

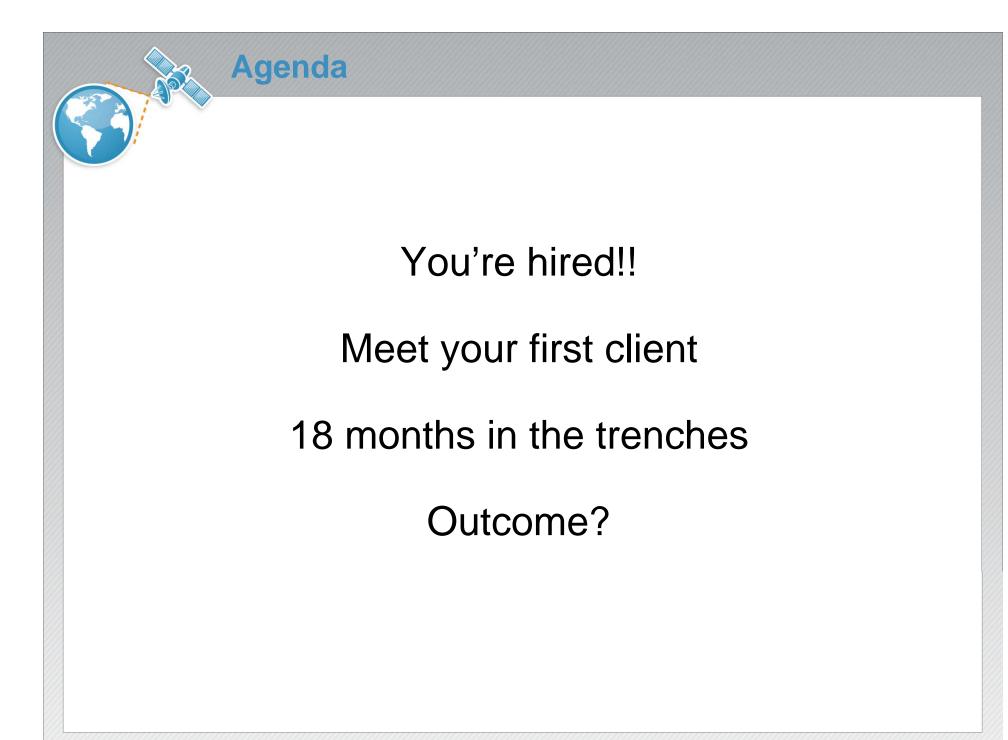


Change Management Simulation

James Chisholm ExperiencePoint

experiencepoint





Agenda

Introduction Diagnosis Change Theory Planning Implementation Debrief

Plenary Simulation (in teams) Plenary Simulation (in teams) Simulation (in teams) Plenary

Change is Difficult

Research suggests ...

Over two-thirds (67%) of major change initiatives fail to realize their intended gains.

The most challenging obstacle is human **acceptance** and **adoption** of a change.

- Individual Level
- System Level



Think about your personal history with organizational change.

What was your best change management experience?

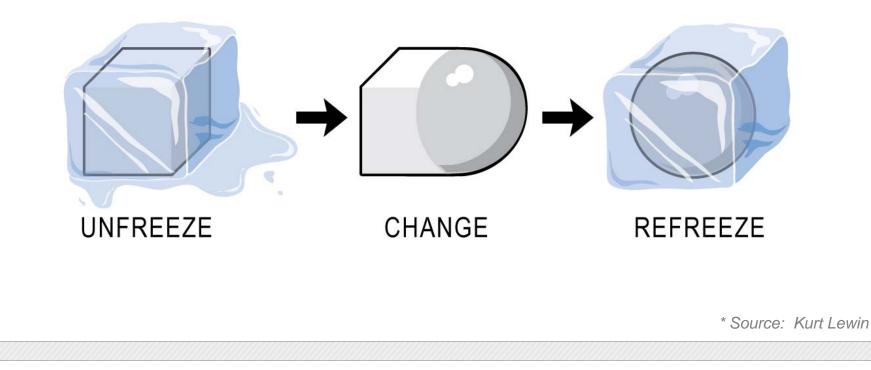
What was your worst?

