



## John Shook Lean Global Network



#### LGN Institutes & Partners (April 2018)

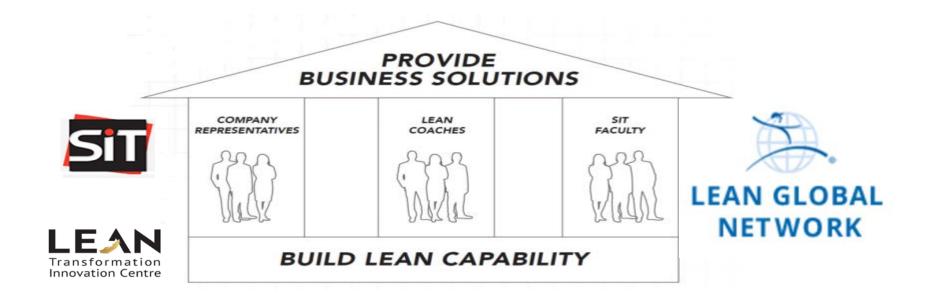


Making things better by advancing lean thinking and practice throughout the world.





#### **LGN and SIT LTIC Partnership**



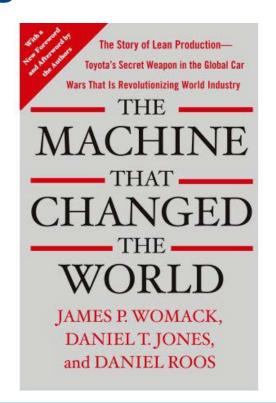


# Lean Production Was Named 30 Years Ago



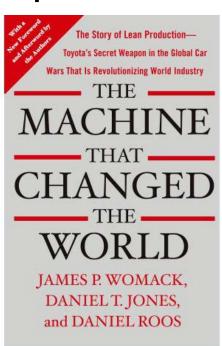
The Triumph of Lean Production

> Krafcik 1988



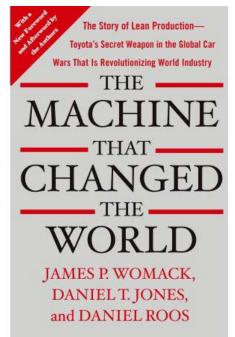
### **Interlocked Management Innovations**

- Product and process development
- Supplier management
- Customer management
- Fulfillment, order through production to delivery
- General management



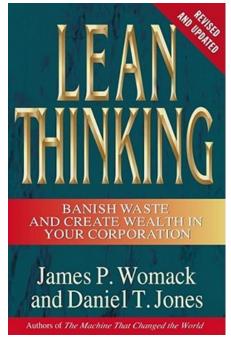


### Sparking a Movement

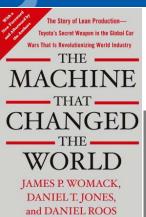




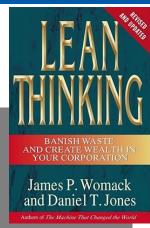




### **Lean Thinking & Practice**



Make work flow from end to end and each value creating step to the next

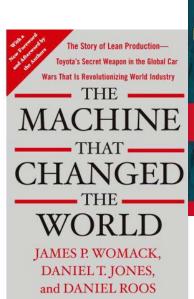


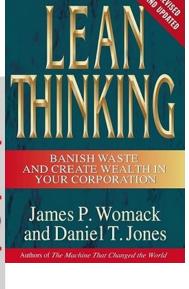
by eliminating waste and shortening the lead time
through the never-ending efforts and creativity
of people solving problems and continually improving
their work at every level

## •

#### Since "Machine" and Lean Thinking

- Global Auto Industry
- Discrete Manufacturing
- Process Industries
- Healthcare
- Service Sectors
- Construction
- Knowledge Work







#### **Transforming an Organization – How?**

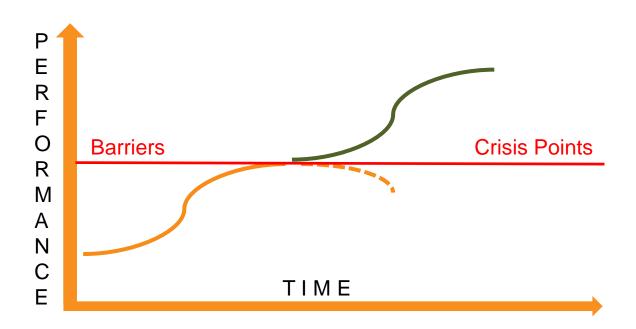




From Van Harrison, Pd.D University of Michigan Medicine

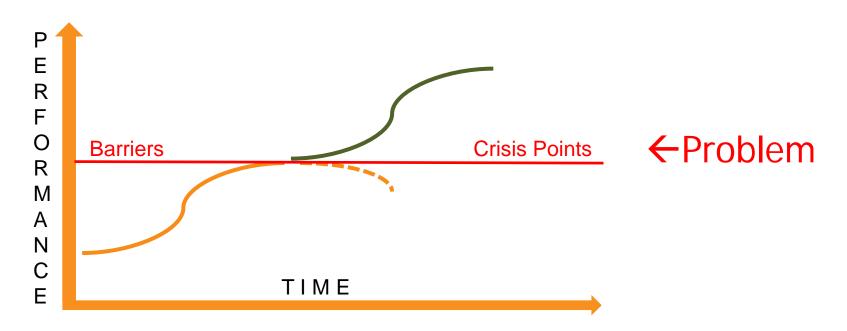
## •

# As simple as it may sound, it's not easy to transform

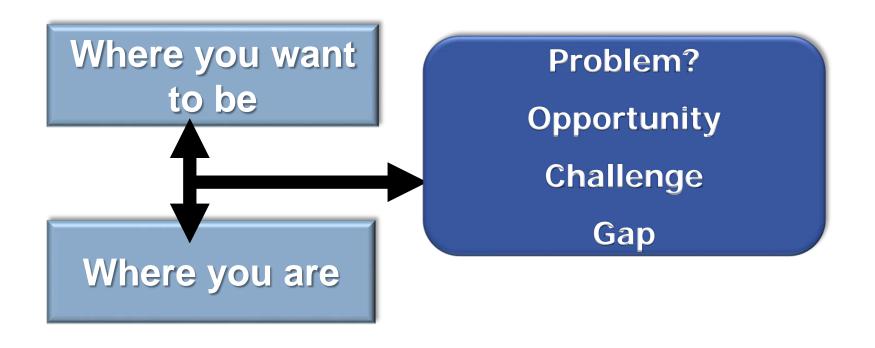


## •

# As simple as it may sound, it's not easy to transform



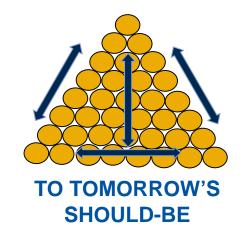
#### What is Your Problem?



