

The Critical Role of People in Business Success

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Introduction

- Discussion will focus on the Importance of People to Business Success
- •Highlight several areas that are contributing factors:
 - Building a Winning team
 - Dealing with Major Change
 - Diversity & Inclusion
 - Leadership Modeling
 - Customer Relationships
 - Quality Culture
- Show how they are interrelated and require the Foundational Elements of:
 - Strategy and Vision Around Capabilities
 - Staffing with the Right People and Development
 - Consistent and Constant Communication

Business Success Through People



Foundational Elements

Strategy and Vision Around Capabilities

- •The temptation is to start by trying to establish a Quality Culture first; Quality Culture is the result of working the contributing factors, not the starting point
- Strategy and Vision Around Capabilities
 - Include team members in the strategy and vision setting
 - Determine the core competencies of your business and focus first on them
 - Set aggressive goals the team can embrace
 - Ensure people know what the goals are
 - Communicate progress and any changes in direction

Foundational Elements

Staffing with the Right People and Development

- Staffing with the Right People and Development
 - Bring on new staff or develop current staff to levels that can support strategy capabilities
 - Provide motivation and empowerment to people by allowing opportunities
 - Nurture growth by providing a environment in which to thrive
 - Encourage teaming among the staff with complementary skills
 - Provide the necessary training and tools
 - Strive for Diversity of talent that offers multiple perspectives

Foundational Elements

Consistent and Constant Communication

- Consistent and Constant Communication
 - Done correctly, communication is the glue that keeps people from side-tracking with tangents, rumors, etc.
 - Communication must be relevant or it becomes "a bucket of water dumped into the ocean of routine communications"
 - Communication has to be encourage to be multi-directional, not just top-down; feedback from people on successes, barriers, lessons learned, etc. are important to long-term success

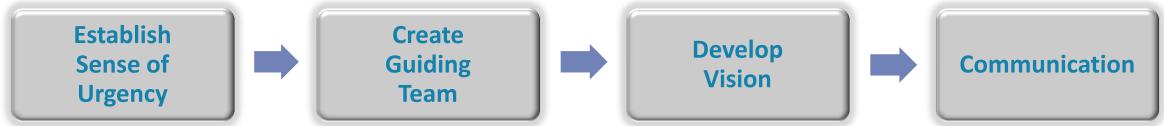
Building a Winning Team



- Surround yourself with the best people
- •Have an onboarding program that involves longer-term team members
- •Use a personal touch to develop teamwork, open-door policy be engaged!
- •Give credit where credit is due
- Reward good performance be genuine (personal, team meetings, etc.)
- Don't let success go to your head
- Treat people with respect because you will rely on them again for the next project
- Hold yourself and others accountable
- Set aggressive goals that your team can embrace
- People who produce good results feel good about themselves and want to continue

Dealing with Major Change





Current State

Compelling need for change

People with talents to Match capabilities/needs

Envision the Future state

Relevant communications



Remove obstacles

Generate
Short Term
Wins

Recognition

Consolidate
Gains and
Expand

Revise plan as needed

Anchor
Approaches
into Culture

Becomes a way of doing business

Future State

Anchor **Business Success Through People** Approaches Strong Quality Culture Reach the Summit! into Culture Consolidate Gains and Revise Staffing with the Right People and Development Strategy and Vision Around Capabilities **Generate Short** Term Wins Things Get Tougher as Approach Goal Communication Start to see Passage to the Goa Even Tougher Challenges Emerge Generate Consolidate ShortTerm Gains and Communication Revise Wins Getting Into New Territory Start to See Results Communication Empower Individual Action Beginning the Climb Establish Create **Develop Vision** Sense of **Guiding Team** Urgency Base Camp

Reasons Change Efforts Sometimes Fail



- People leading the change think that announcing the change is the same as implementing it
- People's concerns with change are not surfaced or addressed
- Those being asked to change are not involved in planning the change
- There is no compelling reason to change
- A compelling vision that excites people has not been developed
- Organizational systems and other initiatives are not aligned with the change
- Leaders lose focus or fail to prioritize
- People are not enabled or encouraged to build new skills
- Those leading the change are not credible
- Progress is not measured
- People are not held accountable for implementing the change

Diversity & Inclusion



- Diversity is the mix of difference and commonalities that each member brings to the team
- Diversity examples:
 - Personal Diversity: Culture, race, gender, sexual orientation, age, physical abilities, health conditions, etc.
 - Academic Diversity: University, training, degree level, work experiences, etc.
 - Personal Diversity: analytic, amiable, driver, expressive
 - Organizational Diversity: finance, marketing, engineering, human resources, supply chain, etc.
- Studies show businesses with higher levels of Diversity are more profitable
- Promoting Diversity ensures that everyone feels included on an equal basis and stimulates innovation by bringing together different backgrounds, training, skills, and experiences
- •Inclusion is the act of recognizing, accepting, and valuing the diversity of your team, providing an accommodating and nurturing work environment that values open participation from all
- Courageous Leadership to lead with integrity and guiding principles