At your tables, share your experiences and distill into your top five lessons about change management.

Your Challenge

Acting as consultants to Global Tech, you are challenged to transform the organization. To do so, you will have to convert key stakeholders into supporters for change.

Change is a Process



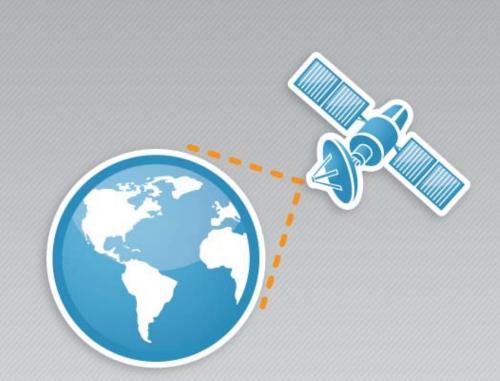
The GlobalTech Situation

Global Tech is a designer, manufacturer and marketer of global positioning systems (GPS)

Experiencing difficulty shifting product development focus from military to commercial market

Help Global Tech navigate the change process so that the company can:

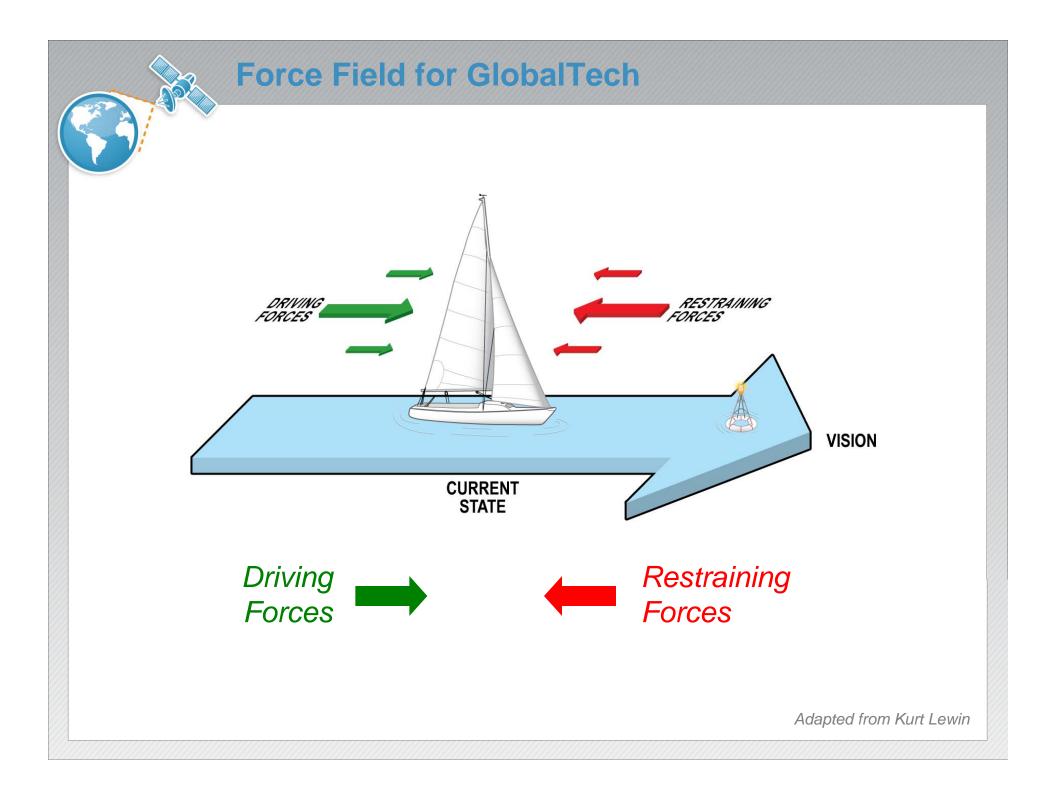
- Survive the short-term
- Achieve long-term business success



