Strategies for Fostering Innovation at Work

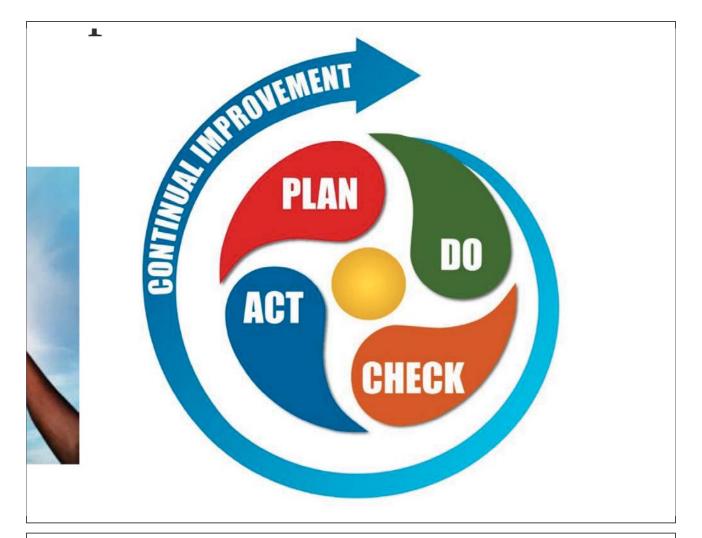
Participant's Workbook

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ntation of ideas that creat

Value side: Creating more value

Cost side: Providing value more efficiently





Way beyond Products and Technology!













VUI VVV













Types of Innovation

- Process
- Service
- Business Model
- Value
- Product

Something new, better, or different occurs...

PROCESSES

Less complicated

Faster

| Expense Claim Process | Receives | Claim Process | Receives | Corect | Cor

Fewer headaches

SERVICES

Higher Satisfaction

Faster

More Valuable



Better Customer Experience

Fewer Headaches

BUSINESS MODEL

Better Future

Survival



Advantage

Desired

Development of new, unique concepts supporting an organization's viability, including its mission, and the processes for bringing those concepts to fruition.

VALUE

Find the uncontested

New

Make competition irrelevant



Leap in value
unlocking
new demand

Most organizations focus on matching and beating their rivals. Value innovation is not done by battling competitors, but by systematically creating "blue oceans" of uncontested market space ripe for growth.

Way beyond Products and Technology!





