in complex organizational environments where strategic alignment and compliance requirements coexist with innovation pressures. Yet even in hybrid arrangements, governance frameworks maintain identifiable decision nodes, escalation paths, and managerial accountability structures.

Beyond methodological differences, project governance research emphasizes that projects are embedded within broader organizational and stakeholder systems. Governance serves to align projects with strategic objectives, ensure benefit realization, and manage stakeholder expectations (Too & Weaver, 2014). Multi-level governance structures connect portfolio management, program oversight, and individual project control. In all these configurations, the underlying assumption persists: decision authority, sensemaking, and responsibility are ultimately located in human actors.

Thus, despite methodological diversification, traditional project management models share three foundational assumptions. First, uncertainty can be managed through structured planning and adaptive correction. Second, governance relies on identifiable human accountability and role clarity. Third, decision-making authority is concentrated in formal managerial positions, even when operational flexibility increases.

These assumptions provide a stable conceptual baseline. The increasing integration of artificial intelligence into project environments raises a fundamental question: what happens when elements of forecasting, risk identification, prioritization, and monitoring are partially delegated to algorithmic systems? To address this question, the next section examines artificial intelligence in the broader context of management and organizational governance.

4 Artificial Intelligence in Management and Organizational Governance

Artificial intelligence is increasingly positioned as a transformative force in contemporary management. While early applications focused primarily on automation of repetitive tasks, recent developments extend AI's influence into cognitive domains traditionally associated with managerial judgment, including forecasting, prioritization, and strategic decision support (Einola & Khoreva, 2023). AI systems are commonly defined as technologies capable of “learning, interacting, and problem solving” (Einola & Khoreva, 2023), or as systems that “interpret external data, learn from such data, and use those learnings to achieve specific goals” (Di Vaio et al., 2020).

In management contexts, AI is most frequently associated with predictive analytics, pattern recognition, and optimization capabilities. Machine learning algorithms can analyze large volumes of historical and real-time data to identify trends, anticipate risks, and generate performance forecasts (Pal et al., 2023). Such systems increasingly function as decision-support mechanisms, enhancing estimation accuracy and resource allocation efficiency (Bento et al., 2022). In this sense, AI does not merely execute predefined rules but actively contributes to shaping managerial perception of risk, opportunity, and performance.

This shift has important governance implications. Traditional governance models assume that decision authority and accountability reside clearly within identifiable human actors. However, as AI-generated insights influence strategic and operational choices, the locus of epistemic authority becomes more distributed. Algorithmic systems increasingly determine which data are considered relevant, which patterns are recognized, and which scenarios are evaluated as optimal. As Cubric (2020, p. 1) notes, while economic drivers motivate AI adoption, barriers and social considerations include concerns related to “trust,” “dependence on non-humans,” and responsibility. These concerns directly intersect with governance questions regarding transparency and explainability of algorithmic decisions.

Moreover, AI integration is not confined to technical efficiency gains but reshapes organizational ecosystems. Research on human–AI co-existence emphasizes that AI solutions become embedded in workflows and influence how organizational members interpret their roles and responsibilities (Einola & Khoreva, 2023). Consequently, AI implementation entails not only technological adjustment but also managerial reconfiguration.

From a governance perspective, three dimensions are particularly relevant. First, decision-support transformation: AI alters how information is generated and interpreted prior to managerial judgment. Second, accountability complexity: when algorithmic recommendations inform decisions, responsibility becomes relational rather than purely individual. Third, transparency and legitimacy concerns: the opacity of certain AI models challenges established norms of explainable and auditable decision-making.

These developments suggest that AI should not be conceptualized merely as an operational tool but as a structural component influencing governance architectures. If projects are central vehicles of strategic execution, and if AI increasingly participates in forecasting, prioritization, and risk detection, then its implications for project governance require systematic examination. The next section, therefore, turns to the core analytical focus of this paper: the transition from traditional to AI-augmented project management and its consequences for project lifecycle processes and managerial roles.

5 From Traditional to AI-Augmented Project Management

The integration of artificial intelligence into project environments does not merely enhance existing practices; it gradually reconfigures the underlying decision-making logic of project management. Whereas traditional models rely on structured ex ante planning and human-centered authority, AI introduces dynamic, data-driven recalibration into core project processes. This shift represents not a methodological adjustment but a transformation of how projects are conceptualized, monitored, and governed.