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Change Management Simulation Theory

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Types of Change

Transactional

Continue doing what you're doing, but faster, better, cheaper

• Transitional

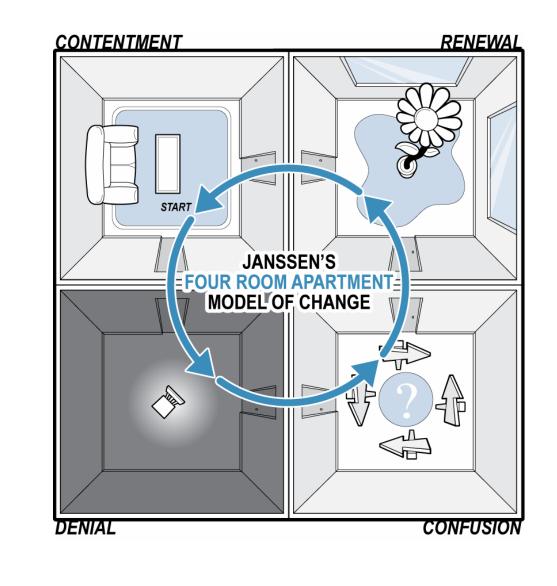
 A more complex change where others have done it and best practices can guide success

Transformational

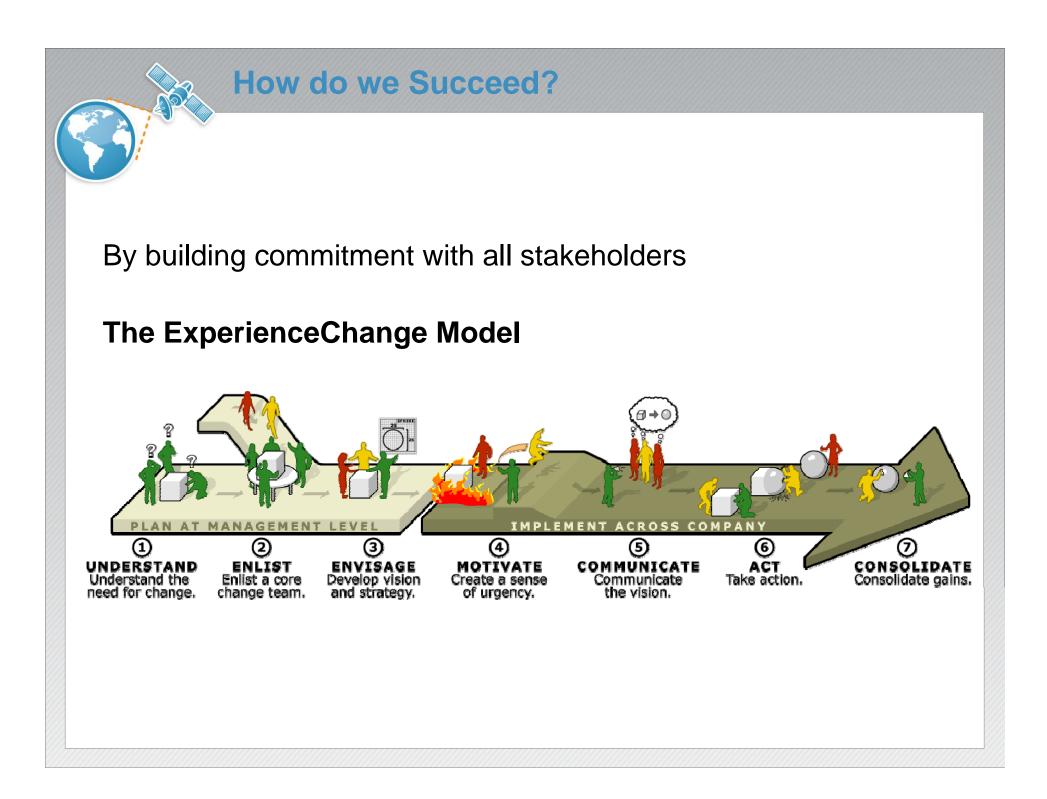
 A change that will alter industry, and put you at the front of a new paradigm

