

# **Change Management**

integration with Project Management

Mayumi Yokoe October 3, 2015

# Mayumi Yokoe





I joined Management Solutions in November 2014 to launch Management Consulting Division, especially focus on "Organizational Change Management"

Before joining, I worked for IBM Japan.co.ltd and was working for Global Transformation project of Corporate Head Quarters (CHQ) as Japan leader for a long time.

Organizational Change Management, Transformation, Globalization, Software Engineering are my professional area.

~ Message for today's speech ~

"Transformation" has increased its speed and its frequency. In any change, people's motivation goes down and their resistance increases which in turn lessens the projects' expected value. The appropriate "Change Management "approach the "people" who are affected by the "Change" should be integrated with Project Management to maximize the projects' expected value.



# **Organizational** Change Management or **Enterprise** Change Management

# **Agenda**



- 1. What's Change Management?
- 2. MSOL approach to Change Management
- 3. Change Management w/ Project Management

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- 1. What's Change Management?
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## Change Management?



# Have you heard of Change Management?

Do you know Change Management?

**Experienced Change Management?** 

# Change Management is • • • (1/5)











# so many definitions...







# Change Management is · · · (2/5)



# **Definition examples**

#### PMI

A comprehensive, cyclic, and structured approach for transitioning individuals, groups, and organizations from a current state to a future state with intended business benefits. It helps organizations to integrate and align people, processes, structures, culture, and strategy. Successful organizations do not evolve randomly, but through purposeful and dynamic strategies that anticipate, influence, and respond effectively to emerged and shifting external trends, patterns, and events.



the application of a structured process and set of tools for leading the people side of change to achieve a desired outcome.



A deliberate set of activities that facilitate and support the success of individual and organizational change and the realization of its intended business results.



Approach to transition individuals, teams, and organizations to a desired future state. In a project management context, change management may refer to a project management process wherein changes to the scope of a project are formally introduced and approved

# Change Management is · · · (3/5)











#### Common used words ···

organization, change, people (individuals), intended business results, structured approach







# Change Management is · · · (4/5)



"Change Management" is the structured approach (people side)
for Organizational Change
to realize the intended business result!!



From the second half of the 20<sup>th</sup> Century ~to the present

But •••
How to approach?
What to do?

# Change Management is ••• (5/5)



# The Fail rate of the Change 60~70%



But I know "Change Management" is the structured approach (people side) for Organizational Change to realize the intended business result…

# What is Organizational Change?



- 1. A disruption to the current way of doing things
- 2. Increase the "amount" and the "frequency"
- 3. Occurs simultaneously in the organization
- 4. Affect employees at all levels in the organization
- 5. Generate the RESISTANCE over the life cycle of a project

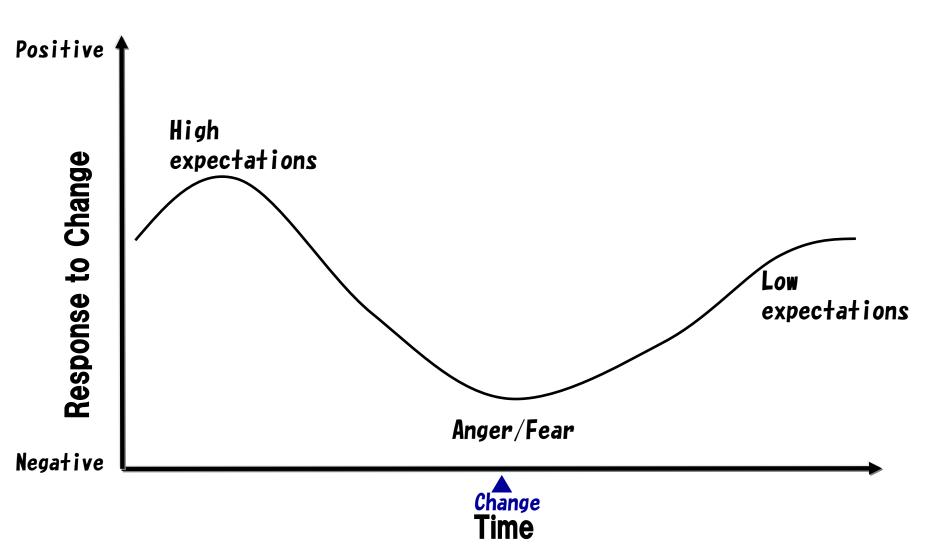
# The RESISTANCE for Organizational Change