Leadership Modeling

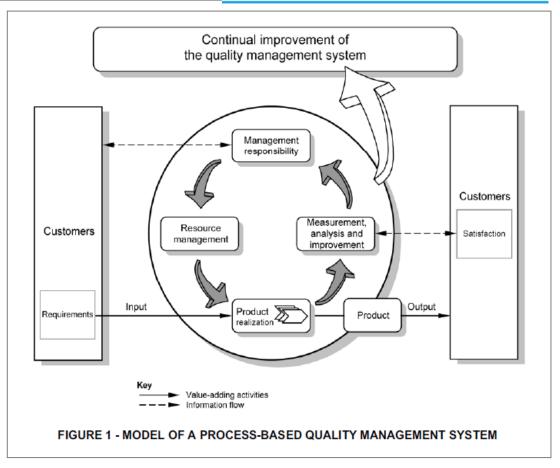


- Leaders should strive to be a model for the desired behaviors
- Provide frequent and substantive feedback to people most effective strategy for improving performance and instilling satisfaction
- Leadership emphasis on true message especially in times of distraction; credibility
- Provide incentives and address sources of complacency
- "None of us is as successful as all of us" empower and rely on your team
- Improve yourself as a leader
 - Continuous learning and growth
 - Find a mentor and mentor others
 - Execute
 - Coaching to accomplish goals
 - Be socially responsible

Customer Relationships



- "Customers are always right even when they are wrong."
- It is necessary to have the right people who can interact successfully with customers
- Customers provide requirements and define quality
- Satisfied customers can become your best source of marketing
- Ensure important things are not pushed out of the way by urgent things



Quality Culture



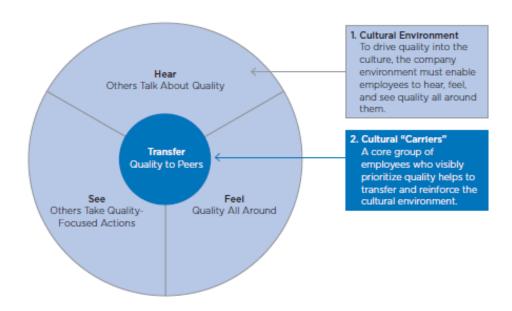
- •Culture describes the behaviors, mindset, actions, and values of people in the organization. It is a journey to change the quality culture.
- •To be effective, the quality culture has to be cross-functional across the organization, not limited to a particular area; changing the experience of the individual by encouraging and rewarding behaviors.
- There are three interactive components that influence organizations
 - Underlying character (Personality) inherent in the organization's function and structure
 - Active Alignment (Culture) Personality changes driven by the CEO and leadership or imposed external forces
 - Immediate Influences (Climate) focus of the day
- •What you really see are the results of behaviors and values, similar to the wind; you see the effects of the wind but not the entity itself and you can harness the wind for improved performance.

Quality Culture



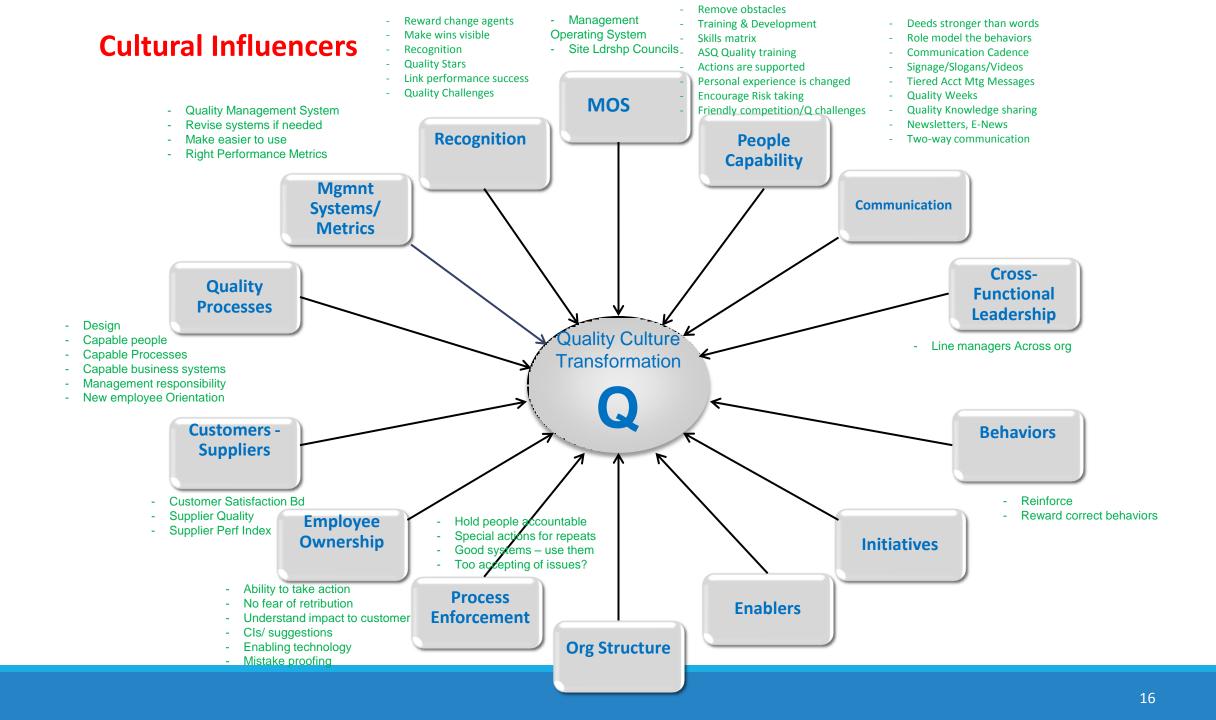
WHAT A CULTURE OF QUALITY LOOKS LIKE

CEB's Culture of Quality Model



- Create an environment where employees can
 See, Hear, and Feel Quality all around them
- Applies to "all we do", not just product delivery
- Culture creates "carriers" that transfer quality culture to others
- Benefits include:
 - Engaged employees
 - Lower Cost of Quality
 - Improved performance metrics in all areas
 - Organization moved from reactive to proactive
 - Sense of urgency to solve problems that impact the customer

^{*} CEB – Corporate Executive Board



Business Success Through People