#### **Transforming Your Organization – How?**

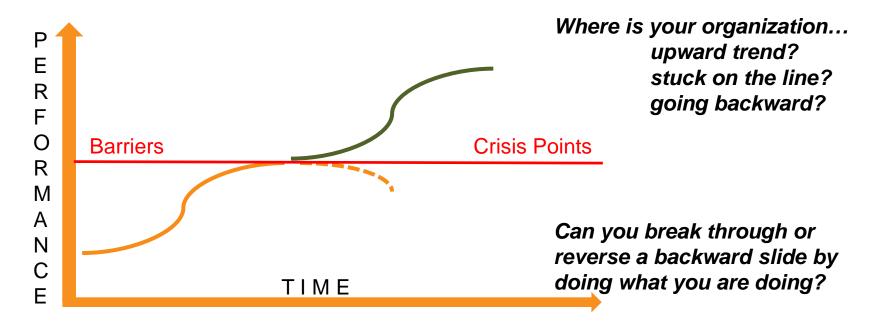






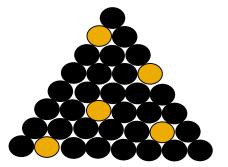
From Van Harrison, Pd.D University of Michigan Michigan Medicine

# As difficult as it may sound, it's not impossible to transform

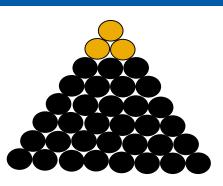


### Transforming Strategies...

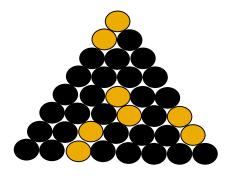
U of Michigan Health System Van Harrison



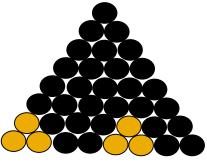
Individuals



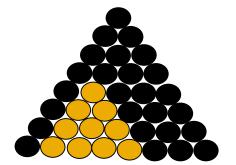
**Top Leaders** 



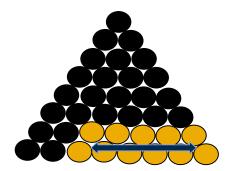
**Supervisors-Mentors** 



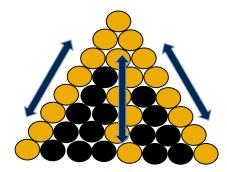
**Work Groups** 



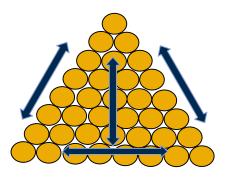
Departments/ Units



**Across Units** 



**Strategy Deployment** 

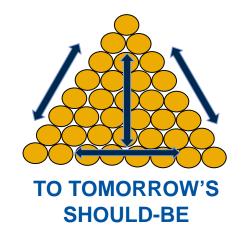


**Transformed Organization** 

#### But first...What is Your "Should-be"?

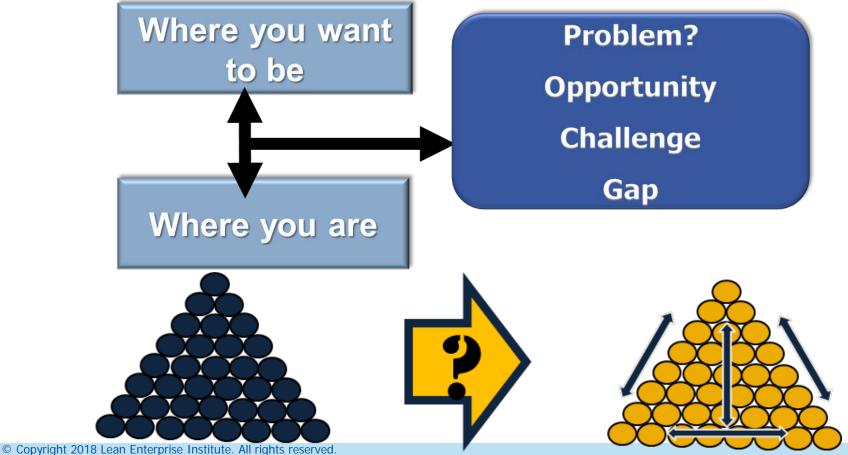






From Van Harrison, Pd.D University of Michigan Medicine

#### What is Your Transformation Problem?



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#### A Way to Decide: The Lean Transformation Framework

#### **WHAT is our PURPOSE?**

What situational problem do we need to address?



What management system and behavior do we need?



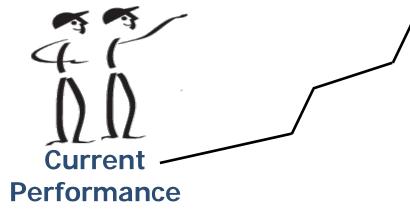
How to develop capability?

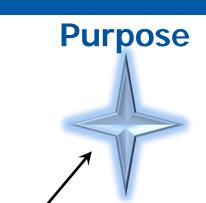
What is our BASIC THINKING??

#### True North

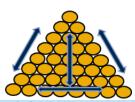
#### What it is:

- Words or pictures that express the direction
- With clarity and ideally emotional impact
- A target condition with indicators



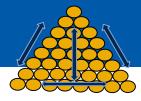


- Derives from deep Grasping of the Situation: Purpose, Mission, Vision, Value
- A contract based on deep agreement
- Pulls people to action





#### PDCA at Each Organizational Level



**Macro System Level** 



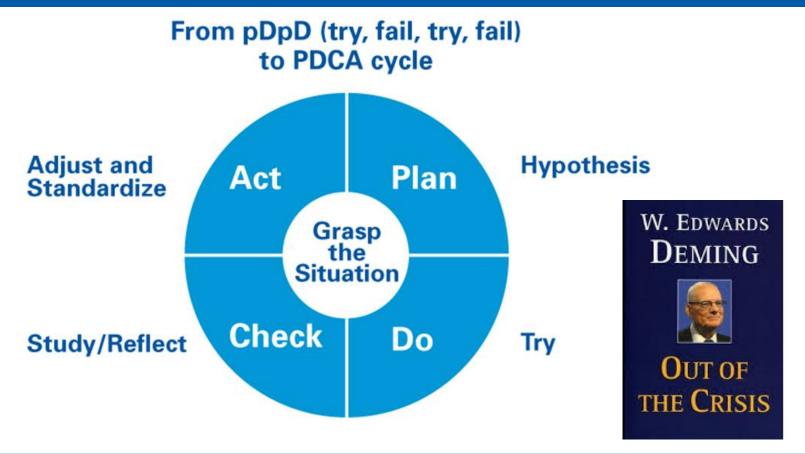
Value Stream Level or Factory, Hospital, Office, Department Level