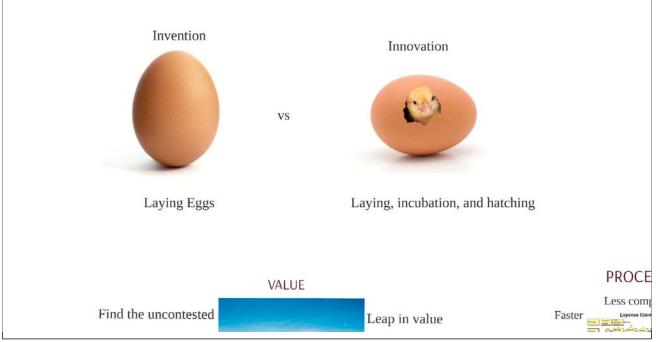


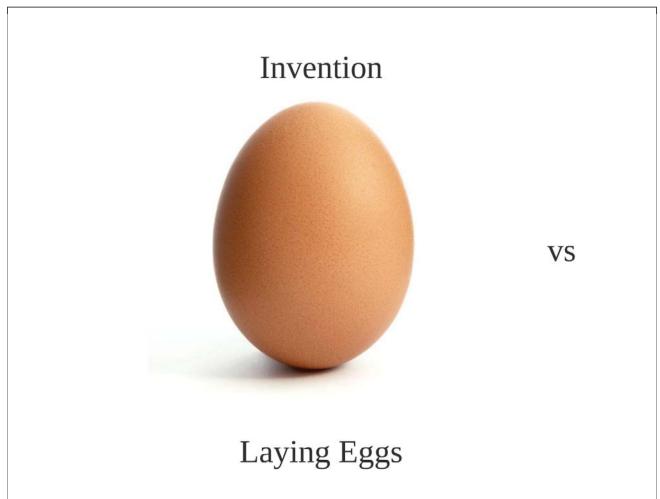






Difference between invention and innovation



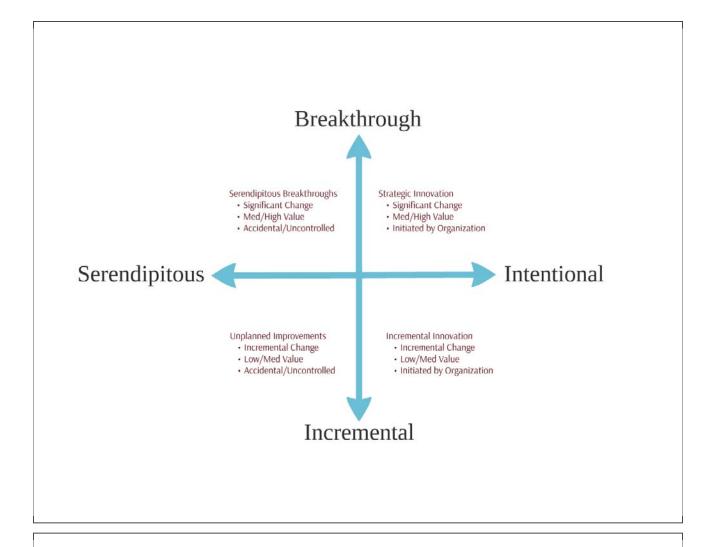


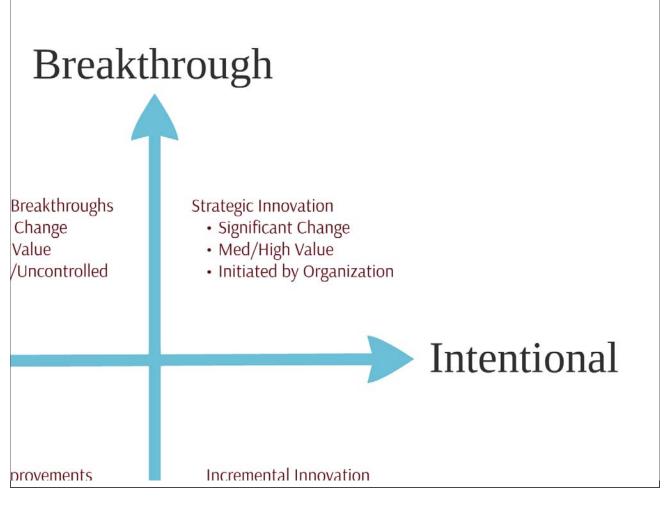
Innovation



Laying, incubation, and hatching

Strategic Innovation is an intentional, repeatable process that creates a significant difference in the value delivered to customers, partners, and the organization.







Ingredients/ Dimensions

- Trust
- Curiosity
- Diversity
- Faith
- Confidence
- · Lack of Fear
- Will to make the world better
- · Will to take risks and fail









Organizationally we need

- Written innovation strategy/plan
- An innovation process
- Strategic Alignment
- · Industry Foresight
- · Customer Insight
- · Organizational Readiness
 - · Reward and recognition
 - Technologies and competencies
- Disciplined implementation



