Focus on the Customer Be flexible and **Understand** use data to how work drive change is done LEAN SIX SIGMA Communicate **PRINCIPLES** of a problem and collaborate and focus on with your team solving it Reduce defects Remove waste by removing and non-value adding steps variation

What is Lean Six the root cause e eating your vegetabema and What is it used for?

#### —THE LEAN SIX SIGMA BELT SYSTEM —



Understands the structure and goals of Lean Six Sigma

Uses basic Lean Six Sigma vocabulary terms

Reports process issues to green and black belts



Understands basic Lean Six Sigma concepts

Reports process issues to Green Belts and Black Belts

Participates on project teams and receives just-in-time training



Starts and manages Lean Six Sigma projects

Has Lean Six Sigma expertise but in less detail than Black Belts

Provides just-in-time training to others



Can report to a Master Black Belt

Has advanced Lean Six Sigma expertise

Functions as a coach, mentor, teacher, and project leader for project teams



Works with leaders to identify gaps and select projects

Coaches, mentors, teaches, monitors, and leads projects

Responsible for Lean Six Sigma implementation and culture change



Executive leader who drives the initiative

Helps select projects and remove barriers for project teams

Supports change and develops a Lean Six Sigma culture

## What is Lean Six Sigma?

Lean and Six Sigma complement each other to provide a comprehensive toolset to increase the speed and effectiveness of any process



#### **Principles of Lean Thinking**

**Lean** maximizes productivity while minimizing waste to achieve **Value** 

#### **Identify Customers and Value**

Stakeholders and what they value

#### Identify & Map a Value Stream

Value Stream Mapping (VSM)