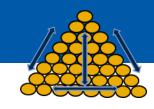
Level of Each Individual Job

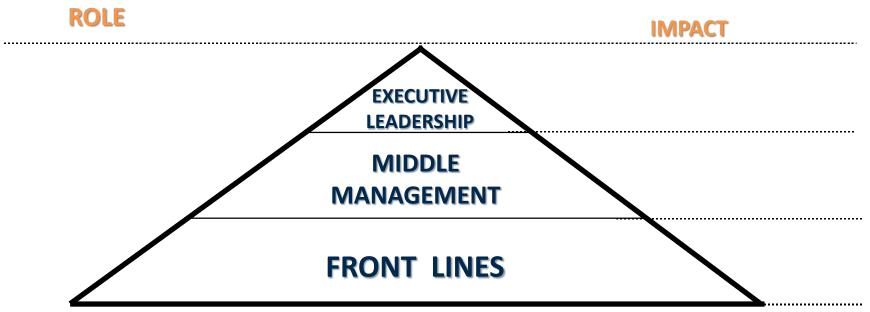


#### **Basic Thinking and Fundamental Process**

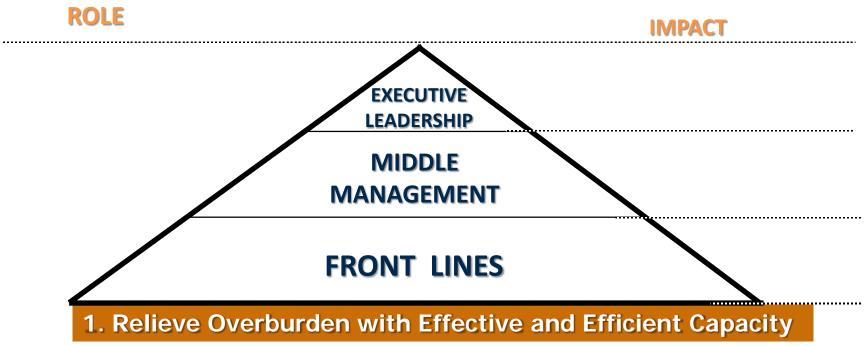


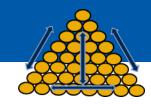
#### **PDCA at Each Level**

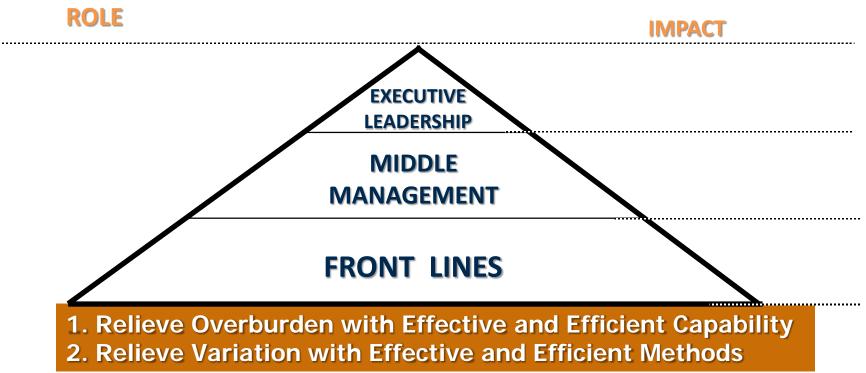




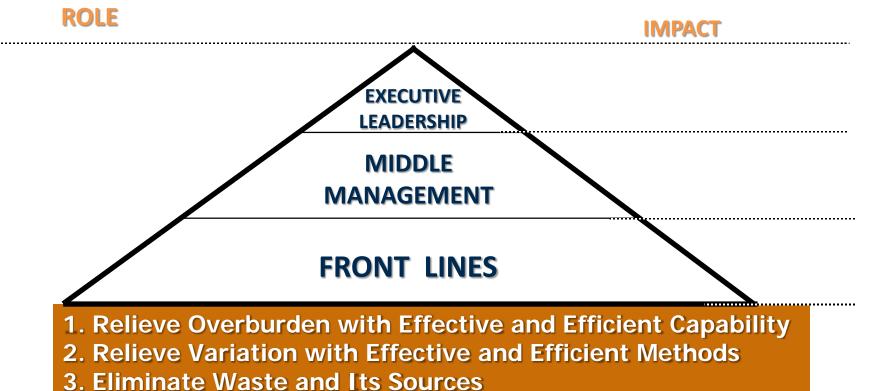


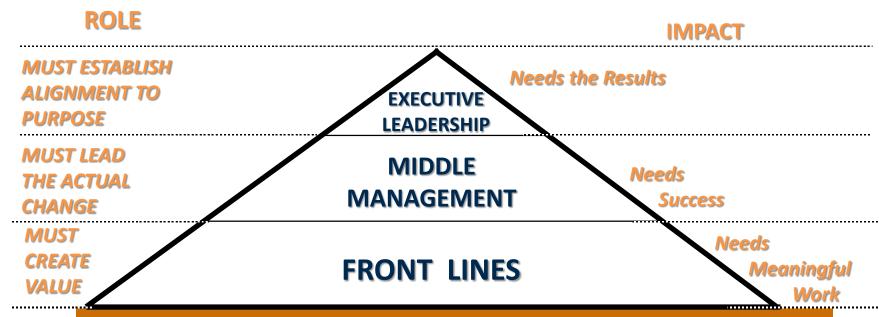




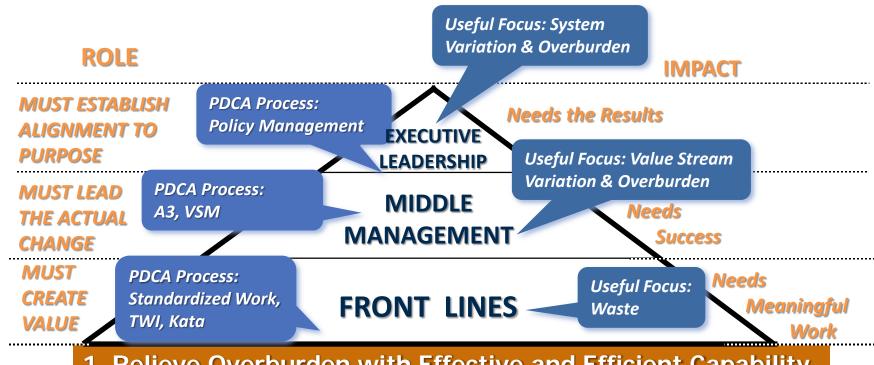








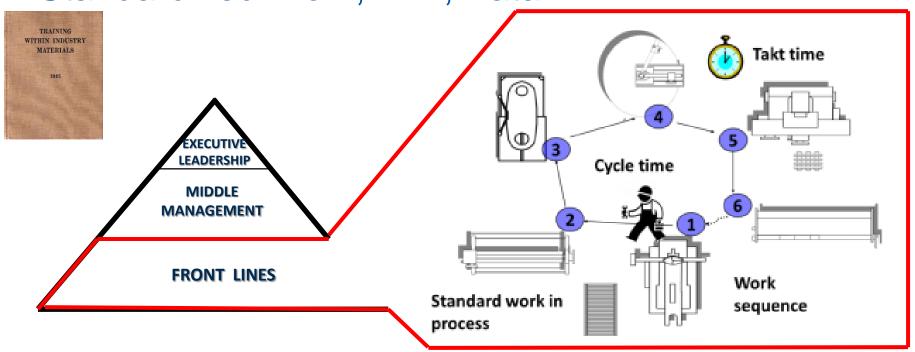
- 1. Relieve Overburden with Effective and Efficient Capability
- 2. Relieve Variation with Effective and Efficient Methods
- 3. Eliminate Waste and Its Sources



- 1. Relieve Overburden with Effective and Efficient Capability
- 2. Relieve Variation with Effective and Efficient Methods
- 3. Eliminate Waste and Its Sources

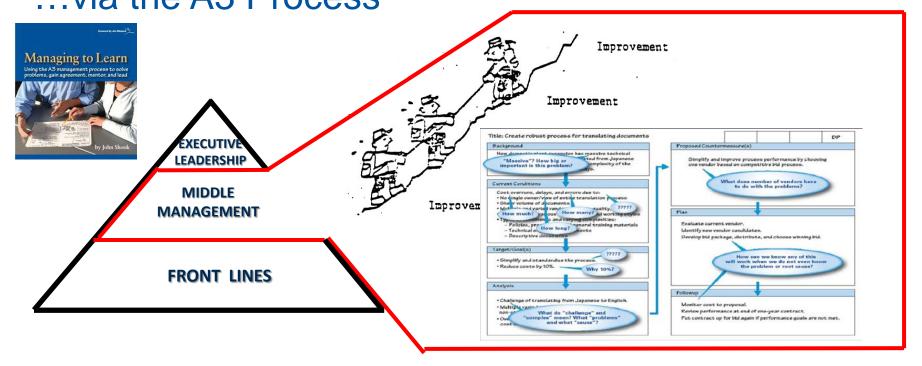
#### **Value Creating Work**

Design the work experience...Use lean PDCA tools: Standardized Work, TWI, Kata...