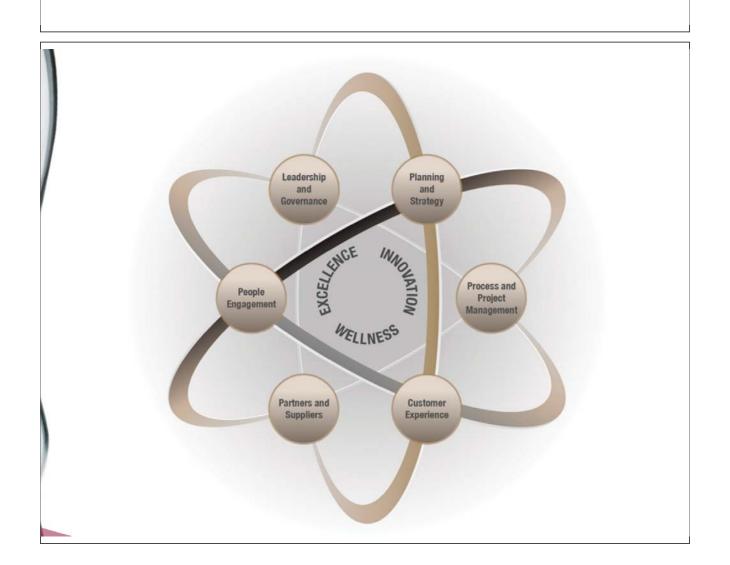
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Importance of Innovation

- Increases productivity
- Improves processes
- Improves services
- Lowers costs
- Makes work more interesting
- Creates growth



Principles: A focus on continual improvement and innovation
Bronze:
 Senior management has communicated that innovation is a priority

Silver:

 Leaders at all levels promote and nurture innovation, and successes as well as lessons learned are shared and celebrated.

Planning - An Innovation plan has been developed and shared.

Customer-->

 Baseline Voice of the Customer feedback measures for both internal and external customers have been implemented. Results have been collected, and used to inform planning and innovation.

People --->

 Employee engagement and innovation is measured, results are shared and employees are involved in developing and implementing action plans.

Process --->

· Key internal stakeholders across organizational levels are involved in process improvement activities with demonstrated input from employees directly impacted by any changes in an environment that encourages innovation.

Gold:

Leadership — Leaders continue to promote and nurture innovation, and successes continue to be celebrated.

• Innovation is becoming a way of life, informing product, services and process design.

People --->

• Innovative ideas are systematically encouraged, shared and celebrated. Innovation is included in employee surveys and results of the surveys are shared and used for ongoing improvement.

Process - Key processes are reviewed using the deliberate application of innovation.

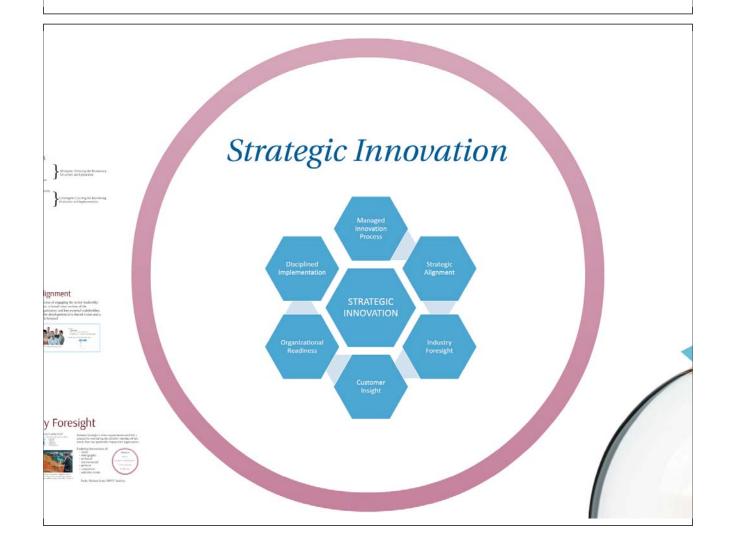
Platinum:

 $\operatorname{Leadership} \longrightarrow$

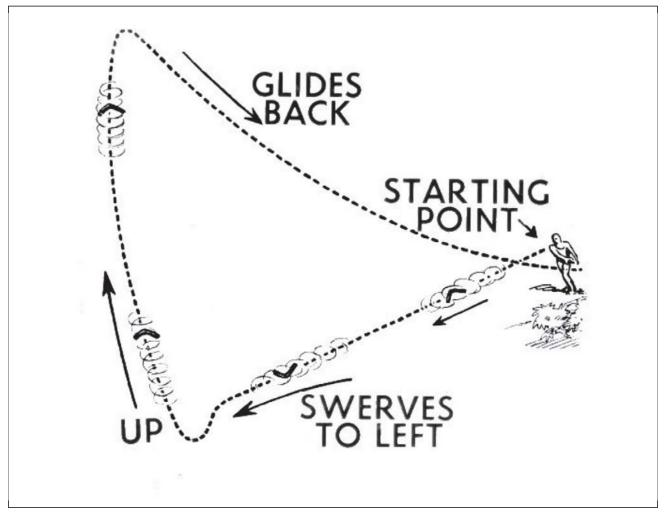
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Planning -->

 Innovation is a way of life and continually informs product, services and process design.









Managed Innovation Process

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Managed Innovation Process



Plan:

- Scoping & Planning
- · Industry foresight
- · Customer insight
- Opportunity Identification

Do

Define/prioritize opportunity

Check

Customer Validation

Act

Implementation

Managed Innovation Process



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Implementation

Divergent: Throwing the Boomeran Discovery and Exploration

► Convergent: Catching the Boomeran Evaluation and Implementation

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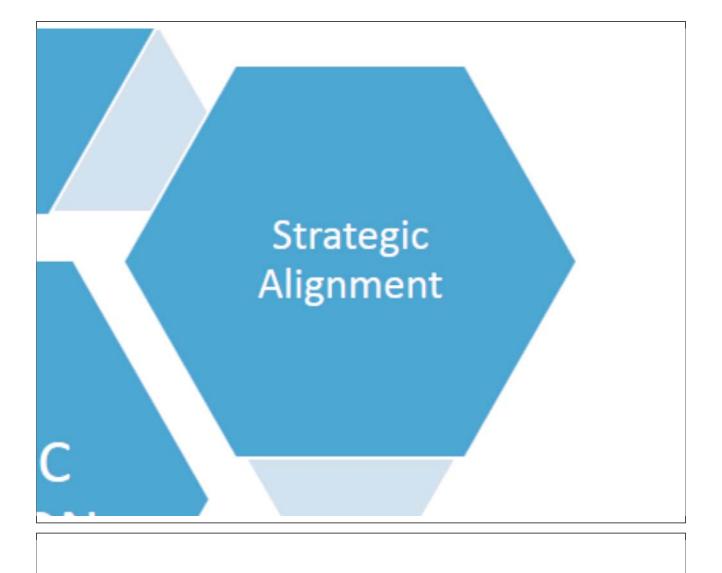
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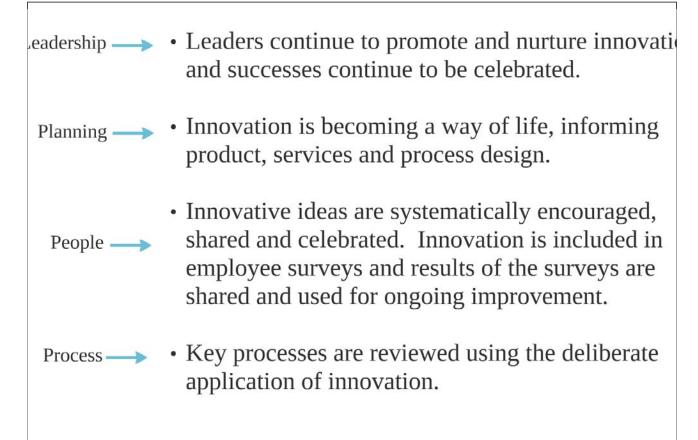
Strategic Alignment



Process of engaging the senior leadership team, a broad cross section of the organization and key external stakeholders in the development of a shared vision and a path forward