#### **Eliminate Waste**

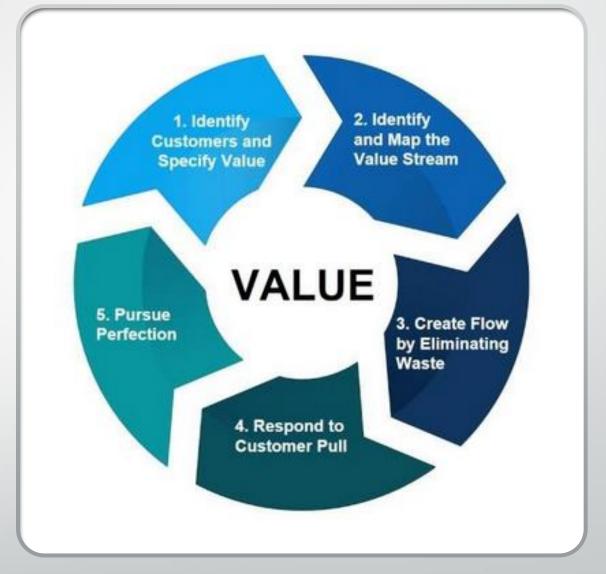
The 8 Wastes of Lean

#### **Voice of the Customer**

Requirements

#### **Pursue Perfection**

 Continuous Evaluation and Improvement



#### **The 8 Wastes of Lean**

"Lean" maximizes productivity while minimizing waste



D: Defects

O: Overproduction

W: Waiting

N: Non-Utilized Talent

T: Transportation

I: Inventory

M: Motion

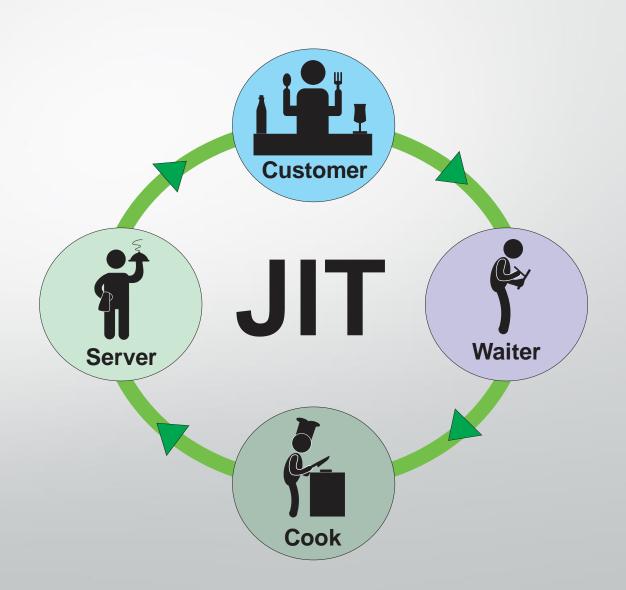
E: Extra Processing

#### **Just In Time**

JIT is meeting the demand of the customer exactly, in time, quality, and quantity.

#### On-Demand Production System

- Step 1: Maximize Efficiency
- Step 2: Maintain Quality Control
- Step 3: Choose the right Technology
- Step 4: Secure your Supply Chain



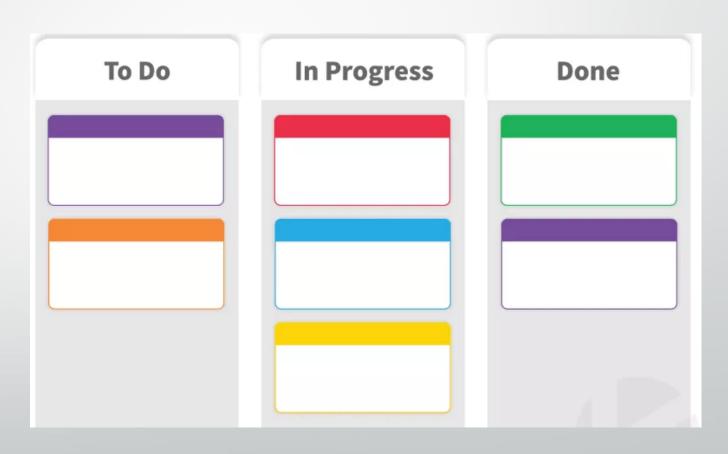
## Kanban Board

A physical or digital tool to help visualize work or tasks to be completed

#### Other possible Kanban columns

- Backlog
- In Queue
- In Testing
- Validate
- Peer Review / Approval
- On Hold
- Cancelled

Can have just a few (or many) columns



# Six Sigma

Six Sigma is a set of tools and techniques used for process improvement and removing defects.

Six Sigma's golden methodology

DMAIC



## The DMAIC process

**DMAIC** is a data-driven improvement cycle or framework that breaks down problem solving into five phases



# Improvement "Where do I start"?



What business function takes the most people to support?

Which process experiences the most mistakes (or defects)?

• What process cost the most when a mistake happens?

• What service receives the most complaints?

• What process takes the longest to complete?

• What process or service is the most inconsistent?

What risk has the potential to damage our reputation?

• Which process, service, or function has the highest risk?

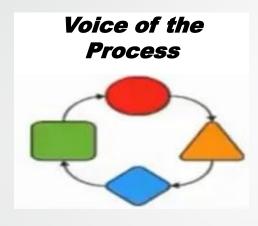
• Which process, service, or function has the highest "legal" risk?

## Listen to the Voices



VOC is a term that describes your customer's feedback about their experiences, and expectations for your products or services.

VOC focuses on customer needs, wants & expectations



Defines the capability of your processes and details how well your process is doing to meet specifications, targets, and goals.

VOP often comes from the use of Lean Six Sigma statistical tools, such as a run chart or control chart.



Details what people want, need, and expect of your business.

- Financial data
- Stock price
- Return on Investment
- Profits
- Customer ratings

#### Voice of the Employee



Expresses the needs, wants and expectations of the people who work for the organization.

- Improving employee experience
- Improving workplace culture
- Boosting productivity

## **Project Selection**

You need to first select a Good Project.