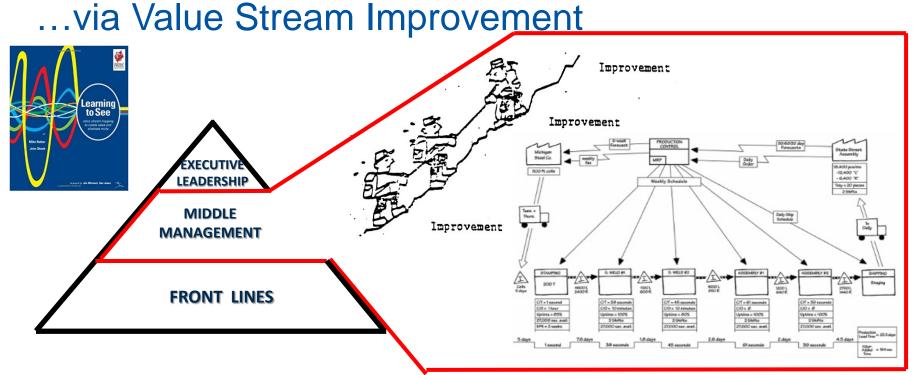
#### Middle Management

Develop capability to develop capability to improve ...via the A3 Process



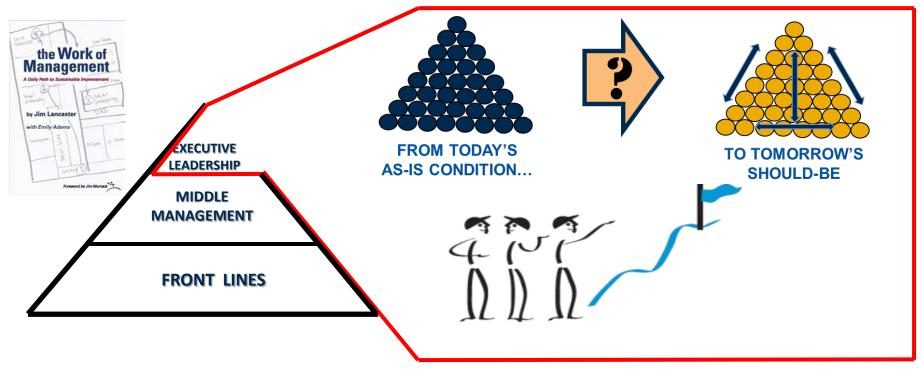
### **Middle Management**

Develop capability to develop capability to improve



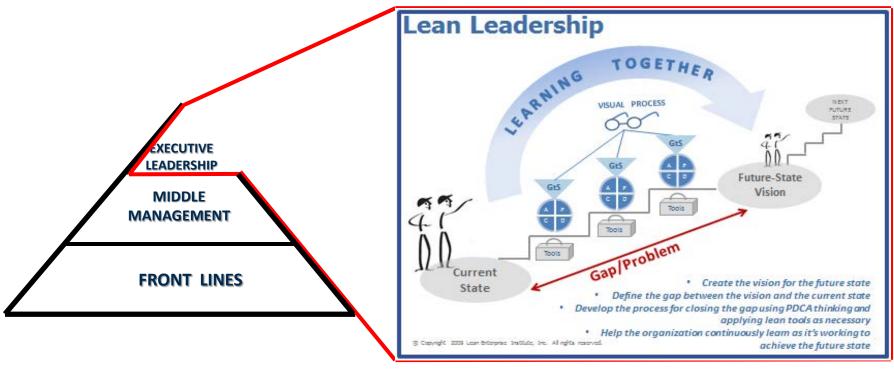
## Senior Leadership

#### Take responsibility to develop total system capability



#### **Senior Leadership**

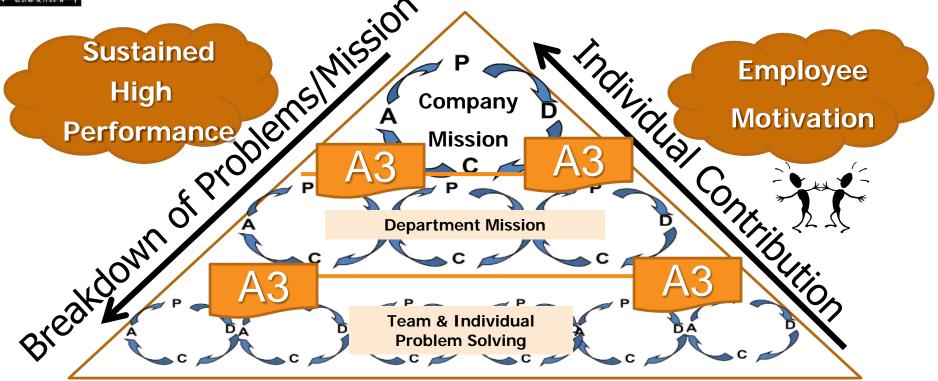
Take responsibility to develop total system capability





#### **Break Down and Cascade Up Problems and Solutions**

#### **Problem Solving at Each Organizational Level**



#### **T-Form Capability Development**

#### BROAD

D

Ε

P

Developing Deep Capability...

- How?
- -- What philosophy?
- -- What approach?

Lean Approach:

Experiential Learning via the Model Line Method

→ apply lean thinking & methods to team-tackle real problems

**Spreading Capabilities Broadly...** 

- How?
- -- Via what process
- -- How fast? What pace??

**Lean Approach:** 

Embody the learning approach <u>in</u> the spreading approach

→ avoid merely copying solutions

Targeted Capabilities
Especially: capability for capability development



#### Lean Style:



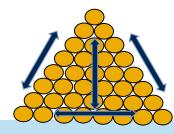
#### How To Know If You're Succeeding

#### Measuring Performance:

- Performance to Purpose
- Performance to Plan





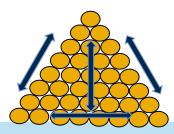


### **Measuring Success and Progress**

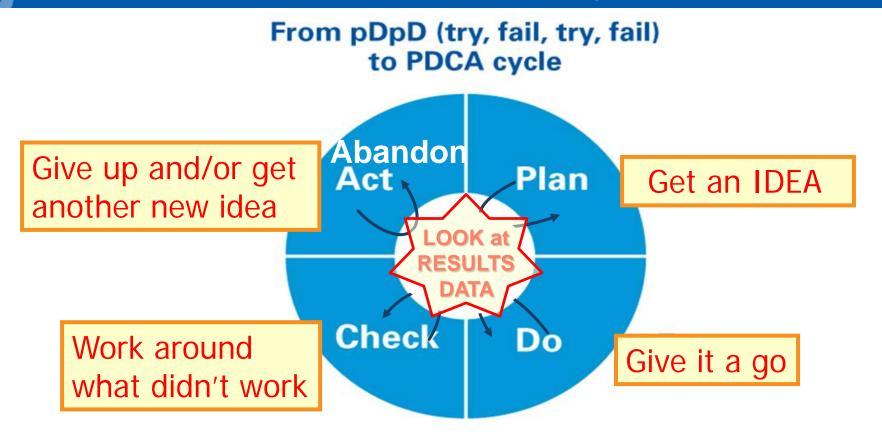
- Performance to Purpose
  - → Know your Purpose
- Performance to Plan
  - → Have a Plan