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Cross functional participation

path forward



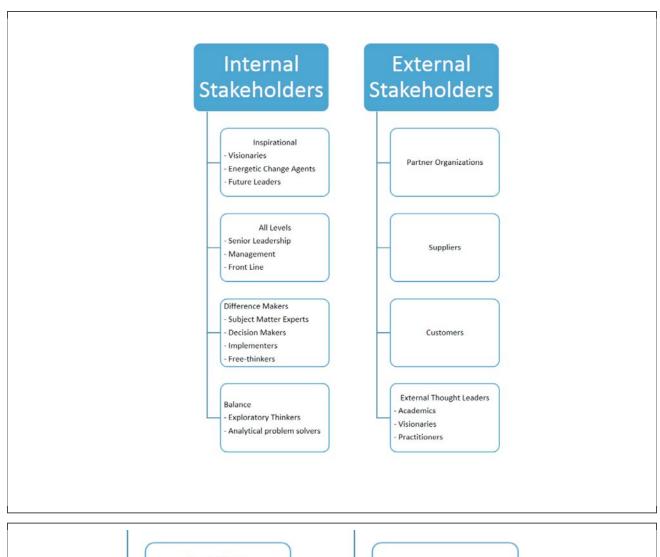
Cross functional participation

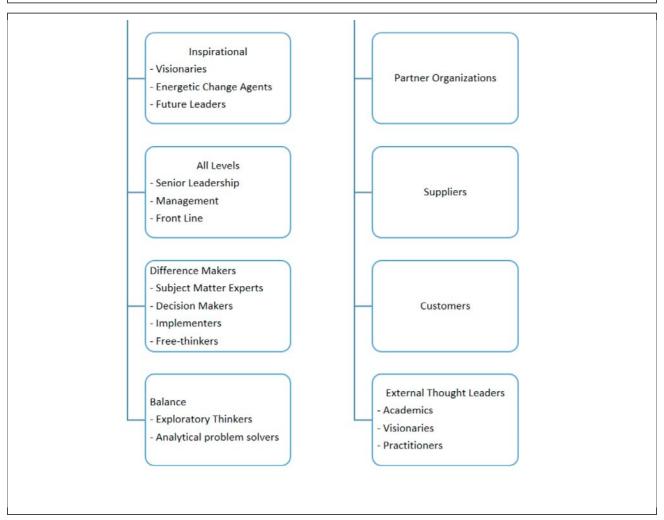
Fosters:

- Ownership
- Enthusiasm and commitment
- Foundation for successful implementation

People support what they help create









Industry Foresight



"I skate to where the puck is going to be, not where has been." Wayne Gretzky

Where is the puck going to be?



- Top-down approach to explore
 Drivers
 Trends
 Enablers
 Dislocations



Ongoing monitoring of a complex, intertwined set of meteorological forces allows us to develop a viewpoint on how they may collide to impact our world in terms of weather

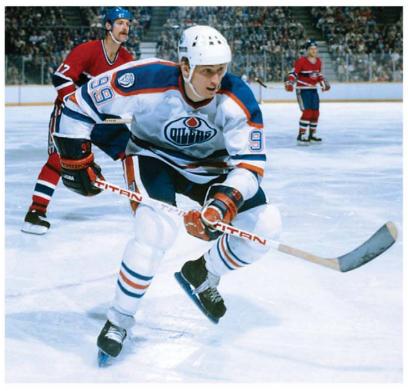
Industry foresight is when organizations establish a process for monitoring the complex interplay of key trends that may potentially impact their organization.

Exploring intersections of:

- · social
- · demographic
- technical
- · environmental
- · political · competitive
- · and other trends

Mindset sity for a fresh perspection Stretch our thinking

Tools: Horizon Scan, SWOT Analysis



"I skate to where the puck is going to be, not where has been."

Wayne Gretzky

Where is





Ongoing a meteorolo on how the weather

July 1 Oliv

Where is the puck going to be?



