



Tips for Leveraging Process Optimization (CMMISM ML 5) with Strategic Planning

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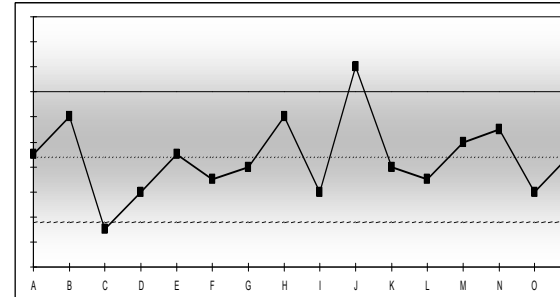


Strategic Planning Question:

“ Where are we now and where do we need to be to achieve our future performance goals?”

Issues & Concerns

1. What are the performance ranges can we expect from our existing key processes?



Key Process Performance

2. What resources do we need to “improve” our performance range to achieve future performance goals?



3. How much can we afford/must to invest to achieve our improvements?

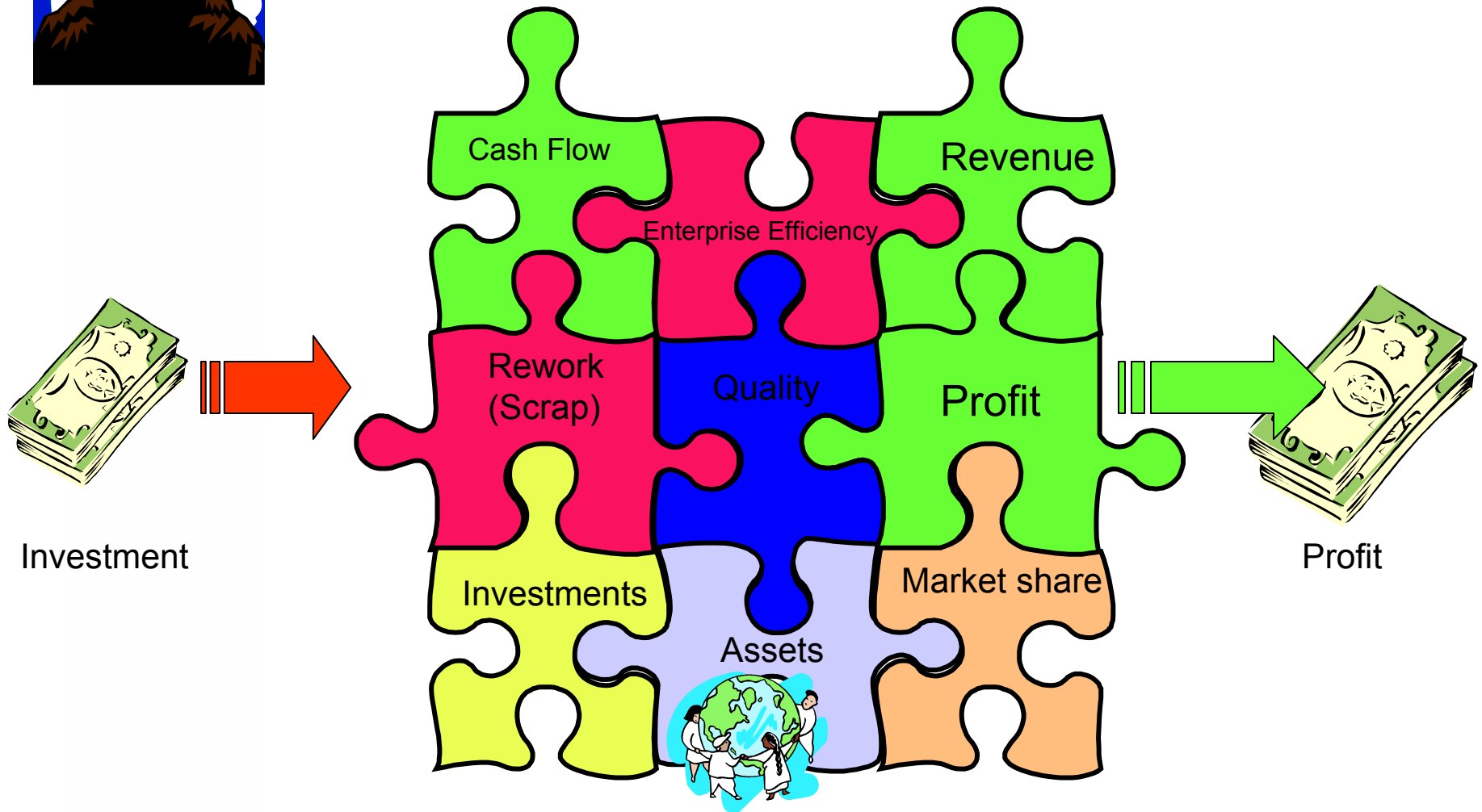
4. What is our multi-stage campaign to implement our improvements?