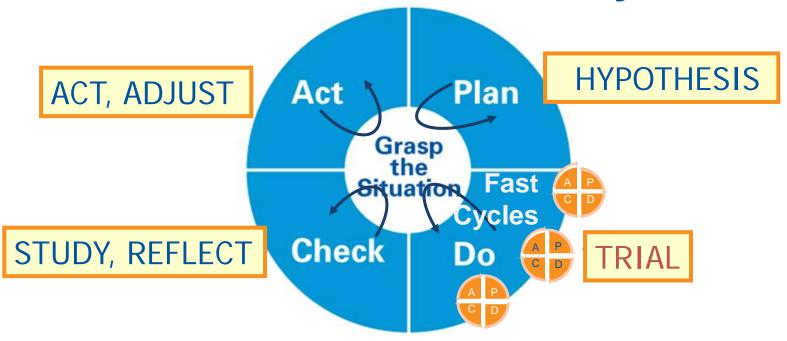
### Plan-Do-Check-Abandon Cycle





#### Plan and Do and Check and Act

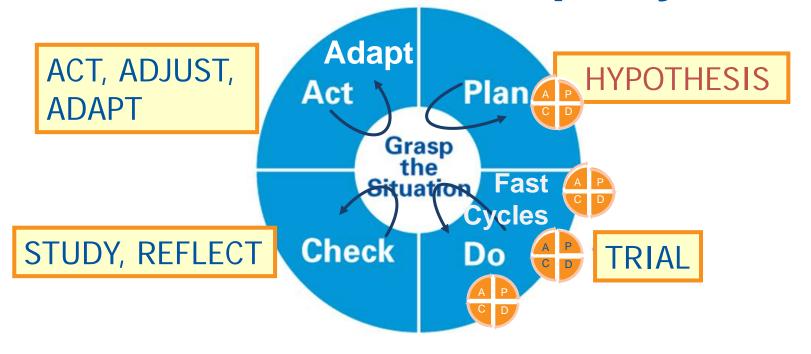
## Plan-Do-Check-Act Cycle





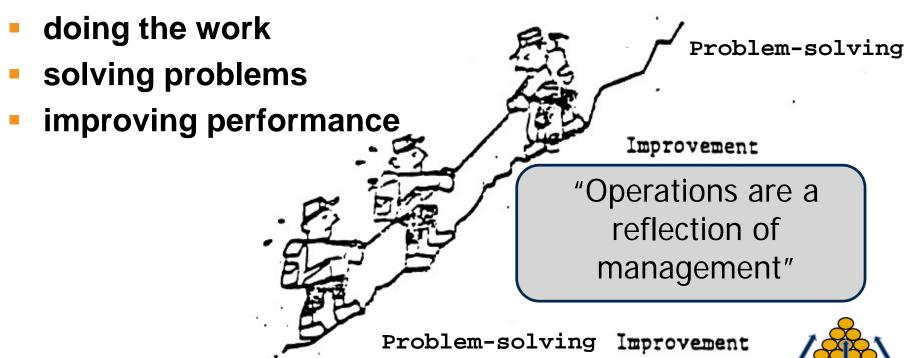
### Plan and Do and Check and Adapt

## Plan-Do-Check-Adapt Cycle



### People Development – Leaders as Coaches

#### **Develop Capability in**



# LGN and SIT LTIC Partnership to Help Singapore Companies Improve Performance, Develop Capability and Enable a Lean Culture

#### **Purpose of Lean Transformation Innovation Center (LTIC):**

- 1) <u>Improve and sustain business performance</u> at companies
- 2) <u>Develop Lean capability</u> of company employees and SIT faculty
- 3) Change mindsets and behaviors to enable a continuous improvement culture



#### Lean Skills Development Program to improve business performance, develop capability and change mindsets



<sup>\*</sup> Optional lean topics are covered depending on the business challenges of the companies



#### NTUC Health - Five Lean Teams...





## NTUC Health Care @ Home Lean Story

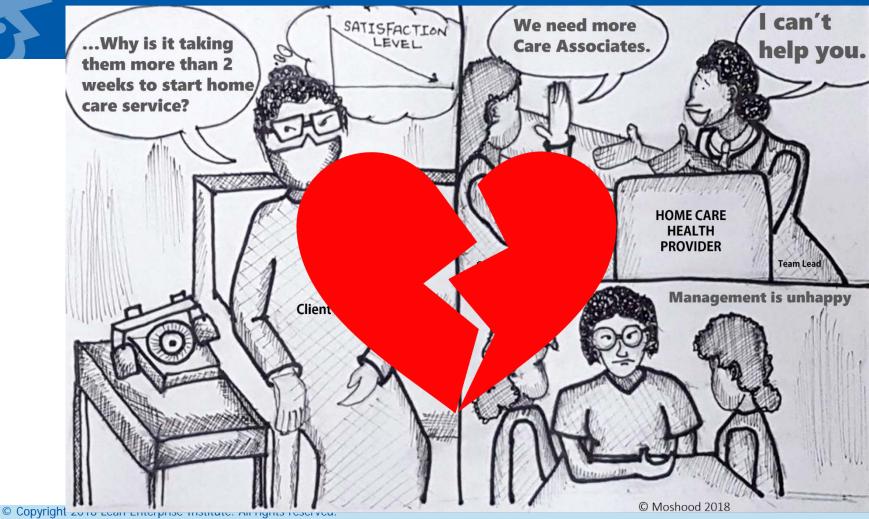
Story by

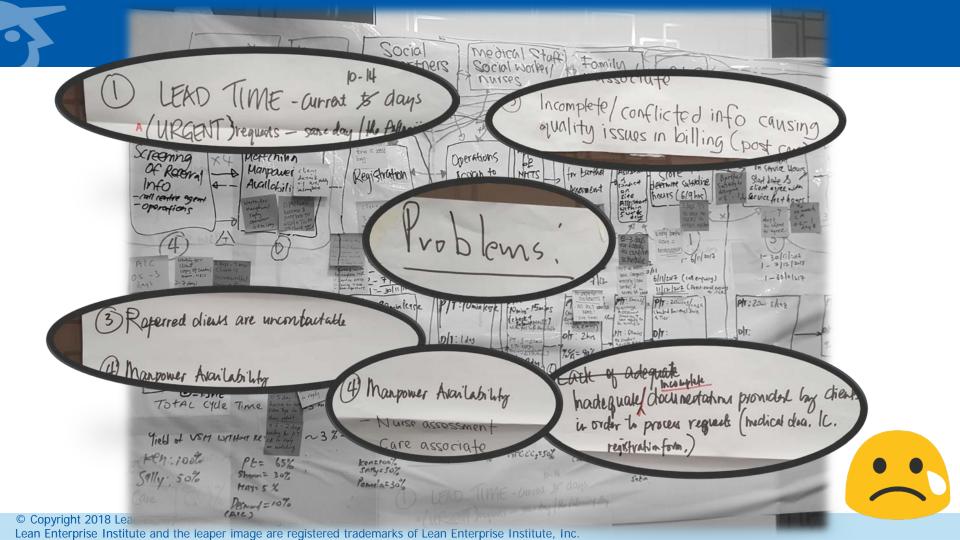
**Care@Home Lean Team** 

Art Concept + Illustration by:

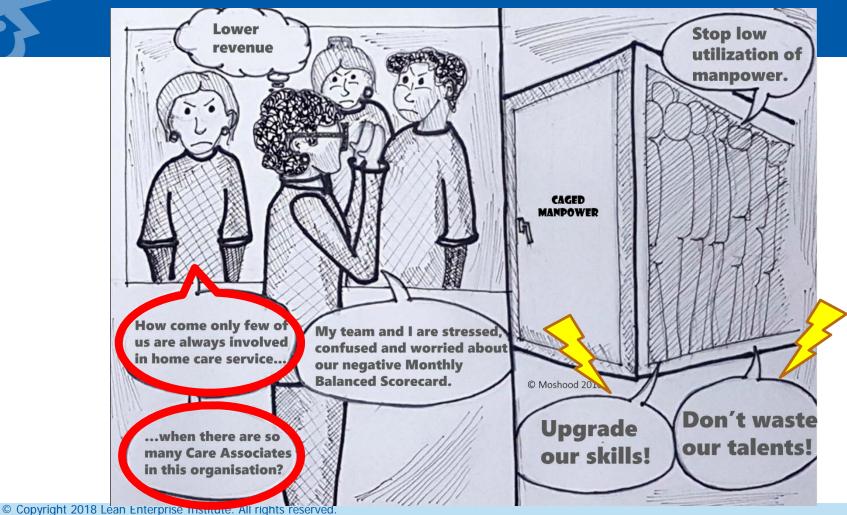
**Moshood Olawale Fadeyi, PhD, CEng**Singapore Institute of Technology