Top-down approach to explore

- Drivers
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SkyTracker Summer Forecast



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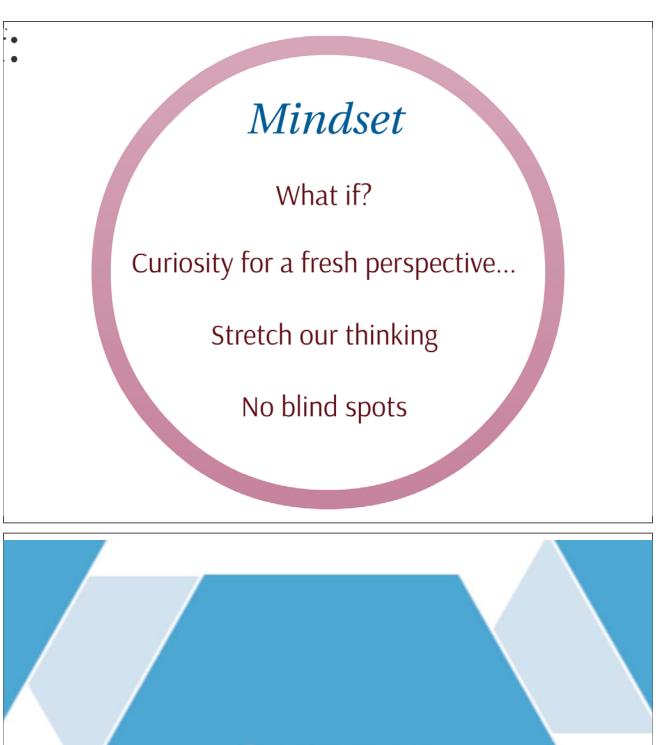
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Customer Insight

Customer Insight

Understanding Articulated and Unarticulated Needs



"Bottom up" approach leverages:

- Insights
- Behaviours
- · Perceptions
- Needs

of current and potential customers

Tools: Customer Experience Mapping, Feedback Channels, Analytics, Creativity Brainstorming, Problem



Silver:

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Mindset

Deep understanding

Fresh thinking

Customer Involvement

Exploratory methods

Future possibilities



Organizational Readiness



Ready and able to transform imaginative ideas into practical opportunities for improvement

Can we do this?

- · Technologies
- Competencies

Are we ready to reward and recognize the right things?

Can we act upon and implement the idea for improvement?

- · Cultural Readiness
- · Process Readiness
- · Structural Readiness

Cultural Readiness - Mindset and Norms



Process Readiness











Enable functional groups to:

- · Operate effectively
- · Collaborate towards common goal

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Cultural Readiness - Mindset and Norms



- · Long vs. short term focus
- · Employee profiles and thinking styles
- · Organizational values
- · Mental models about boundaries
- · Decision making styles
- · Bureaucracy levels
- · Internal power struggles
- · Political agendas
- · Willingness to embrace change

Process Readiness



Enable functional groups to:

- · Operate effectively
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Set of tools and methodologies to drive the innovation process

Structural Readiness



- Hierarchy
- · Levels of flexibility
- · Available resources
- Technologies

Readiness informs: scoping, time horizons, expectations, and a realistic approach to implementation

Cultural Readiness - Mindset and Norms



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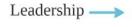
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Readiness informs: scoping, time horizons, expectations, and a realistic approach to implementation

Are we Ready?

Cultural

- Do the organization's mindset and norms allow individuals and teams:
- · to think imaginatively,
- to take risks,
- to seek out, create and introduce innovative solutions?

Process

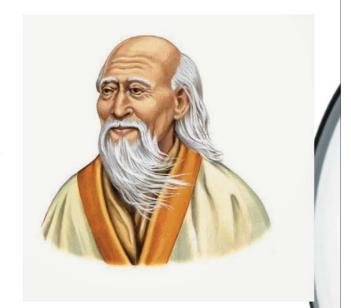
 Does the organization have the general processes and practices that enable groups to operate effectively and collaborate towards a common goal?