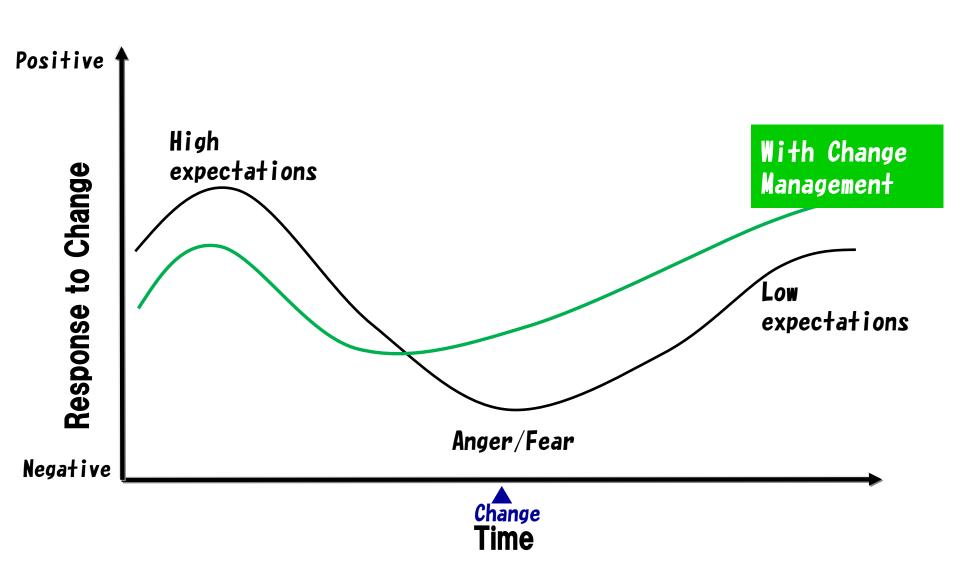
# Change Curve (resistance curve)





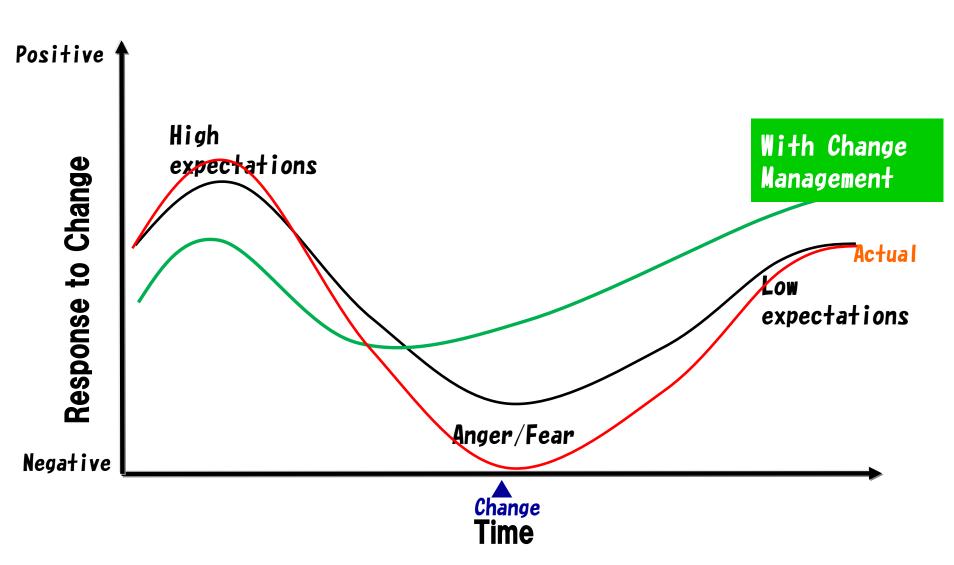
# Change Curve (resistance curve)





# Change Curve (resistance curve)





# **Agenda**

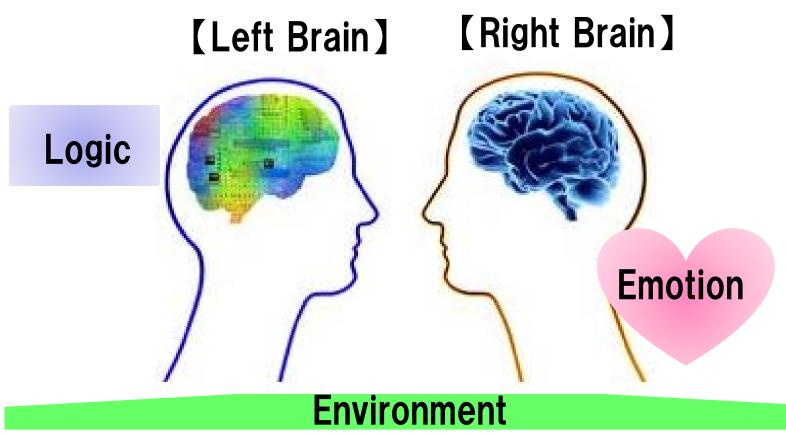


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# MSOL's Change Management policy