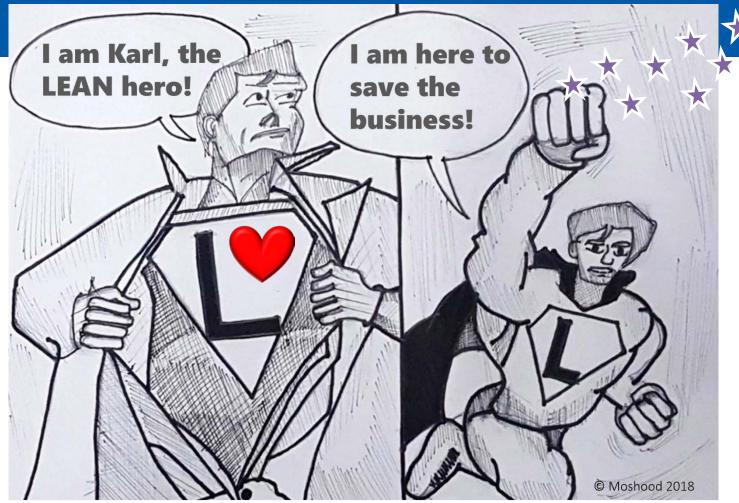










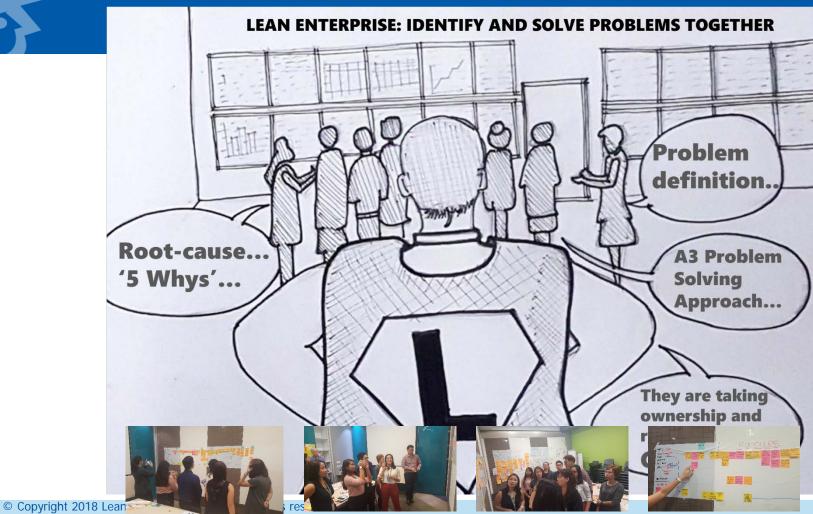


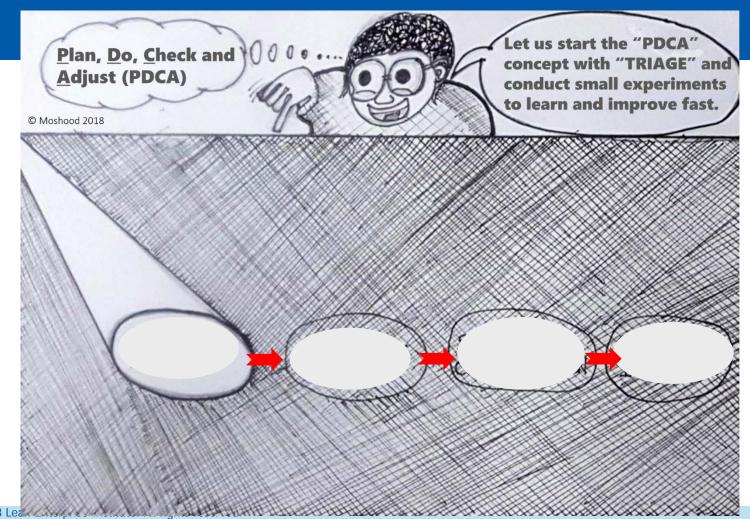


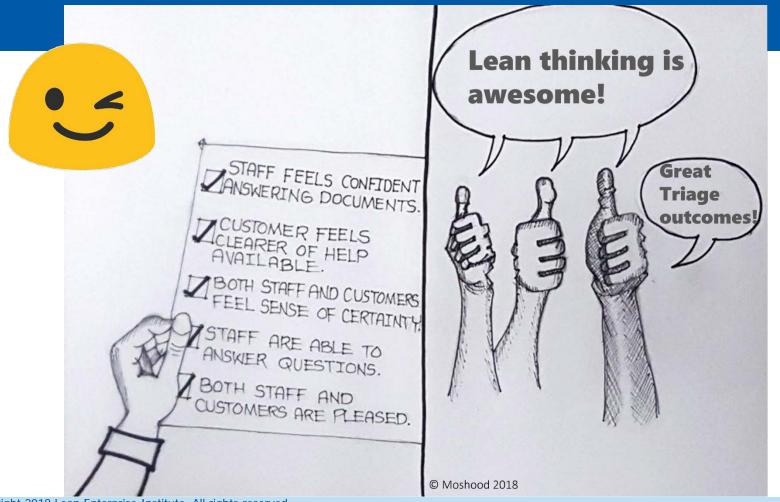


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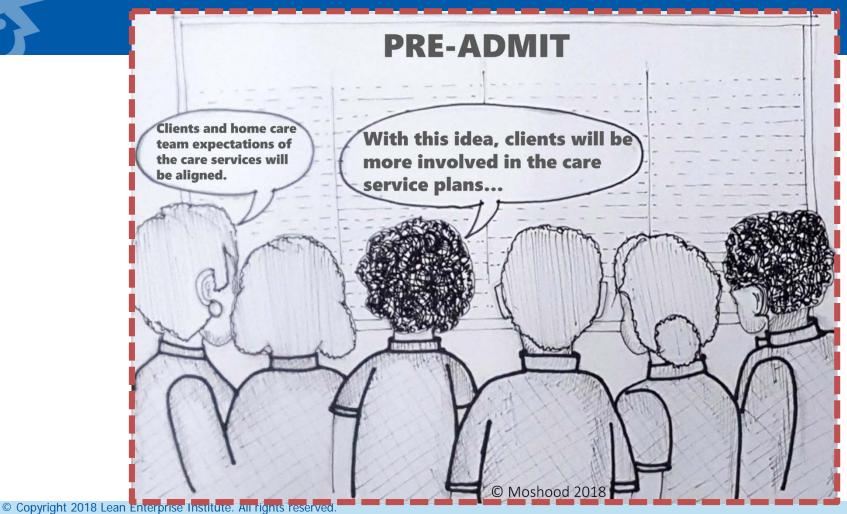






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### An American Healthcare Transformation Story...



# Lean Transformation at Lynn Community Health Center

The story of
Kiame Mahaniah M.D., CEO
Bernadette Thomas DNP, COO
Kimberly Eng, COS
Alice Lee, LEI

As shared by John Shook



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#### **VALUE-DRIVEN PURPOSE**

"How do we transform a whole community by transforming its most important asset?"



**Lynn Community Health Center Co-Learning Partnership** 





#### **VALUE-DRIVEN PURPOSE**

"How do we transform a whole community by transforming its biggest asset?"

Volume is increasing month after month but visits per FTE have been declining for over 5 years

We have a productivity problem!

Let's go faster!



Demand is high, but you are seeing less patients?

What is actually happening in the work?

How can we learn quickly together?

Who owns improvement?

BASIC THINKING

Who improves my work?