#### **Lean Six Sigma Project Types**











Implementation of a simple solution to a known issue

The problem is contained in one department, the root cause is known and the fix is painless

Also called "Just-Do-lt" or Fast Track Incremental reduction of defects, cycle time or cost

The presenting issue has an unknown cause and solutions are not predetermined

Also called DMAIC, Lean or PDCA Creation of a brand-new, non-existent process

There is no existing process to analyze which requires benchmarking and collection of VOC

Also called DFSS or DMADV Overhaul of non-capable, existing process

The process exists, but incremental improvements will not be able to satisfy requirements

Also called Reengineering Establishment of key measurement systems

Monitoring of process capability and VOC are established to better focus improvement efforts

Also called Process Management

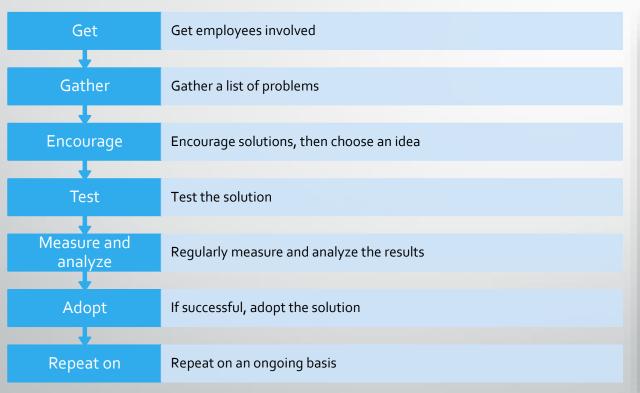
## What Tools are used in Lean Six Sigma

There is a large variety of tools and templates used in Lean Six Sigma.



#### Kaizen

Kaizen is a compound of two Japanese words that together translate as "Good Change" or "Improvement".





# Using Six Sigma for Risk Analysis

The main purpose of Six Sigma tools and techniques in risk analysis is to improve cycle times and use statistical data to do away with errors and defects.

- 1. Identify the Risk
- 2. Gather Risk Metrics
- **3.** Evaluate the degree of Risk
- 4. Use Quantitative methods
- 5. Cause and Effect Matrix
- **6.** Monitors and Controls



## **Risk Analysis and Management**

Once you have identified a risk and determined its probability and impacts, you can move onto the next steps of Risk Management.

#### **Risk Mitigation**

- What steps need to be taken to reduce (or eliminate) the chance of the risk from becoming realized?
- Or do we want to Avoid, Transfer, or Accept the risk?





#### Cost to Reduce (Mitigate)

- It is important to understand what it will cost to mitigate a risk.
- If Management is risk adverse, then they may want to spend the additional money to prevent, eliminate, avoid, or transfer a risks possible impacts.



#### Risk Response

- How will you respond if a risk is Realized?
- Are there secondary risks once a response has been implemented?

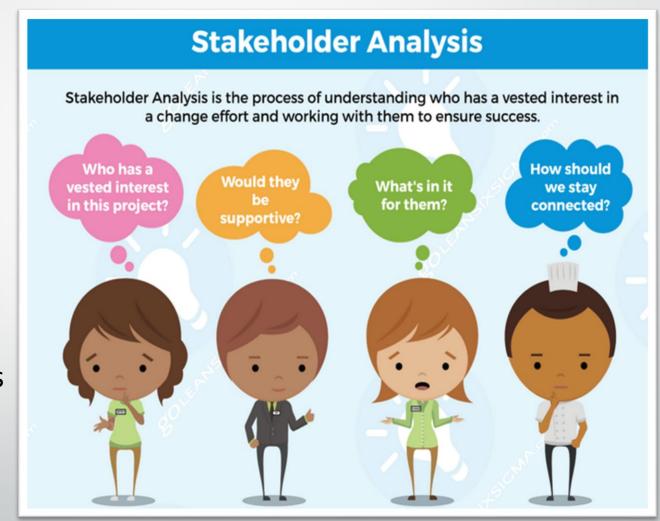
# Stakeholder Analysis

Stakeholder Analysis enables you to outline who has a vested interest in how a process or project performs.