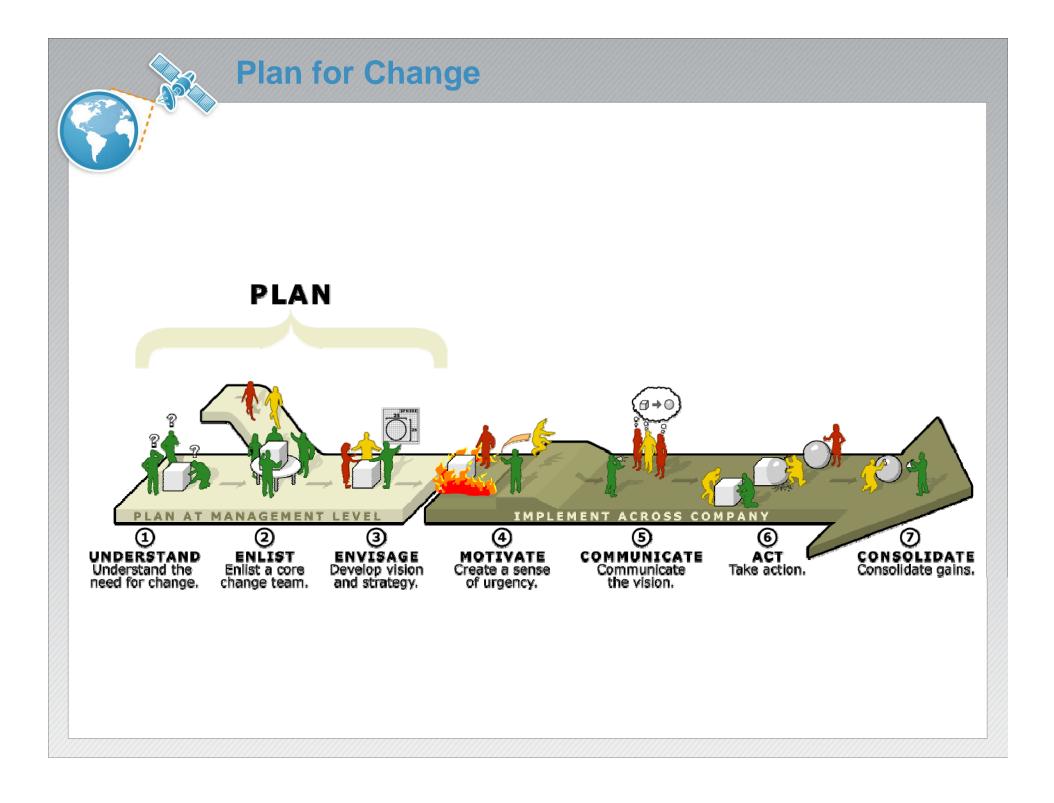
Source: Pat McLagan

Psychology of Change



Source: Claes Janssen





Build a Solid Foundation for Change

"The change process goes through a series of stages that, in total, usually require a considerable length of time. Skipping stages creates only the illusion of speed and never produces a satisfying result."

John Kotter, Leading Change

1. Understand

You have a good understanding of change, need to find ways to help the org achieve same understanding.

Help GT gather and share information.



Understand the operating environment:

- What forces are driving change?
- What forces are restraining?