5.1 Planning and Forecasting

In predictive project management, planning is primarily *ex ante*: objectives, timelines, budgets, and risks are defined before execution begins. AI challenges this static logic by enabling continuous forecasting based on evolving datasets (Pal et al., 2023). Machine learning models can detect emerging patterns in real time, recalculating risk probabilities and performance projections.

This transformation shifts planning from a one-time design activity toward an ongoing adaptive process. Rather than assuming forecast stability, AI-supported environments operate through iterative recalibration. Consequently, the position of epistemic authority begins to expand from the project manager's experiential judgment toward algorithmic pattern recognition.

5.2 Monitoring and Control

Traditional governance relies on formal reporting cycles, milestone reviews, and stage-gate approvals. Monitoring is episodic and mediated through managerial interpretation. AI-enabled analytics, however, allow real-time monitoring of performance indicators, resource utilization, and risk signals (Bento et al., 2022).

This shift reduces informational latency and increases analytical depth. Yet it also introduces governance complexity. When algorithmic systems continuously flag deviations or optimize resource allocation, managerial discretion becomes partially coordinated by algorithmic recommendations. Monitoring transforms from human evaluation of past performance into a hybrid human–algorithmic interpretation of live data streams.

5.3 Risk Identification and Uncertainty Management

Research distinguishes between manageable uncertainty and deeper ambiguity. AI extends the capacity to process large-scale historical data, potentially identifying risk patterns that exceed human cognitive limits. Predictive models can anticipate schedule overruns or resource holdups earlier than traditional approaches.

However, AI does not eliminate uncertainty; it reframes it. Algorithmic models operate on historical correlations, which may not fully capture unique or extraordinary events. Thus, while AI enhances risk detection within known data structures, it may simultaneously obscure forms of uncertainty not characterized in training datasets. The governance challenge, therefore, shifts from identifying risks to evaluating the reliability and boundaries of algorithmic suggestion.

5.4 Reconfiguring the Role of the Project Manager

Perhaps the most significant transformation concerns managerial roles. In traditional project management, the project manager functions as planner, coordinator, and primary decision authority. AI integration does not eliminate this role but adjusts its nature.

As algorithmic systems increasingly generate forecasts, prioritize alternatives, and monitor deviations, the project manager's role shifts from sole decision-maker toward orchestrator of hybrid intelligence. Rather than producing knowledge directly, managers interpret, validate, and contextualize AI-generated insights. Authority becomes relational rather than singular.

This reconfiguration introduces new competencies: data literacy, critical evaluation of algorithmic outputs, and ethical oversight. Simultaneously, accountability structures become more complex. When complex algorithmic models influence decisions, responsibility cannot be reduced to either human or machine alone. Governance instruments must therefore adapt to hybrid decision-making configurations.

Transitional Reflection

The transition from traditional to AI-augmented project management is not characterized by abrupt replacement but by gradual integration. Yet even partial integration reshapes planning logic, monitoring mechanisms, risk perception, and managerial identity. AI does not simply support project management; it actively shapes project reality.

This transformation raises a broader governance question: how should responsibility, transparency, and strategic alignment be structured in environments where algorithmic systems contribute to decision-making? The next section addresses this issue by revisiting project management through the lens of AI-augmented project governance.

6 AI-Augmented Project Governance: Conceptual Foundations and Implications

The preceding analysis demonstrates that AI integration does not merely refine project practices; it reshapes the underlying decision-making logic of project management. If planning becomes continuously recalibrated, monitoring becomes real-time and data-driven, and risk identification increasingly relies on algorithmic implication, then project governance cannot remain conceptually anchored in exclusively human-centered authority structures. A reconsideration of project governance is therefore required.

6.1 Reconfiguring Decision Authority

Traditional project governance frameworks assume clearly identifiable lines of authority and accountability. Decision rights are formally allocated, escalation paths are predefined, and responsibility is ultimately traceable to human actors (Too & Weaver, 2014). In AI-enabled environments, however, decision creation becomes hybrid. Algorithmic systems contribute to predictive assessments, scenario simulations, and optimization outputs that materially influence managerial judgment.