Remember that stakeholders do not receive the product or service.

It helps you determine how and when to reach out and communicate with stakeholders to build buy-in

This is critical to a project's success.

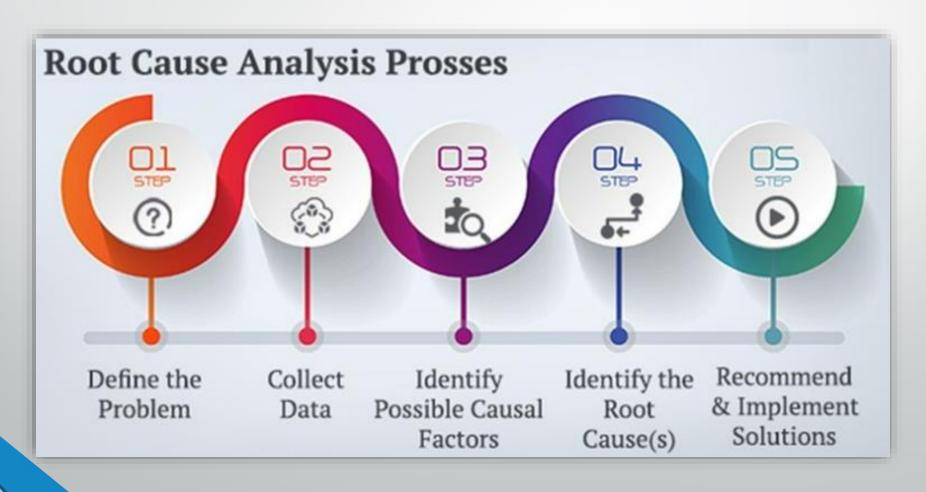


## **Root Cause Analysis (RCA)**

#### **Definitions:**

A **Root Cause** is defined as the core issue (or highest-level cause) that caused a nonconformance.

**Root Cause Analysis (RCA)** is defined as a collective term that describes a wide range of approaches, tools, and techniques used to uncover the true cause of a problem.



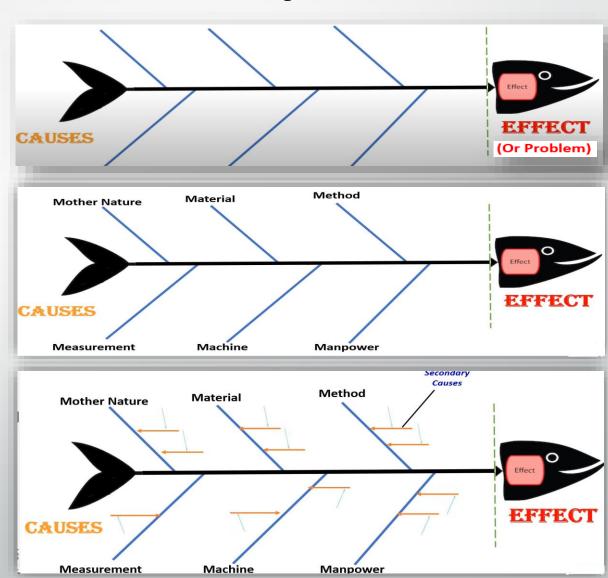
## **Cause and Effect Diagram**

Also known as the "Ishikawa" or "Fishbone" Diagram

A graphical tool used to explore and display possible causes of a certain effect (or problem) and to help identify a root cause.