Try to:

- Ask fundamental questions
- Get fresh perspectives
- Identify root causes not just symptoms

2. Enlist

Select Change Agent

Visioning, Motivating, Empowering, Managing



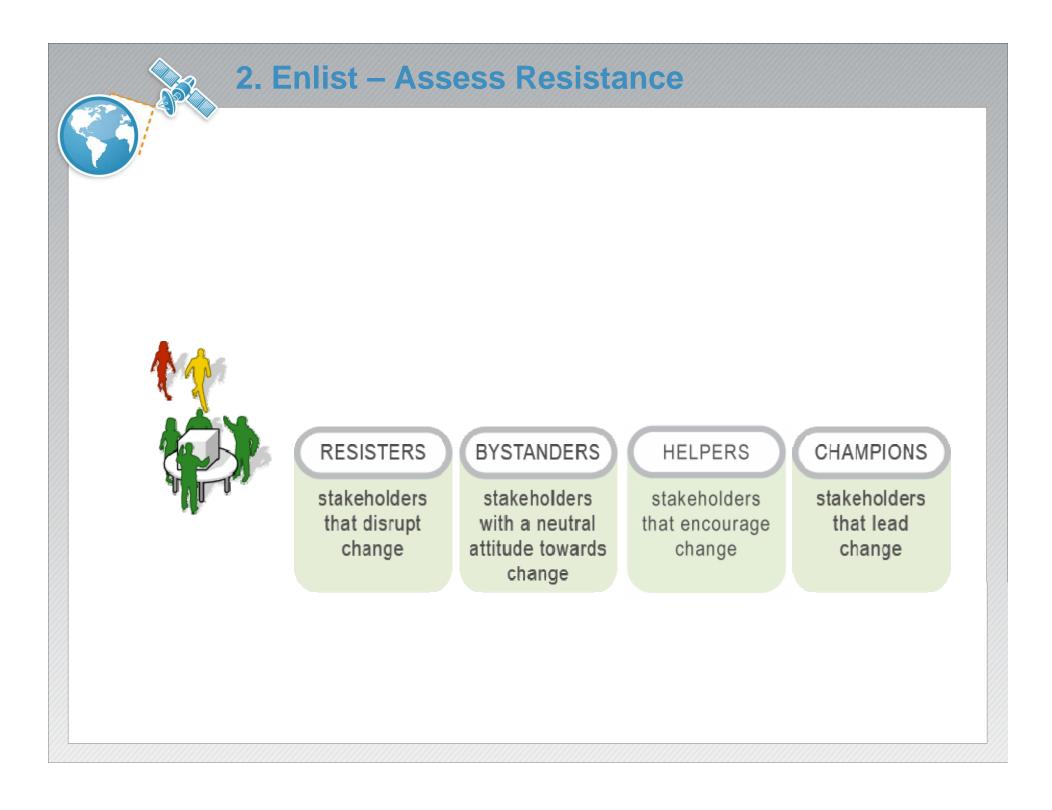
Build Change Team

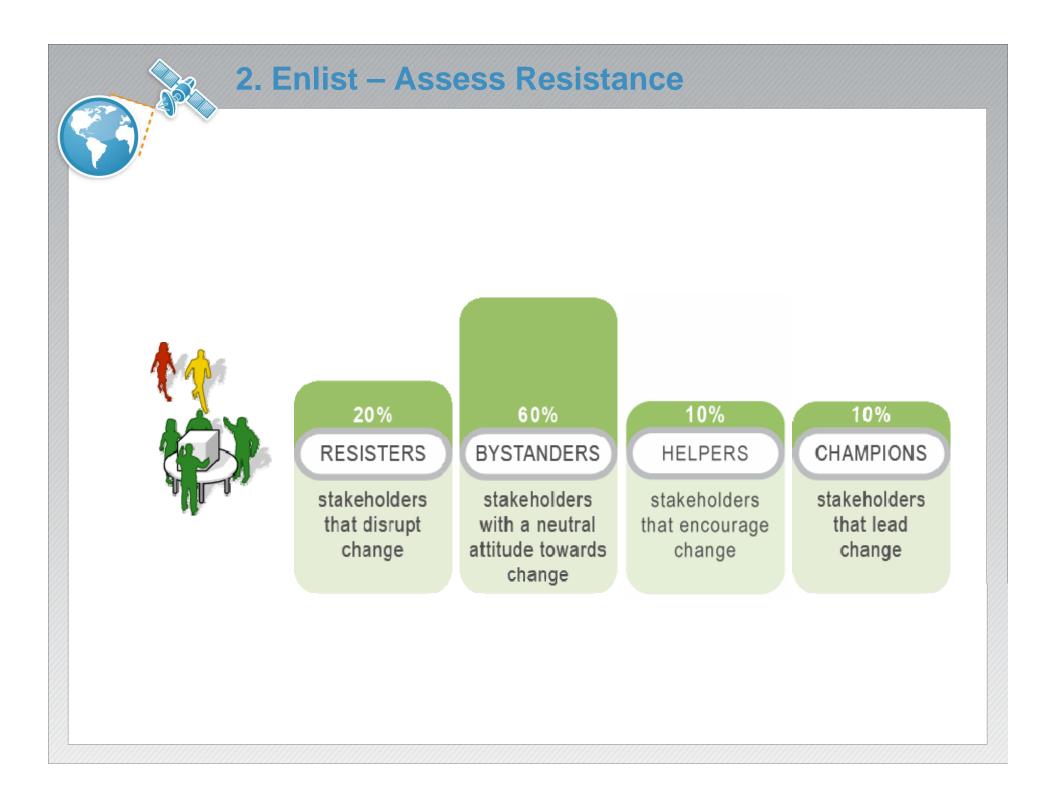
Leadership, Position power, Expertise, Credibility, Management *

