Who Cares?

Guiding Products to Greatness Through the Eyes of Your Stakeholders

SVPMA

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SCRAPPY PROJECT MANAGEMENT Get 17 Done Guide WHY' WHY HOW WHO WHAT NOT? • Team Org Chart • Charter • Risks & Obstacles • Project Plans Scorecard Integrated Priorities Schedule PEOPLE PLANS GOALS Communication ACTIONS! Map/Stakeholders Accelerators Priorites #1-Heart #2-Lunas #3-Kidneys Copyright Wiefling Consulting 2007



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• Focus

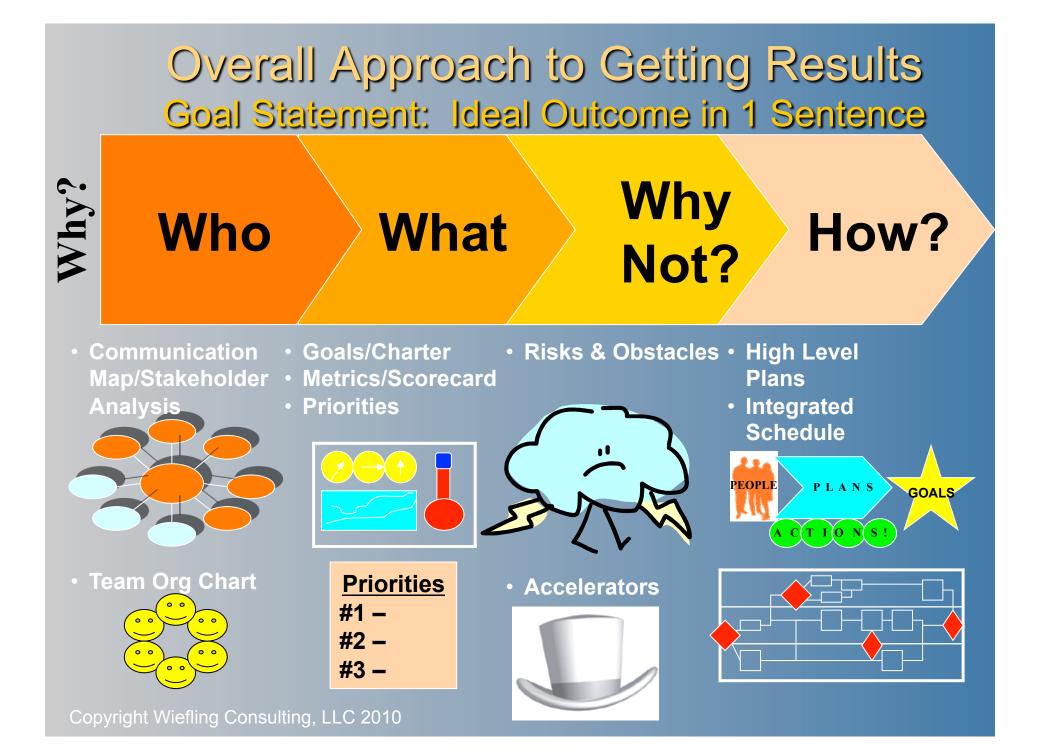
- Global Business Leadership
- Sensible Project/Program Management
- Results that Seem Impossible . . .

Services

- Workshops that Change Behavior
- Facilitation that Gets Results
- **Consulting that Continues Through Execution**
- **Coaching that Enables the "Impossible"**

Prioritize #1, #2 and #3 Most Important

Transmission	Engine	Ignition	Cooling System	Driver's Seat
Brakes	Gas Pedal	Steering Wheel	Heater	Air Conditioner
Passenger's Seat	Wheels and Tires	Lights	GPS System	Rearview Mirror





- This workshop will enable you to identify, understand, manage and influence stakeholders in your projects more effectively.
- As a result, you will increase the chances that your projects will be judged successful, and avoid predictable and preventable problems that result from inattention to stakeholder management.

Agenda



- Identifying Stakeholders
 - Communication Map Exercise
- Understanding Stakeholder Perspectives
 - Perspectives Exercise
- Managing & Influencing Stakeholders
 - Tuning in to WIIFM
- Key Insights and Call to Action

Product Development is a Tough Game Nearly <u>75</u>% of all development projects miss their target release date or never ship at all.

 Depending on industry, between <u>60</u>% and <u>90</u>% of all new products fail to meet customer expectations.

• 1 in <u>600</u> products industry-wide meet their original sales/profit targets.

Sources: Hammer and Company, "Accelerating Innovation: New Urgency, New Approaches." 2003; Aberdeen Group "Making the Case for Collaborative Product Commerce" July, 2001

Chances of Success

- About <u>50</u>% of all new products fail to meet their project goals due to:
 - Failing to meet the needs of the target customers.
 - Being released with unacceptable quality issues.