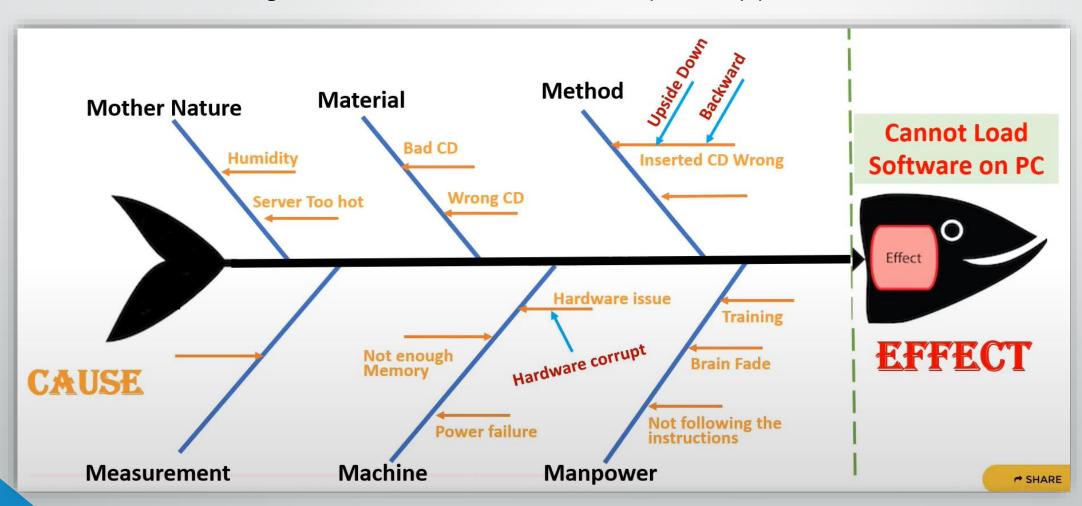
Determine categories for the possible causes of the effect or problem you are experiencing.

Fill in causes under each category and identify any "Secondary" causes or "Tertiary" causes.



## **Cause and Effect Diagram**

A Fishbone diagram provides the framework to now begin to conduct further troubleshooting to eliminate causes and ultimately identify your true root cause.

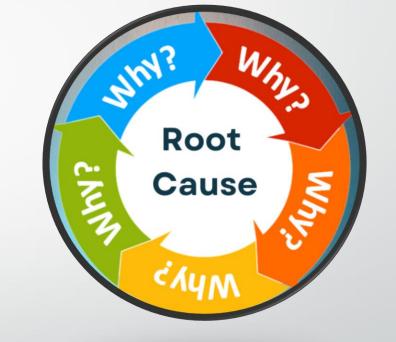


## The 5 Why's

The 5 Why's is the ultimate tool for determining a root cause of a problem

**Problem**: I was late for work

- Why?
  - "Because I ran a red light and got a ticket"
    - Why?
      - "Because I was in a hurry"
        - Why?
          - "Because I woke up late"
            - Why?
              - "Because my alarm didn't go off"
                - Why?
                  - "Because I forgot to set my alarm when I went to bed"