#### Understand Logic, Emotion, Environment to Realize the Change



# Change Management (1/3)

- the approach to achieve the continuous development of the people-



#### MSOL Change Management = Definition& Concept =

To execute the change strategy, approach the risks (obstacles) that prevent the people from adapting to change; to maximize the expected business value by the project

Change Strategy



["Change" Success Formula]

**Deploy** 

× Accustom

Maximize the business value

#### MSOL Change Management Service

#### **Change Management**

- Focus on the systems or rules
- Education and Communication
- Short term approach

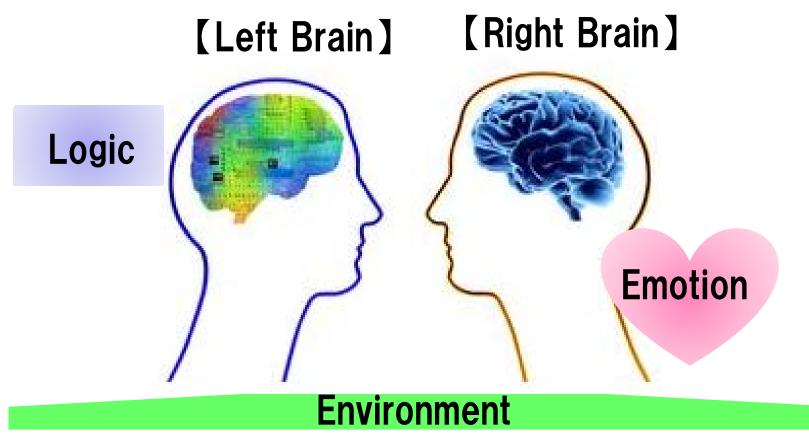
#### **MSOL Change Management**

- Focus on people and culture
- Approach the risks by Change
- MSOL unique End to End approach to Deploy/Accustom
- Medium-and-Long term approaches

# MSOL's Change Management policy



#### Understand Logic, Emotion, Environment to Realize the Change



# Change Management (1/3)

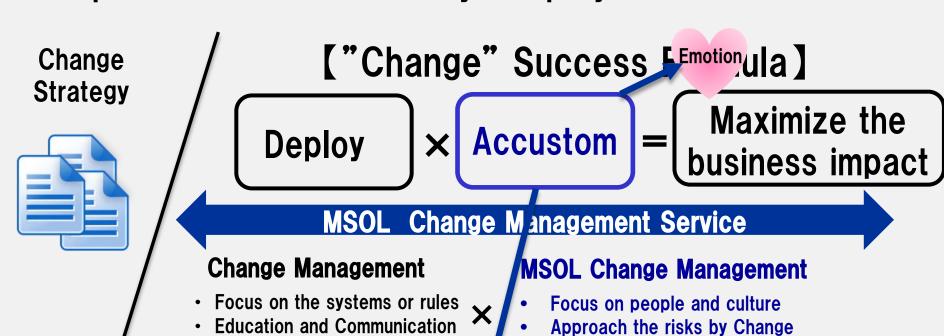
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MSOL unique End to End approach to