Structural

- Is the organization designed to allow for smart flexible decisions about resources?
- · Do supporting technologies help or get in the way?
- Is collaboration and communication easy across functional groups/silos?

"A journey of a thousand miles must begin with a single step."

Lao Tzu



Disciplined Implementation



Need support and buy-in

- transition efforts
- building a business case
- effective communication
- defining success metrics
- developing new processes
- creating new structures
- hiring and training
- establishing feedback loops

Ambiguous and Exploratory



Concrete and operational



Transition



- Implementation skill sets and mindsets
- Maintaining momentum
- A formal project management approach



Implementation skill sets

- Energy
- Tenacity
- Persuasion
- Communication
- · Political savvy
- Credible

Implementation skill sets



- Energy
- Tenacity
- Persuasion
- Communication
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- Credible

Momentum is up against: higher priorities, political agendas, competing demands for time and resources.



Keep it going:

- Strategic Alignment
- Demonstrate Success
- Maintain internal visibility
- Great communication
- Stating success factors
- Keep a direct line with senior leadership

Formal Project Management



Project Management Practices:

- Expectations
- Timing
- · Performance goals
- Resource allocation
- Access to information
- Progress measurements
- Status reporting



Platinum:

 $Leadership \longrightarrow$

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Planning --->

 Innovation is a way of life and continually informs product, services and process design.



Self Assessment

Where are we now?



Rate your organization using the following questions.

1= Strongly Disagree, 2= Disagree, 3= Agree, 4 = Strongly Agree

1. Culture of Innovation

Our organization has a focus on continual improvement and innovation

My organization's approach to strategy, new product development and process improvement goes beyond traditional planning methods and take an externally focused, exploratory approach that challenges the status quo and creatively inspires new thinking

Our leadership supports (and actively drives) a collaborative culture that encourages different departments working cross-functionally to identify and develop innovative

4. Industry Foresight

My organization has a systematic process for actively monitoring and exploring emerging trends and developing alternative scenarios that represent either threats or opportunities

5. Customer Insight
My organization directly involves customers (both existing and potential) as an integral part of the innovation process as a means of identifying both articulated and

My organization demonstrates an innovative mindset, a bias for collaboration, an inclusive, non-bureaucratic decision-making style, a willingness to embrace change, and a penchant for action

7. Process and Structural Readiness

My organization has (or demonstrates a mindset that is willing to develop) appropriate operational processes and functional structures and allocates adequate staffing, funding and management support to high priority innovation initiatives

My organization consistently demonstrates its ability to create measurable business impact by taking a disciplined approach to the implementation of strategic thinking

9. Innovation reputation

The organization is recognized externally as a leader in innovation.

10. Strategic Innovation

Innovation is a way of life and continually informs product, services and process design.

Scoring Key

35-40: Strategic Innovator

· Congrats! Keep on moving forward and seek breakthrough opportunities.

29-34: Inspired Innovator

- · You are doing well.
- · Focus on the areas of weakness and begin to close the gaps.
- Isolate the questions that you scored as "Disagree" and "Agree" and see if anything can be done to raise the score by 1.

24-28: Aspiring Innovator

- · There are areas of innovation present.
- · Find them and find ways to multiply them.
- Isolate the questions that you scored as "Strongly Disagree" & "Disagree" and see if anything can be done to raise the score by 1.
- Look at the process for innovation and allocate specific resources to the appropriate stages that need extra focus.

<23: Challenged Innovator

- · Your current process needs structure.
- · Results are likely not that impressive.
- Isolate the questions that you scored as "Strongly Disagree" and see if anything can be done to raise the score by 1.
- Educate more people about what innovation is and how it can help your organization achieve its goals.
- Dedicate resources to a small scale, focused innovation initiative with measurable deliverables.