Assess Stakeholder Resistance

Provides a snapshot of the organisation's readiness to change

* Source: John Kotter, Leading Change





3. Envisage

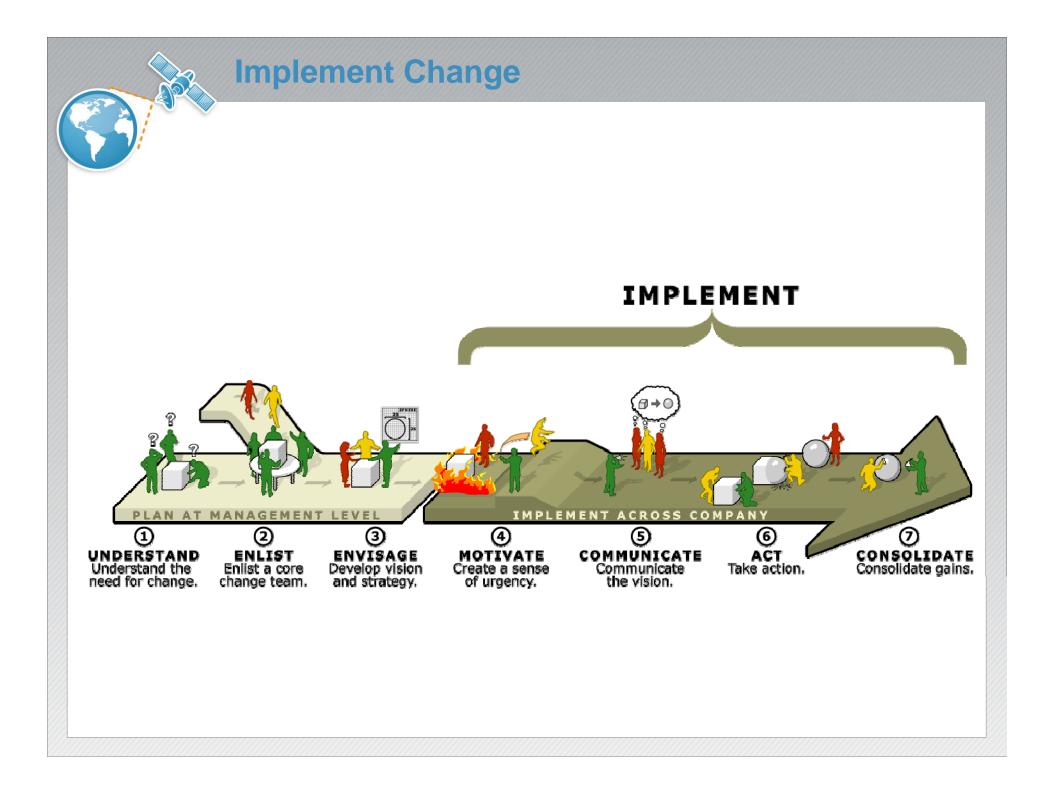
Develop a vision

Describes *"where you want to go"* Tangible, Desireable, Feasible & Flexible, Focused & Simple



