

### Why is it important?

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Aligns the organization's people, culture, and structure during times of organizational change.

If change management is not practiced, transformation can:

- BE STUNTED
- TAKE **LONGER**
- OR **FAIL** ENTIRELY



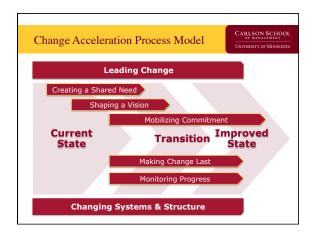


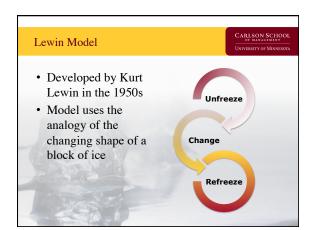
# Change Acceleration Process (CAP) Change Management within Six Sigma

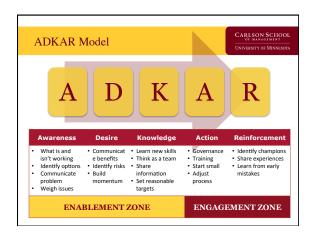
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- CAP was created under the supervision of Jack Welch, Chairman and CEO of GE
- 1989-1990
- Realized companies everywhere were entering a world of "constant change"
- Those who were slow to adopt would lose

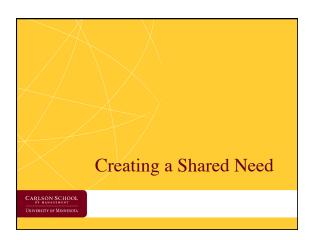
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## Creating a Shared Need

- What is the urgency that is driving the change toward a culture of innovation?
- Kotter's Steps 1 & 2
  - Establishing a sense of urgency
  - Form a powerful coalition
- Tools used to inspire a sense of urgency in others to make changes
  - Threat/Opportunity Matrix
  - 3D Matrix

# Kotter Step 1: Establishing a Sense of Urgency

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- Begin with a business case for the needed change
- Positioning the need for change in a way that is greater than the resistance to change
  - While working to decrease any negative resistance (sabotage) and working together through positive resistance (mindful questioning, searching for solutions)

# Kotter Step 2: Form a Powerful Coalition

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- Strategically building a team within Carver County
- Identify and empower those who are change leaders as well as early adopters
  - Team should be comprised of those who have enough power and influence on others to set example and lead the way for any change efforts

### Threat/Opportunity Matrix

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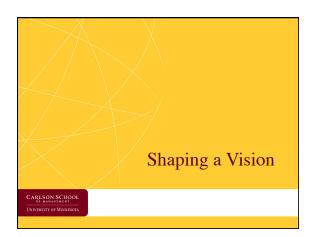
- Over the short and long term:
  - What are the threats involved with not making changes?
  - · What are the potential opportunities of making changes?

Threat

Leaving Kaizen events without buy-in or clear next steps/commitments action plan around the new solution, what success would look like

Long Employees not realizing the value in the changes or the solutions proposed, changes not being revisited in the long term to measure for their success resulting in wasted time and effort real place—specifically around what has improved, ability to measure if success has been reached and value has been reached and value has been

# 



# Create a Vision Shape a vision to help direct the change Develop a picture of the future Keep it simple and easy to communicate Provide direction for future action Use strategies and tools to define the vision Backward Imaging More of / Less of Elevator Speech

### **Backward Imaging**

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- Imagine the future state of success
  - Developed communities
  - Efficient processes and productive employees
  - New growth initiatives
  - Increased creativity and innovation
  - Funds for further development
- Develop the vision to bridge the gap between current state and future state
  - Define key milestones and identify roadblocks
  - Predict resistance and discuss ideas to mitigate it

### More of / Less of

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- Describes the future state in behavioral terms
  - Behaviors expected to see START, STOP, and KEEP.
  - Provides visibility of what is gained and what is lost
  - Defines expectations clearly

More of	Less of
Innovation and Increased Productivity	Redundancies in Processes
Growth Initiatives	Disappointment and Frustration
Happy Communities and Employees	