This does not imply that AI replaces human authority. Rather, it redistributes the locus of decision formation. Project managers increasingly operate within patterns where their discretion is shaped by algorithmic insights. Authority becomes relational: outcomes emerge from the interaction between human interpretation and machine-generated analysis. Consequently, governance systems must evolve from controlling individual decisions to governing hybrid decision processes.

6.2 Expanding Managerial Competencies

As the role of the project manager shifts from sole planner toward orchestrator of hybrid intelligence, new competencies become central. Beyond traditional skills in coordination and stakeholder management, project leaders must develop data literacy, critical evaluation of algorithmic outputs, and awareness of model limitations.

AI systems operate on historical datasets and probabilistic inference; they may reinforce biases embedded in data or obscure forms of uncertainty not captured in training sets (Cubric, 2020). Responsible project leadership, therefore, requires the capacity to question algorithmic recommendations rather than merely execute them. Managerial competence, therefore, extends beyond making decisions to critically assessing when and how AI-generated insights should be used.

6.3 Accountability and Transparency in Hybrid Environments

Perhaps the most significant governance effect concerns accountability. Traditional governance assumes a relatively direct alignment between decision-makers and outcomes. In AI-augmented environments, however, the opacity of algorithmic models complicates this alignment. If decisions are influenced by complex machine learning systems, responsibility cannot be simplistically attributed either to the system or to the individual manager.

Governance mechanisms must therefore incorporate transparency requirements, documentation of algorithmic inputs, and a clear definition of human oversight responsibilities. Without such adaptation, organizations risk a gap between formal accountability structures and actual decision dynamics. This challenge is particularly significant in project contexts aligned with ESG principles, where transparency, fairness, and ethical responsibility are increasingly scrutinized (Di Vaio et al., 2020).

6.4 Defining AI-Augmented Project Governance

Building on these considerations, this paper introduces the concept of *AI-augmented project governance*. AI-augmented project governance refers to governance configurations in which human actors maintain formal accountability while

algorithmic systems participate in shaping decision inputs, risk perceptions, and performance evaluations.

This configuration is characterized by:

1. Hybrid decision pattern (human–algorithmic interaction)
2. Distributed influence over planning, monitoring, and risk assessment decisions
3. Expanded managerial oversight responsibilities
4. Enhanced requirements for transparency and explainability

AI-augmented governance does not eliminate the human role. Rather, it reframes it. Managers remain accountable for decisions, yet their authority operates within algorithmically informed environments. Governance must therefore shift from controlling actions to governing interactions between human judgment and machine inference.

6.5 Boundary Conditions of AI-Augmented Project Governance

The proposed framework of AI-augmented project governance is unlikely to operate uniformly across all organizational and project contexts. Its effectiveness depends on several boundary conditions related to project complexity, organizational maturity, and governance capability.

First, AI-augmented governance is particularly relevant in large-scale, complex, and data-intensive project environments, where decision-making involves significant uncertainty, interdependence, and continuous monitoring requirements. Such contexts include digital transformation initiatives, infrastructure megaprojects, innovation-driven projects, and ESG-oriented transformation programs. In these environments, AI systems can provide analytical capabilities that exceed individual managerial cognition, particularly in forecasting, risk detection, and portfolio coordination.

Second, the implementation of AI-augmented governance requires a certain level of organizational maturity. Organizations must possess not only technological infrastructure but also governance capabilities related to data management, transparency, and managerial oversight. Low levels of digital maturity, weak

governance structures, or insufficient AI literacy may reduce the effectiveness of AI-supported decision processes and increase governance risks.

Third, the framework may be less applicable in small-scale or low-complexity projects where managerial intuition, implicit knowledge, and interpersonal coordination remain more significant than large-scale analytical processing. Similarly, highly creative or exploratory project environments may resist extensive algorithmic structuring due to the difficulty of codifying uncertainty and innovation dynamics into data-driven models.

These boundary conditions suggest that AI-augmented project governance should not be interpreted as a universal governance solution, but rather as a context-dependent governance configuration whose effectiveness varies according to organizational, technological, and project-specific characteristics.