Develop a strategy

Describes *"how you'll get there"* Provides a framework of operational decisions



Create dissatisfaction with status quo*:

Share information

Set ambitious stretch targets

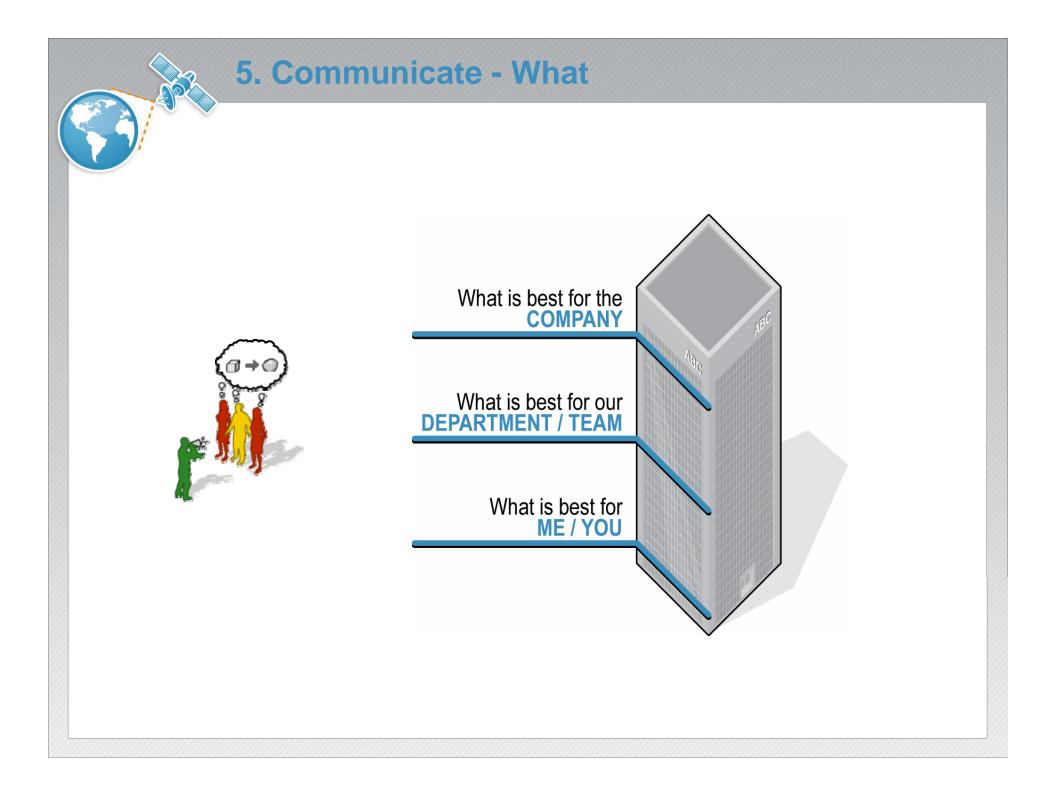
Identify a crisis

Communicate honestly – What are the implications of status quo?