### Communicate the Vision

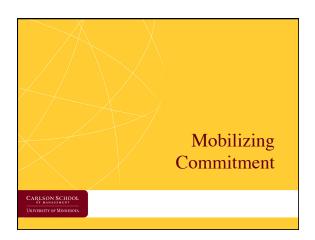
- Use effective vehicles of communication
  - Deliver the message multiple times
  - Communicate to various levels of audience
  - Teach and demonstrate new expected behaviors
  - Connect Kaizen events and initiatives to vision
- Walk the talk
  - Become a living symbol of the new culture
  - Use Elevator Speech as the communication tool
  - Involve more people as change ambassadors

### Elevator Speech

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- Very effective tool to communicate the vision
  - Keep it clear, concise and compelling
  - Present information in a quick and organized fashion
  - Highlight the key take away
  - Tailor the message based on the audience

Elevator Speech				
What is the vision?	What will it look like in 5 years?	How do we get there ?	What do you need ?	



### Potential Resistance

- Resistors influence change management
  - Challenge findings and question solutions
  - Not comfortable with change and do not adapt
- No value in change management



### Key Stakeholders

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- Individuals influence change, invest in the project, support the project objectives
- Use strong company knowledge to:
  - identify important cultural and organizational changes
  - address the cultural and organizational issues caused by the changes
  - use their influence to move resistors to adapters

### Ongoing Communication

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- Communication must be structured and effective
- Messages are tailored to specific needs
   Stakeholders/ Resistors/ Employees
- Keep message brief and informative
  - Focus on next steps & people's reaction
  - Build action items into project plan to win people's support.

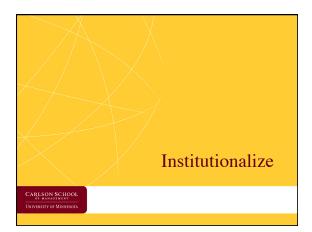
### Change Management Tools

- · Stakeholder Analysis
  - Identify key people who need to be won over
  - Influence can improve quality of project
  - Obtain more resources
- Technical-Political-Cultural (TPC) Analysis
  - Identify the sources of resistance and understand why they exist - does the resistance make sense?
  - Brainstorm ways for employees to adapt to the change easier

### Communications Plan

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- Road map to deliver the message
- Understand the need to communicate and pinpoint what needs to change
- Determine who receives the communication
- Write key messages to audience and **reflect** their action items in the message
- Decide when and how the message is delivered
- Customize the message to audience



### Produce More Change

- Create new innovators by doing small scope and high probability of success projects
  - Have managers participate in at least one as a learner
  - Then lead the next kaizen
- Use the  $\underline{\text{small victories}}$  to build momentum
  - Builds credibility in the idea of innovation
  - Use that to tackle the bigger issues
  - Larger projects may require alignment of multiple managers to promote the change
- Lack of results will kill change efforts.

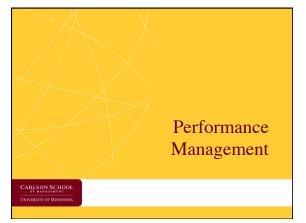
### Don't Declare Victory Early

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- Keep the bigger picture in mind
  - Especially important the first 1-2 years
- New behaviors takes many years to become habit
   Typically 3-7 years
- Believing the change to be complete too early can lead to
  - Change resistors using it to convince innovators that they are innovative enough, and don't need more innovation
  - Innovators will be happy to reduce workload again

### Create a Culture of Innovation

- Make innovation the new way things are done
  - Link to improved performance or financial savings
  - Promote only managers that are open to and support innovative behaviors
    - Promoting managers that do not support innovation will undue all the hard work that has been accomplished
- Actively develop future leaders of innovation
  - Have potential new leaders lead Kaizens
  - Engage leaders in all facets of innovation



### Performance Management

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- Innovation is an essential component of Performance Management
  - Built on the current process
    - Customer Service and Communication
    - · Productivity
    - Leadership
    - Decision Making
- Develop goals that incorporate innovation
  - Hold management responsible for promoting innovation within their team
  - Managers rate the level of support received from the facilitators

### Performance Management

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- Innovation is everyone's responsibility
  - Different expectations by level
  - Goals that allow gradual involvement with Innovation
    - Participate in 1 Kaizen event per year
  - 360° Responsibility
    - Does my manager enable me to participate in Innovation projects?
    - Do I have a clear understanding of what my role is in Innovation initiative?

# Questions?

Leadership Engagement & Change Management Group 9

3/31/2016

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