🔒 Strategic Planning Overview:

- Key Factors Across the Organization -



↔ Balancing of the **investment** versus potential **profit** of achieving performance goals 3



🔒 Challenge: How do we leverage existing process performance equity during strategic planning?

- ↪ Keys to leveraging equity include:
- ✓ Inventory organization's existing management practices.
 - ✓ Gain an “**early**” quantitative understanding of existing key processes performance across the organization.
 - ✓ Set effectiveness goals for **ALL** of the organization (including SE/SI/SW technical services).
 - ✓ Apply the CMMI model practices and SCAMPISM appraisal methods as a common framework to implement the effectiveness goals across the organization.



Overview: Three Tips for Leveraging Process Optimization Via the CMMI with Strategic Planning

Tip	Major Process Areas (PAs)	Focus
1. Develop Strategic Process Improvement Plan with Defined Key Process Performance Goals	CAR, DAR, IPM, M&A, IT, OEI, OID, OPD, OPF, OT, PPQA, RD, RM, RSKM	Develop a team charter, analyze future information needs and develop appropriate key measurements.
2. Maintain the Organization's Understanding of Current Informational Needs	M&A, IPM, OEI, OID, OPD, OPF, OPP, PP, PMC, PPQA, RSKM	The team conducts an inventory to establish the baseline of the Process Equity Profile (PEP) containing the current equity levels of process assets across the organization.
3. Prioritize and Schedule Organizational Re-alignment Targets	CAR, DAR, IT, IPM, OID, OPP, OT, PMC, PP, PPQA, QPM, RSKM	The team uses the PEP baseline to plan and launch pilot projects across the organization and leverage the transfer of technology using existing process assets.



Tip 1: Develop Strategic Process Improvement Plan with Defined Key Process Performance Goals

← Key Planning Activity	Major CMMI Process Areas* (PAs)
Develop governance processes.	DAR, IPM, OEI, OPD, OPF, PPQA, RD, RM
Develop Process Equity Profile baseline to document existing infrastructure and account performance analysis.	M&A, OPP, QPM, RD
Develop multi-year performance goals and leading indicators.	IT, M&A, OID, OIE, OPP, OT
Perform investment (technology) analysis.	CAR, DAR, IT, M&A, OID, OPP, OPD, OT
Perform competency-based forecast.	CAR, DAR, IT, OID, OIE, OPP, OT
Plan for Sarbanes-Oxley compliance.	IT, M&A, OIE, OPD, OPF, PPQA

*Capability Level (CL) 3 implementation highly recommended.

