

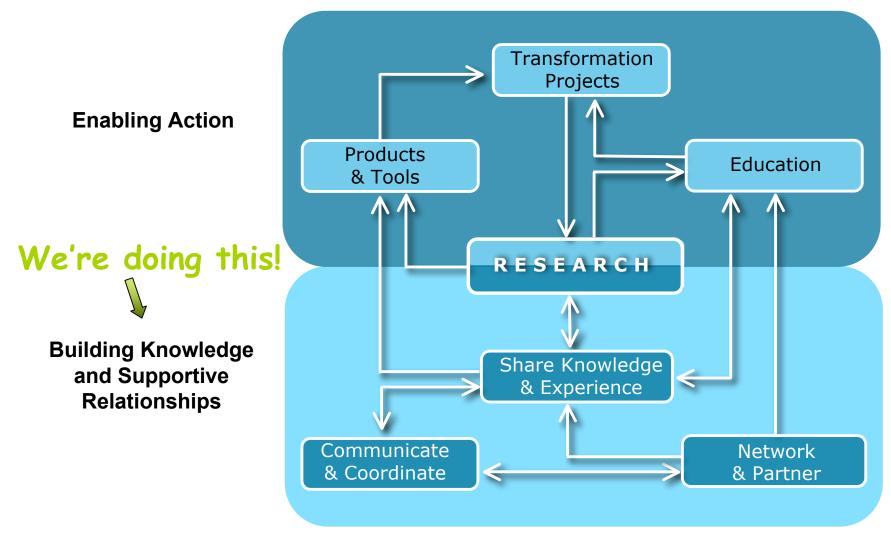
Leading the Lean Enterprise: The Dynamics of Distributed Leadership

Lessons Learned on Distributed Leadership

Prof. John S. Carroll
Lean Aerospace Initiative Plenary Conference
April 20, 2006



LAI Value Delivery System





Conference Accomplishments

- We shared stories of progress, impact, insights, lessons learned, principles, problems, plans, and prospects for the future
- We continued to build a learning community and network of resources bridging across government, industry, and academia
- We challenged ourselves to dream big: from local projects to national and global enterprises, from operational to strategic, from customers to stakeholders, from aerospace to healthcare
- We had fun!



Some Observations of the Conference

- A lot of positive energy in the room during the talks: real interest, excitement, continuing conversations into the breaks
- A trusting atmosphere where people could reveal setbacks as well as successes, ask tough questions, and talk about the politics of change
- "Change management is a full-body contact sport": many examples of learning from others, inside and outside the organization and the industry, asking for and getting help
- Our graduate students have had wonderful conversations and offers of support (more needed)



Voices Of The Consortium

- "We are here because we have committed ourselves to moving out to the 'edge of the blade'"
- "It's easy to transform when you're on the eleventh step of the gallows"
- "If Pratt and Whitney can do it, anybody can"
- "The only wrong way is not to start at all... do something and learn from it"
- "Once you take the human out and try to do it by numbers alone, you've lost"
- "Culture change takes a long time... if something doesn't work in six months we think we have failed"
- "We deploy lean with our people rather than on our organizations"
- "The ice-cream sandwich syndrome"



More Voices of the Consortium

- "Leadership engagement is necessary"
- "I spoke about it <u>everywhere</u>"
- "Keep the squeeze on"
- "He's retiring in 2 years... he's leaving next year... what do we do to make sure lean isn't just a blip?
- "IPT structure empowers leaders at all levels"
- "So much of this is just getting people to talk to each other. You put them in the same room and things just happen."
- "The best part for me is when they grab the chalk out of my hand"
- "I am a recovering engineer"