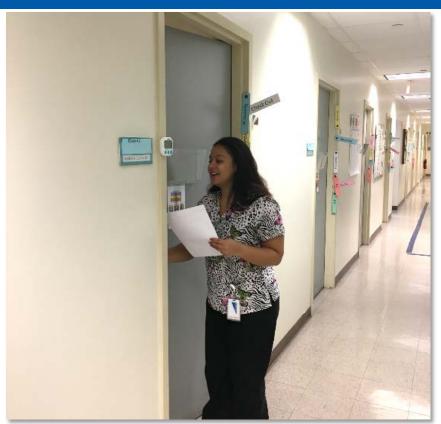


**Lynn Community Health Center Co-Learning Partnership** 



### Start with the WORK

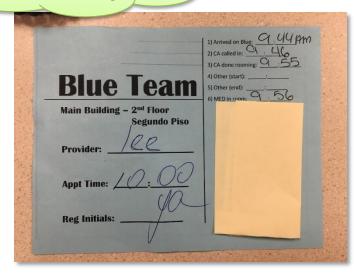


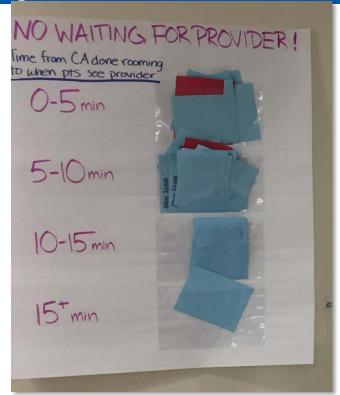




### **Build Capability – Grasp the Situation**

What is currently happening?





### **Build Capability – Build Habits**



Rapid cycle PDCA experiments focused on learning

Date	What's the problem?	What's the Impact?	What's the proposed countermeasure?	What's the Expected result?		What actually happened?	What did we learn?
8/18/16	CA state Check out Button 1007 (not) Pt those not get a Fluidant prior to Exit	· High No show Lake ~ 257.	* CA Check out pt in Exam & Captop	of Noshow Make of Accommy of Check out Time of Institle I'm Check out Time of the Sosking pt when they one Apaille	eriment	- Pt gets appt they want, When they want it: "Check out time is accurate "Pt harpy: "That's it?!"	Sometimes CAS are forget to his the Creckout button -CA on vacato reced to cates up on muss process
91/52/10	Not completely Consistent with Checking out plo mithe room to hitmany Checkent beatlern	Results are showing longer Checkout times than expected	· Ensure all pilot  CAs are up to date:  - Checkout pt so soon w/ laptop  - Hit checkout	of Checkens time . An pts get appt time		Not consistent use of scoreball + Timers	· difficult to gate
0	e Increese Dayle	· Newl to spread	Duly Denise Leview	"Incressed # pt trust charle out + have Appt	Conduct	Increased # Of that when out have a FIU Appl or a Hecall List	Some CH+ WEI are during parts of Official Experiments

Improved Flow Standardizethe Artients have Water Enterience

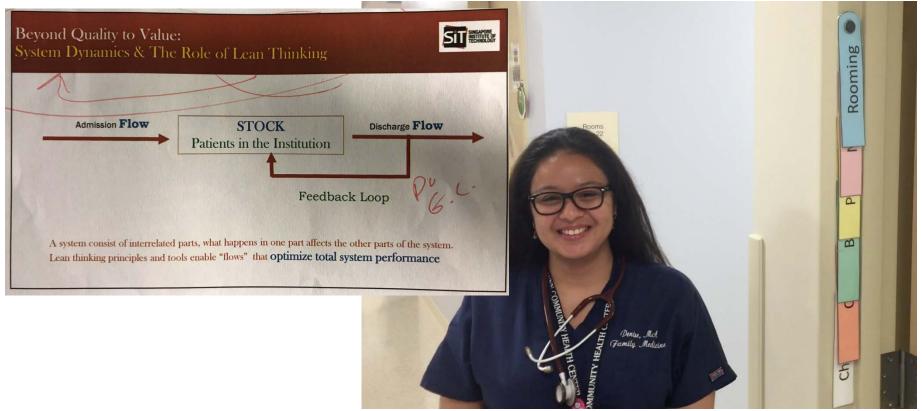
Date	What's the problem?	What's the impact?	What's the proposed countermeasure?	What's the Expected result?		What actually happened?	What did we learn?
7/21/16	Patients wait in long lines at the front Dosk and/or leave without Checking Out = no follow-up appt	next steps	CAS WILL do 'Quick' Check-out in Elean Foon -Dolly INICK - Denise / Pat - Denise / Shiph	-Pts leave with apples or knowinge of when twin out of -Pts have a clear ending to their visit that their part	ent	Phs like not having to Usuit for chuck out at Front desk "Sonatimes" of use to check out	We clon't know how long jots want for couck' Checkout and therefore if a was movedable provided and the prov
21/22/16	If we checkent every postent in the room (done by CA)— the about known if and Ar how long postents would have	in hatter	Score board! Keep track of how often the pt wait 10 over 5 minutes + the reasons uny!	We will learn if + why pattents wait more than 5 minutes	erń	@=46; @=7 Miss=Provider/C9 by, no easy way to commente	We need any to committee between MEDICA ever when sither ither is busy
7		(& water (%)	the reasons vely! Test Pure Claud IM	5 minutes		oca not always,	3 6

What's the What's the What What's the What's the What did we proposed Expected actually problem? Impact? learn? countermeasure? result? happened?

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## **Build Capability – Build Confidence**



#### **More Problems – More Questions!**



#### Next Level Problems: "Design it Right Upfront"



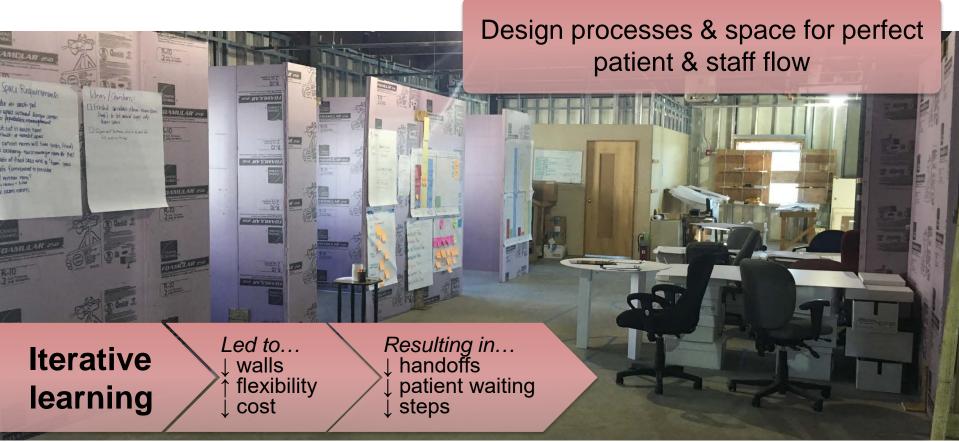
#### **Full Scale Mock-up**

#### Physical & Process Simulations –

Tested design alternatives through scenarios considering:

- Volume
- Patient Mix (different diagnoses)
- Provider Mix (specialties, role)
- System constraints (hours of service, union rules)
- Variation (day of week, seasonality)

#### **Next Level Problems: "Design it Right Upfront"**



#### Learning through Personal Reflection

Transitional

We have a new problem What is different than yesterday?

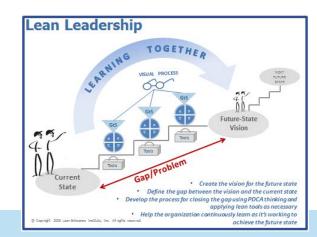


Transformational Leader

Looks like I need to ↑ productivity target to make our numbers



Traditional Leader





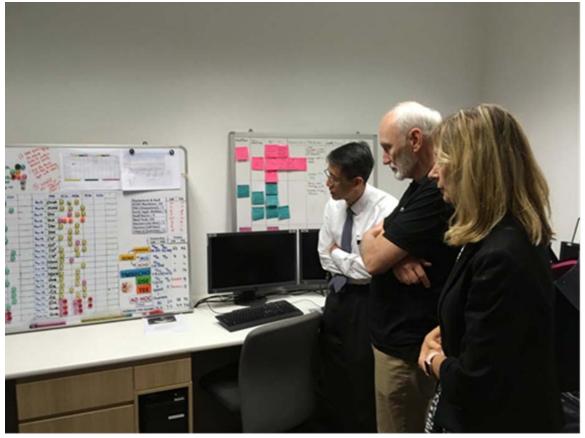
#### New CEO Kiame: Learning Through Personal Reflection





# Starting with the WORK with CEO Dr. T Chua National Heart Centre Singapore





### Your Failure Mode is Somewhere in Here

#### WHAT is our PURPOSE?

What situational problem do we need to address?