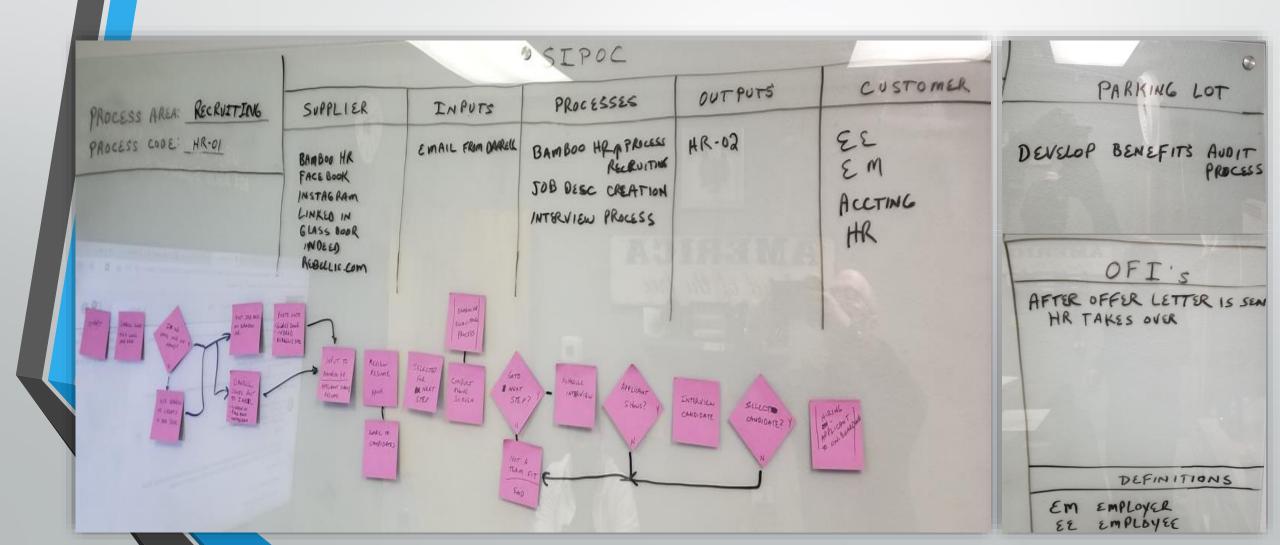




# Value Stream Mapping (VSM)

#### **Components:**

Process Name, Process Code, SIPOC, Current State Map, Parking Lot, OFIs, Definitions



## **Project Completion**

Now you need to conduct a review to ensure all your goals and objectives have been met.

Are there other entities or organizations that will be affected by the results of this project?



**Stakeholders** 

**Customers** 

**Users** 

Management

Legal

**Human Resources** 

**Other Departments** 

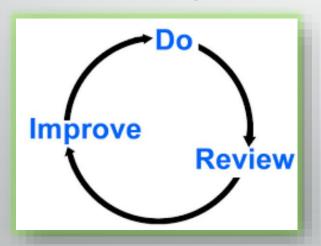


# Sustain your accomplishments

**Metrics** 



**Review & Improve** 



**Documentation** 



**Training** 





#### Resources

Lean Six Sigma Institute (LSSI): <a href="https://www.leansixsigmainstitute.org">https://www.leansixsigmainstitute.org</a>

Management & Strategy Institute (MSI): <a href="https://www.msicertified.com">https://www.msicertified.com</a>

Voice of the Customer: <a href="https://www.youtube.com/watch?v=Jzcxo\_5ifjM">https://www.youtube.com/watch?v=Jzcxo\_5ifjM</a>

Just in Time: <a href="https://www.thinkleansixsigma.com/article/just-in-time">https://www.thinkleansixsigma.com/article/just-in-time</a>

Lean 6S: <a href="https://www.creativesafetysupply.com/articles/6s-safety/">https://www.creativesafetysupply.com/articles/6s-safety/</a>

DMAIC Process: <a href="https://www.simplilearn.com/dmaic-process-article">https://www.simplilearn.com/dmaic-process-article</a>

Kaizen Events: <a href="https://www.leansixsigmadefinition.com/glossary/kaizen/">https://www.leansixsigmadefinition.com/glossary/kaizen/</a>

Fishbone Diagram: <a href="https://asq.org/quality-resources/fishbone">https://asq.org/quality-resources/fishbone</a>

The 5 Whys Method: <a href="https://www.lean.org/lexicon-terms/5-whys/">https://www.lean.org/lexicon-terms/5-whys/</a>

Smartsheet Lean Six Sigma Templates: <a href="https://www.smartsheet.com/free-lean-six-sigma-templates">https://www.smartsheet.com/free-lean-six-sigma-templates</a>

Stakeholder Analysis Templates: <a href="https://slidemodel.com/templates/stakeholder-matrix-powerpoint-template/">https://slidemodel.com/templates/stakeholder-matrix-powerpoint-template/</a>

Value Stream Mapping: <a href="https://www.atlassian.com/continuous-delivery/principles/value-stream-mapping">https://www.atlassian.com/continuous-delivery/principles/value-stream-mapping</a>

# QUESTIONS?

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