Source: Aberdeen Group "Making the Case for Collaborative Product Commerce" July, 2001

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The Idea Pipeline

• Over <u>40</u>% of new product ideas come from customers.



Bridging Communication



German and Swiss engineers each built half of a bridge over the Rhine River and met in the middle.

Ref: Der Spiegel, 14 Jan 2004, Salt Lake Tribune

Bridging Communication



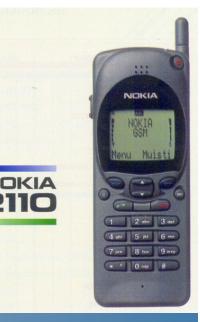
One side was 54 cm (almost 2 feet!) lower than the other where they met!

Ref: Der Spiegel, 14 Jan 2004, Salt Lake Tribune

How did this happen?

For years, Motorola Inc. had supplied virtually all the wireless phones to AT&T. But when it came time to switch to the new digital technology, Motorola wasn't ready. Why?

"In 1998 Nokia surpassed Motorola as the world's #1 maker of mobile phones."



<u>% of companies</u> think customers are delighted.



Ref: Fred Reichheld, "The Ultimate Question: Driving Good Profits and True Growth"



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Root Cause of These Project Failures?



Failure to include the perspectives of critical stakeholders at the appropriate time.

Customer-centric Product Development

"There is only 1 boss. The customer. And he can fire everybody in the company, from the chairman on down, simply by spending his money somewhere else."

- Sam Walton



Panasonic Lady Shaver Insights

- Fear of dropping the shaver in wet environments.
- Assumption that shiny body meant fragile and slippery.
- Space-limitations of bathroom counters.
- Unaware of the youth market.

Ref: Product Innovation Mgmt, 2006:23,215-237

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Panasonic Lady Shaver

Insights

- Fear of dropping the shaver in wet environments.
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- Better grip surface texture.
- Sturdy looking matte finish.
- Compact charger.
- Product promotion to new target market.

Ref: Product Innovation Mgmt, 2006:23,215-237

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Some Benefits of Including Customers Up Front

- Unanticipated ergonomic considerations.
- Unanticipated aesthetic implications.
- Unanticipated product performance attributes.
- Insights on product strategy and marketing.



Example Communications Map

- What do they need or want from you? And you from them?
- How could they enable or hinder success?



Avoiding Predictable Failure



Identifying Stakeholders Do a stakeholder analysis. **Create a communication map. Identify how they can enable** and hinder your success.

Prioritize #1, #2, #3

Perspectives Exercise



DISCUSSION

In your group: Discuss the definition of "project success" from the various perspectives. (Choose 2-3)

- Product Management
- Sales
- Marketing
- Suppliers
- Competitors

- CFO
- Customer
- Manufacturing
- Customer Support
- Other

Key Insights

Understanding Stakeholder Perspectives Tune in to "WIIFM" for each stakeholder.



What's In It For Me?

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Missing Stakeholders

"The stakeholder that's never in the room is the future generation." - Ackoff



Influence "Prong"s

Managing and Influencing Stakeholders

- P Prioritize stakeholder interests.
- **R** Relationship building.
- **O Open two-way feedback mechanisms.**
- N Needs and wants know them!
- G Goals establish shared goals.

Communicate, communicate, communicate.

Stakeholder Analysis



- Who cares?
- Who can help you? Who can hurt you?
- What do you need from each stakeholder?
- How could you gain each stakeholder's support?

Benefits of Concurrent Engineering (CE) and Integrated Product Development (IPD)

- less development time
- fewer engineering changes
- less time to market
- higher quality
- higher worker productivity



Key Insights

Identifying Stakeholders

Do a stakeholder analysis.



- Create a communication map.
- Identify how they can enable and hinder your success.
- Understanding Stakeholder Perspectives
 - Tune in to "WIIFM" for each stakeholder.
- Managing and Influencing Stakeholders
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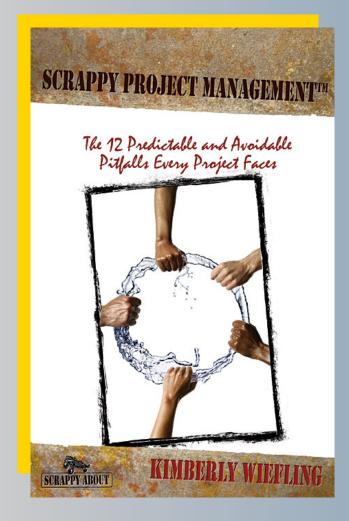
"Smart people learn from experience; wise people learn from the experience of others."

- Dr. Ichak Adizes, author of "Corporate Life Cycles - How Companies Grow & Die"

Call to Action!

What 1 "aha" or useful insight will you apply when you leave this session?





Conceive it. Believe it. Achieve it.

Congratulations in advance!

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Global Business Leadership Sensible Project Management

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