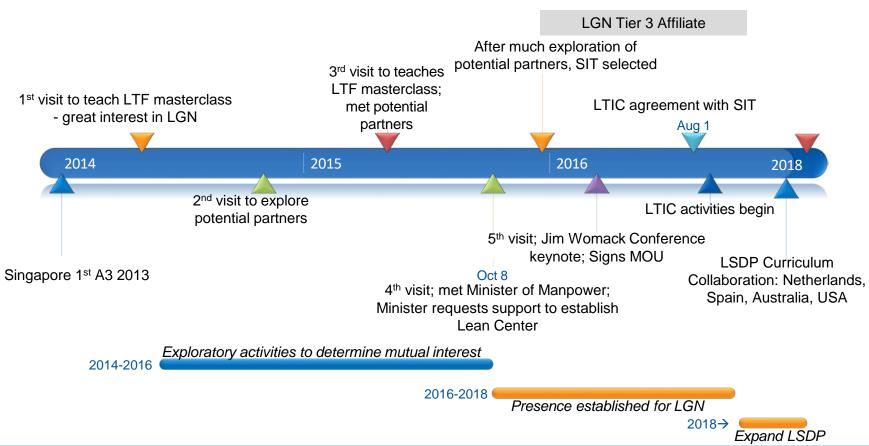
What management system and behavior do we need?



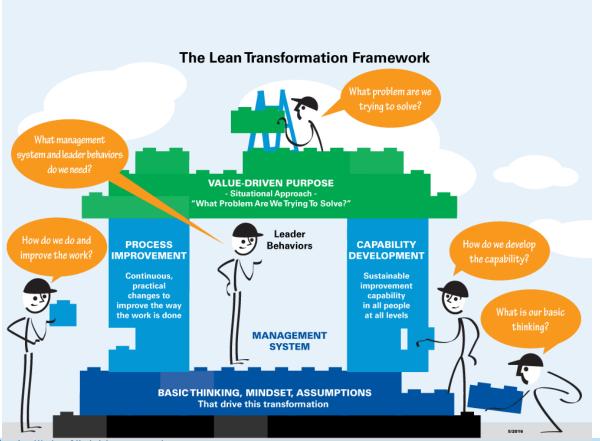
How to develop capability?

What is our BASIC THINKING??

### LGN Activities in Singapore (2013-2018)



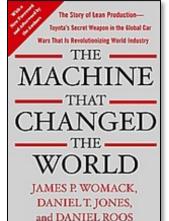
#### The Lean Transformation Framework



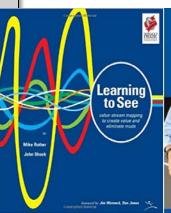
## So: Lean Transformation as a Process of Endlessly Addressing a Set of Fundamental Questions

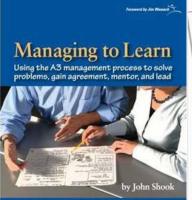
- 1. What is our *purpose*, what *value to create*, or what *problem* are we trying to solve?
- 2. How do we design, do, and improve the actual work?
- 3. How do we identify and develop the capabilities we need?
- 4. What management system and leader behaviors are required to support the new way of working?
- 5. What basic thinking, mindset or assumptions underlie this transformation?What to do, why, and how to do it

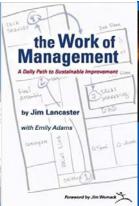
## Continuing a Movement

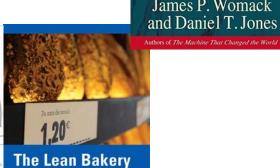












#### Removing waste to get closer

by Juan Antonio Tena and Emi Castro with Roberto Priolo

to your customer

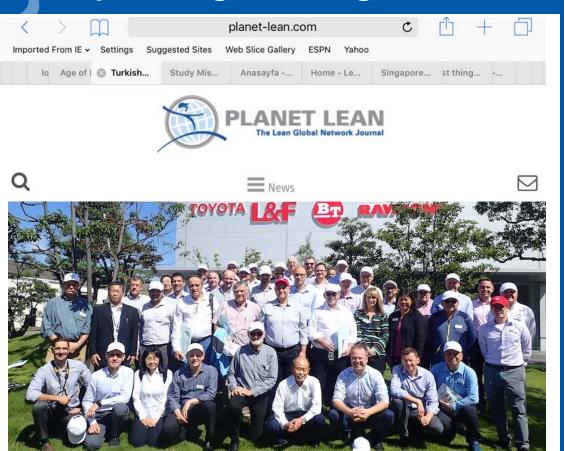
Follow the Learner

AND CREATE WEALTH IN YOUR CORPORATION

James P. Womack



#### Spreading Learning: LGN's Online Journal Planet Lean



Jim Womack's Monthly Column: "YOKOTEN"

planet-lean.com

# Spreading Learning...



How we secured a future for employees at Toyota Australia



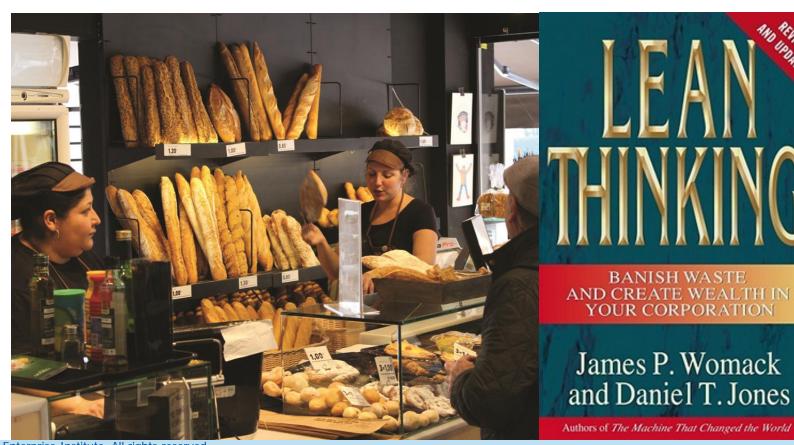
FEATURE – Last year's shut-down of Toyota's Altona plant in Australia moved us all. Here, the former Divisional Manager of Manufacturing offers a first-hand account of how the company made the most of a terrible situation.

Words: Doug Rickarby, former Divisional Manager of Manufacturing at Toyota Australia

Two years before shutting its factory doors last year after 25 in Australia, Toyota began an upskilling and reskilling program that helped 75% (2000 of 2600 - others decided to retire or simply went their own way) of its workforce learn new skills so they could get new jobs.

## 3

### **Spreading Learning...**

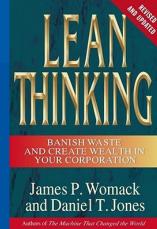


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### **Spreading Learning...**



Inspiration from a real story with practical hints for anyone:



### The Lean Bakery

Removing waste to get closer to your customer

by Juan Antonio Tena and Emi Castro

with Roberto Priolo





### Spreading Learning...



Inspiration from a real story with practical hints for anyone;

- From mass to lean thinking
- Stop!

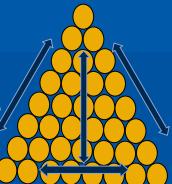


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## Spreading Learning...



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Inspiration from a real story with practical hints for anyone;

- From mass to lean thinking
- Stop!
- Rethink everything!
- Change the work a revolution!
  - From central bakery to dozens of shops
- From direct operations (bake, transport, sell sell, bake, transport) to support –
   HR (recruit, hire, develop)