6.6 Conceptual Framework of AI-Augmented Project Governance

To synthesize the conceptual transformation discussed throughout the paper, Figure 1 illustrates the transition from traditional project management toward AI-augmented project governance. The framework highlights how AI integration progressively reshapes planning logic, monitoring mechanisms, managerial authority, accountability structures, and ESG-oriented governance oversight.

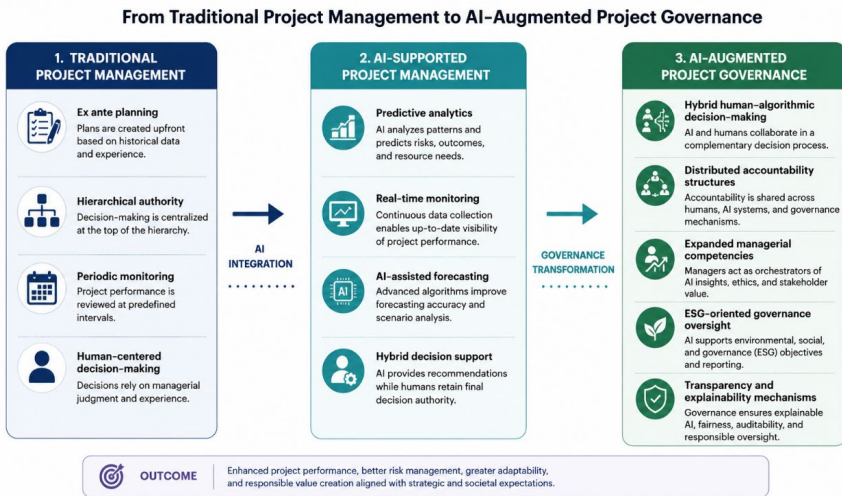


Figure 1: From Traditional Project Management to AI-Augmented Project Governance

7 Discussion: Opportunities, Challenges, and ESG Implications

The conceptual analysis developed in this paper suggests that AI integration in project environments presents both transformative opportunities and structural challenges. While AI enhances analytical capabilities, improves forecasting accuracy, and enables real-time monitoring, it simultaneously challenges established governance assumptions concerning authority, accountability, and transparency.

7.1 Opportunities for Enhanced Project Performance

AI-augmented project management offers significant performance-related advantages. Predictive analytics can improve estimation accuracy and resource allocation (Pal et al., 2023), while data-driven monitoring reduces informational latency and allows earlier detection of deviations. In complex project environments characterized by uncertainty and interdependence, algorithmic support may increase responsiveness and decision quality.

Furthermore, AI systems can enhance portfolio-level oversight by identifying cross-project patterns and systemic risks that exceed individual managerial cognition. In this sense, AI contributes not merely to operational efficiency but to strategic alignment and benefit realization, core objectives of project governance (Costantino et al., 2015).

7.2 Structural Challenges and Governance Risks

However, the integration of AI introduces structural challenges. First, the complexity of certain algorithmic models complicates the explainability and traceability of decisions. If project outcomes are influenced by complex machine learning systems, governance mechanisms must address how decisions can be justified and assessed.

Second, distributed decision authority may blur accountability boundaries. While human managers remain formally responsible, their judgments are increasingly shaped by algorithmic outputs. Without explicit governance adaptation, this hybrid decision model risks creating accountability gaps.

Third, overreliance on historical datasets may reinforce embedded biases or fail to capture unprecedented disruptions. As Cubric (2020) notes, social considerations - including trust and dependence on non-human systems - constitute significant barriers to AI adoption. In project contexts, such concerns may undermine stakeholder confidence if not proactively managed.

7.3 ESG Alignment and Responsible AI Governance

The relevance of these governance challenges becomes particularly relevant in relation to ESG principles. Sustainability-oriented projects increasingly require transparency, fairness, and long-term accountability. AI integration must therefore align not only with efficiency objectives but also with ethical standards and responsible innovation frameworks (Di Vaio et al., 2020).

AI-augmented project governance should incorporate mechanisms ensuring explainability, human oversight, and bias monitoring. This includes clear documentation of algorithmic inputs, defined escalation paths for influential automated recommendations, and structured review processes assessing the social implications of AI-informed decisions. In ESG-sensitive environments, responsible AI use becomes not merely a technical requirement but a governance obligation.