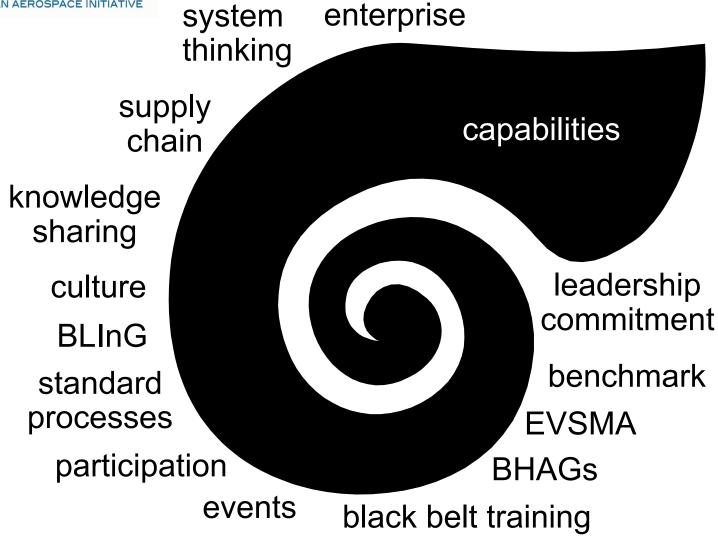


Wrestling With Big Questions

- Deliver tactical results and enterprise transformation
- Does change require a "burning platform"? Can a mature culture sustain and grow lean without fear?
- Does the same approach work in every organization, defense or civilian, large or small? Top-down, bottom-up, middle-up-down?
- Leaders go first, except when they go second. How can we socialize, coach, and challenge leaders, i.e., "bend but don't break"?
- How can we influence things outside our control or stop trying? E.g., "...like trying to teach a pig to talk... it wastes your time and annoys the pig"

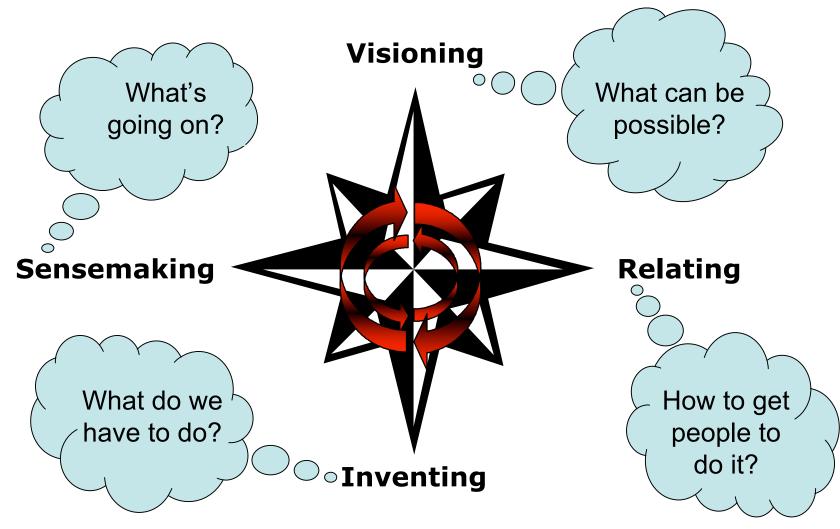


Spiral Development





MIT Distributed Leadership Model





Distributed Leadership and Enterprise Transformation

- Sensemaking shared language and concepts, open communication, EVSMA, LESAT, common metrics, seeing the waste
- Visioning shared purpose, customer focus, BHAGs
- Relating trust building, engaged leadership, networks, communities of practice
- Implementing process facilitation, tiered IPTs, shared tools, CIP, spiral development, training



LAI Grand Questions Derived from the Transformation Imperative

1.

How can I understand how my organization/ enterprise currently operates within its larger context?

4.
How can I best manage the enterprise change process?

How can I define and evaluate the **future** possibilities for a more efficient and effective enterprise?

3. What are the most effective **strategies** and tactics to achieve these future possibilities for my enterprise?



Distributed Leadership Lessons

- There is no transformation without leadership transformation requires the same capabilities!
- Leadership is distributed throughout the organization among executives, line and project managers, subject matter experts, and network builders (not just in "leader" positions)
- Effective leadership is not about commanding obedience but about developing leadership capabilities throughout the organization: "The function of leadership is to produce more leaders"



Parting Thoughts

- We are all part of this learning community.
- We need your participation and inputs.
- Help us make research part of all we do. If "research is the seedcorn of LAI," then leadership is cultivating, weeding, fertilizing, watering,...
- Your inputs are essential in shaping the Consortium's future direction and goals.
- Hope you have enjoyed the conference and are taking away some new ideas you can use.
- Stay connected! See you next year!