* Source: John Kotter, Leading Change

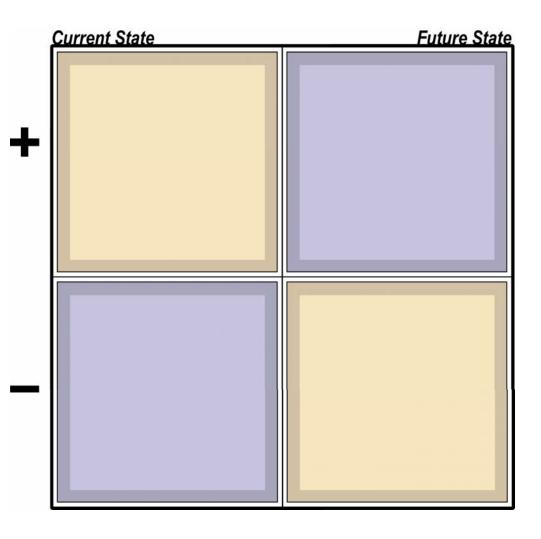


4. Motivate



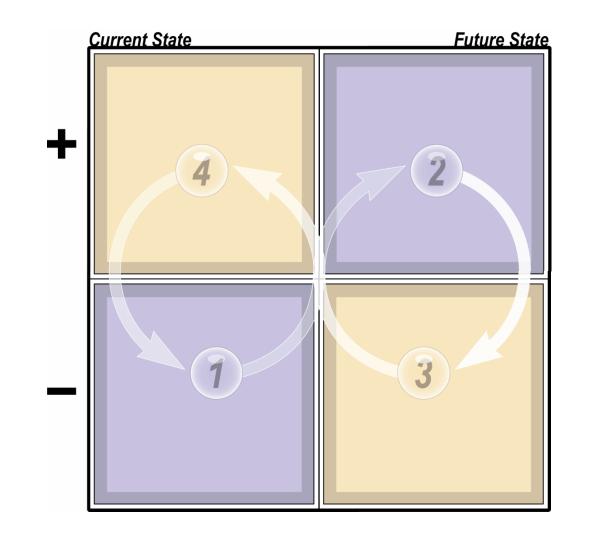
5. Communicate - When

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5. Communicate - When

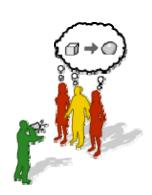
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Source: Barry Johnson

5. Communicate - how

Keep it simple



Use metaphors, analogies and examples

Try different mediums

Encourage repetition

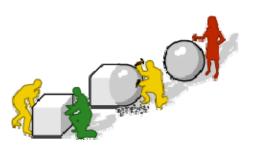
Make it involving

Promote leadership by example

* Source: John Kotter, *Leading Change*



Provide the training employees need



6. Act

Align HR practices and other systems (e.g. budgeting to the vision)

Generate and publicize short-term wins

Deal with managers who undercut needed change

7. Consolidate

Use increased credibility to change policies, structures, and systems that don't support the vision



Hire, promote, and develop employees who can implement the vision

Reinvigorate the process with new projects, themes, and change agents

"In the final analysis, change sticks when it becomes the way we do things around here."

John P. Kotter, Leading Change

Your Task: Diagnose

A. Review the case study in the Player's Guide (pp 2-8)

- **B.** Interview stakeholders (take notes on pp 9-11 in PG) *N.B. Manage your time wisely*
- C. Identify ...
 - 3 forces driving the need for change
 - 3 forces restraining change at GlobalTech
- D. Implement ...
 - "Identify the Problem"

Your Task: Plan & Implement

- **A.** Build your change plan. Identify which tactics you will use and what order you want to implement them.
- B. Implement your plan. Be mindful of
 - Tactics list
 - Budget and schedule
 - Conversion meter
 - Planning tool

Breaks are up to you, I'll help with tech issues, we'll post scores, review your results in "Debrief"