7.4 Practical and Managerial Implications

The findings of this paper suggest that organizations cannot approach AI integration in project environments solely as a technological implementation challenge. Instead, AI adoption requires governance redesign and managerial adaptation. As AI increasingly influences planning, monitoring, and risk evaluation processes, organizations must establish governance mechanisms capable of ensuring transparency, accountability, and responsible oversight.

For project managers, this implies the need for expanded competencies beyond traditional coordination and execution capabilities. Managers must develop AI literacy, critical interpretation skills, and the ability to evaluate the reliability and limitations of algorithmic recommendations. Effective project leadership in AI-enabled environments increasingly depends on balancing analytical augmentation with human judgment and ethical responsibility.

At the organizational level, governance structures should incorporate clearly defined oversight procedures for AI-informed decisions. This includes transparency mechanisms, review protocols for high-impact algorithmic recommendations, and clearly defined accountability structures specifying when human intervention or escalation is required. Such mechanisms become particularly important in ESG-sensitive project environments, where explainability, fairness, and long-term responsibility are critical governance expectations.

Ultimately, the successful integration of AI into project management depends not only on technological capability, but also on the ability of organizations to align governance structures, managerial roles, and ethical standards with emerging forms of hybrid human–algorithmic decision-making.

7.5 Theoretical Contribution

The primary theoretical contribution of this paper lies in reframing AI in project management not as a tool-level enhancement but as a governance-level transformation. By introducing the concept of AI-augmented project governance, the study extends existing literature that has largely focused on performance optimization and technical implementation. It shifts the analytical lens toward decision authority, accountability structures, and managerial identity in hybrid human–algorithmic systems.

Rather than replacing managerial authority, AI changes how decisions are shaped and governed in project environments. This perspective opens new opportunities for research examining how project-based organizations can design governance systems that remain strong under conditions of algorithmically informed decision-making.

8 Conclusion

This paper has conceptually examined the transition from traditional to AI-augmented project management within the broader context of digital and sustainability-driven transformation. By synthesizing insights from project management, governance theory, and artificial intelligence research, the study argues

that AI integration does not merely enhance operational efficiency but reshapes the underlying logic of decision-making in project environments.

The analysis demonstrates that AI influences planning, monitoring, and risk management processes in ways that redistribute decision formation across human and algorithmic actors. As a result, traditional governance assumptions - centered on clearly defined human authority and accountability - require reconsideration. In response, the paper introduces the concept of *AI-augmented project governance* to capture governance configurations in which human actors retain formal responsibility while algorithmic systems significantly shape decision inputs and performance evaluations.

The main theoretical contribution of this study lies in reframing AI in project management as a governance-level transformation rather than a purely technical enhancement. By focusing on decision authority, accountability structures, and managerial roles, the paper extends existing literature that has primarily emphasized performance optimization and tool implementation.

This study is inherently conceptual and does not provide empirical validation of the proposed framework. Future research should therefore investigate AI-augmented governance through empirical case studies, longitudinal analyses, and comparative research across industries and project types. In particular, research is needed to examine how organizations design oversight mechanisms, define accountability boundaries, and ensure ESG alignment in hybrid human–algorithmic project environments.

Future research should further explore the organizational implications of AI-augmented project governance through empirical and comparative studies. Longitudinal case studies could examine how governance structures evolve during different phases of AI integration in project environments. Cross-industry comparisons may provide insight into how AI-enabled governance differs across digital transformation projects, infrastructure megaprojects, innovation initiatives, and ESG-oriented programs.

Additionally, future insights could focus on developing governance maturity models capable of assessing organizational readiness for AI-augmented project management. Another promising avenue involves the development of measurement scales for evaluating AI governance capability, managerial AI literacy, and organizational oversight effectiveness in hybrid human–algorithmic environments. Such research would contribute to translating conceptual governance frameworks into empirically operationalized models suitable for organizational practice and further theoretical development.

As AI continues to pervade project-based organizations, the critical question is no longer whether AI will influence project management, but how governance structures can evolve to ensure that technological augmentation strengthens - rather than undermines - responsible and sustainable managerial practice.

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