Medium-and-Long term approaches

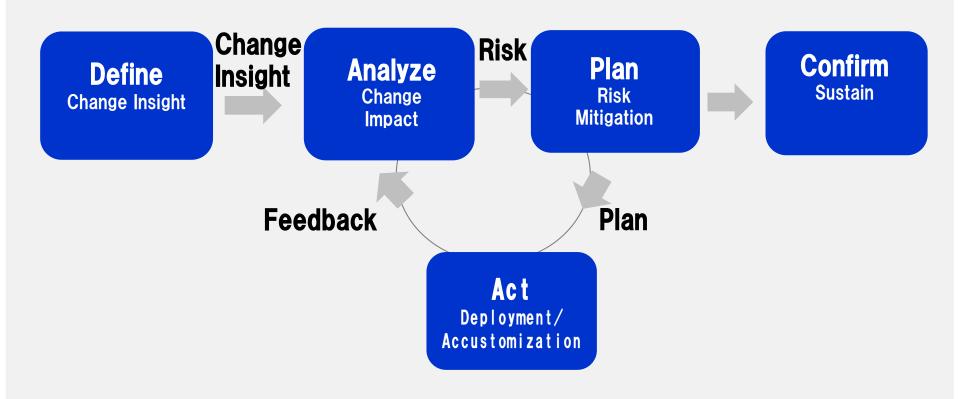
**Deploy/Accustom** 

# Change Management (2/3)



- the approach to achieve the continuous development of the people-

#### MSOL Change Management = approach image =



# Change Management (3/3)



- the approach to achieve the continuous development of the people-





Note-nisk-Negative Emotion, nesistance, nuies against Cha

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# Change · · · by Project Management Institute



All strategic change happens through programs and projects.

Projects and programs by their very nature create change. How you manage the impact of change is a key component to realizing of the strategic benefits of your project

This is why we launched Managing Change in Organizations: A Practice Guide, a complementary document to our foundational standards.

# Change and Project Management are both important



### Must work together!

success?

- Critical = 45
- Necessary = 46.

Nice to Have

How important is project management to business change success?

- Critical = 27%
- Necessary = 68%

Have = 5%

- ✓ Recognition of the Change Manageme see the importance managers believing management.
- ✓ When it comes to i still work to be done to ensure seamles disciplines



PM & CM

nagement and ct managers failing to come change d without project

management, there is

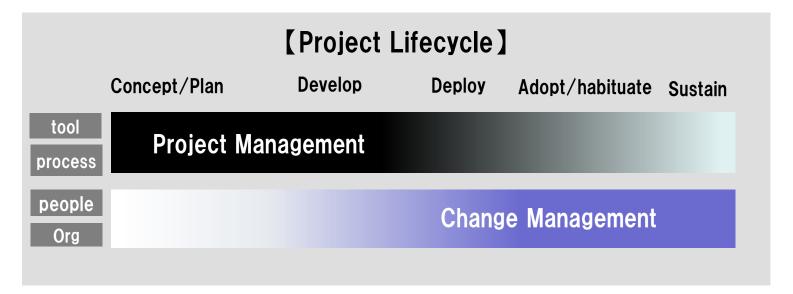
**Know each other!** 

# Change Management cf. Project Management



#### (Project Management)

Focus on the technical side of a project Goal=Deliver the planned change (implementing the system) on time (QCD)



#### [Change Management]

Focus on the people side of the project

Goal=Ensure the delivered change is adopted/bought

to enable the realization of the expected benefits(ROI)

# **Change Management Iceberg**



Project Management

Strategy, Structure, Management Process

Process/Tool side (Hard)

People/Org side (Soft)

- ✓ Identification of the impacts by Change
  - ✓ Analysis of the risks by Change

✓ Actions for the resistance and obstacles for Change

✓ People Involvement

Change Management

Culture Values Behavior

Custom Philosophy

Belief Norm

- **✓ Communication** 
  - Deliver message
  - interview
  - Listen/hear
  - Coachi
  - Dialogue
  - Motivate
  - Education/0JT
- Stakeholder Engagement Management

# Project Management cf. Change Management (1/2)



	Project Management	Change Management
Definition	Structured approach for the technical side of the project	Structured approach for the people side of the project
Focus	Tasks and activities required to create and implement the technical solution associated with a change	Employees impacted by a project or initiative (those who must adopt and use the change)
Objectives	To ensure that the solution is designed, developed and delivered effectively (Implement the system on time )  For QCD!	To ensure that the solution is embraced, adopted and habituated by employees impacted by the change (Motivate people to adopt and habituate to the new systems) to maximize the ROI of the projects.
		For ROI!

# Project Management cf. Change Management (2/2)



	Project Management	Change Management
Stakeholder Engagement Management	Focus on <u>Executives</u> (sponsor, owner, leadership team member), managers etc	Focus on <u>all employees</u> impacted by Change
Communication	Share project information among project related members	Motivate all employees to take proactive actions for Change (Approach logic, Emotion, Environment of the people)
Risk	[Implementation and technical risk management] Manage <u>risks impacting on project activities</u>	[People-side risk management] Manage Resistance, Negative emotion, existing opposite rules impacted by Change

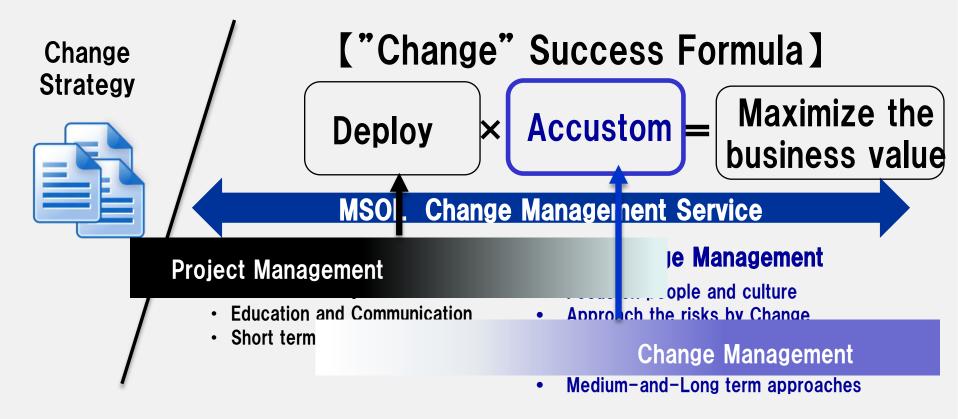
# Change Management (1/3)

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## **Seamless Integration Points - Governance**



Effective integration of Project Management and Change Management is required to create value on a given project or initiative for a number of reasons

Seamless Integration Point	Why needed?
Objectives and Outcome	Improve the project performance with one integrated objectives
Activity Plan (WBS)	Manage the balance of activities, that enables us to take the right actions at the right time
Project Team Formation	Make the most of the role <ul><li>without similar role</li><li>with complementary role each other</li></ul>
Information and Knowledge	Share the information for better actions

# **Seamless Integration Points – Activity**



Integrate activities of Change Management into Project Management is required to create value on a given project or initiative for a number of reasons

Seamless Integration Point	Why needed?
Case for Change	Need some definition to motivate people, (That's powerful tool to identify Why? What? of Change etc)
Stakeholder Engagement Management	Need to expand the scope to the end of the employees
Communication	Need to execute more powerful communication to motivate employees for Change
Risk Management	Need to focus on risks for the adoption/accustomization of the change by the people (Negative motivation, Resistance, opposite rules etc)

## Ref) Lessons Learned for successful Change

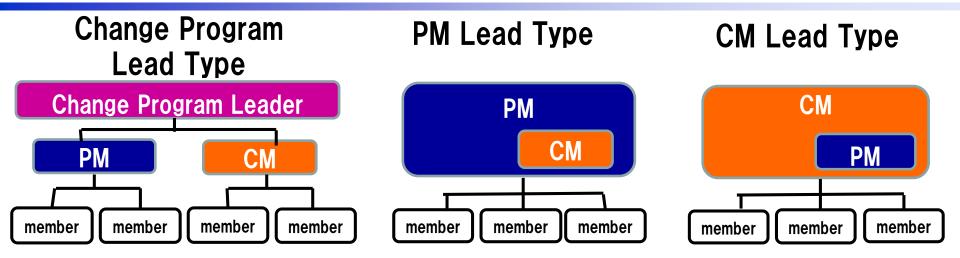


- ✓ Focus on business results by Change,
  not focus on the progress of activities in the projects
- ✓ Repeat, Repeat, Repeat······
  "Vision", "Why?" and "What's in for you? (WIFFY)"
- ✓ Can't have too much communications
- ✓ Listen to the "heart" of the people
- ✓ Don't underestimate the risks by Change
- ✓ Be sticky to shoot the obstacles for Change realization!

# Break Through!

# **Project Team Formation**





- 1. Change Program Leader, Project Manager in PM Lead Type and Change Manager in CH Lead Type must have the knowledge both of Project Management and Change Management or have experiences both of them
- 2. Change Program Leader and Change Manager need to monitor the adoption/accustomization status and take actions if needed after the implementation

# Change Management with Project Management



The integration of Change Management and Project Management on your project will give the great chances to

succeed it



<u>Current</u> Future



CM Success

Project
Success

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# **Embrace Change!**



It is not the strongest of the species that survives, nor the most intelligent that survives. It is the one that is the most adaptable to change,'



-Charles Darwin-



# 多謝! Thank you very much! ありがとうございました!