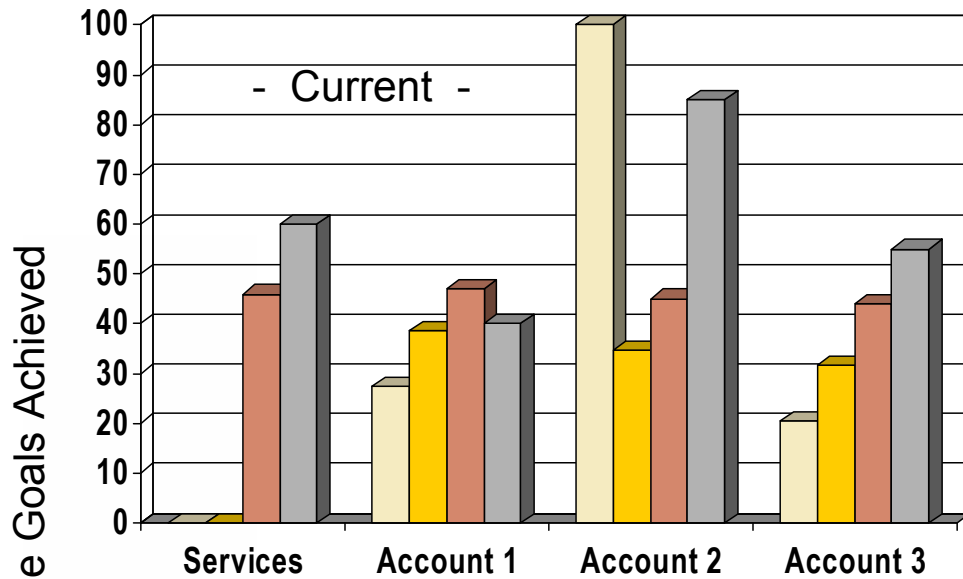


Tip 2: Maintain the Organization's Understanding of Current Informational Needs

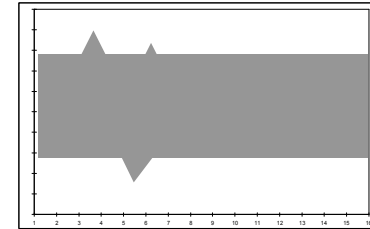
← Key Planning Activity	Major CMMI Process Areas* (PAs)
Inventory current leading business indicators collected, reported and analyzed for infrastructure services and profit/loss centers.	M&A, OPD, OPF, OT, PMC, PPQA
Populate PEP by inventorying existing policies, guidance and process descriptions for infrastructure services and line organizations.	IT, M&A, OPD, OPF, OIE, RM
Develop gap analysis report and staff pilot projects to implement action plans.	CAR, M&A, OEI, OID, OPD, OPF, OT, PP, PMC, RD, RM, RSKM
Prepare risk management plan, emphasizing mitigation activities, schedules and costs.	PP, RSKM

*Capability Level (CL) 3 implementation highly recommended.

Process Equity Profile for Infrastructure and Three Accounts for Four Leading Indicator Categories

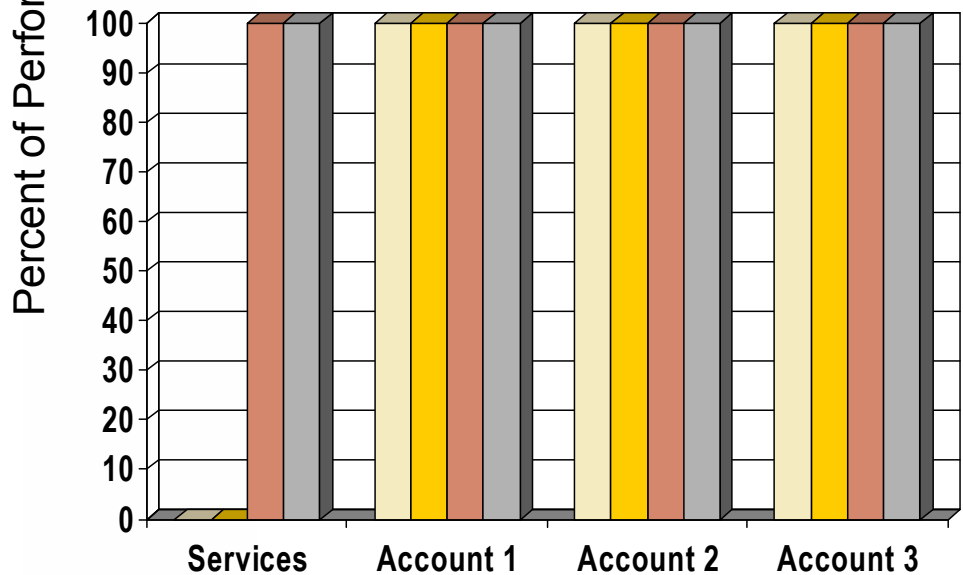


Leading Indicator Category*

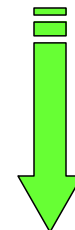
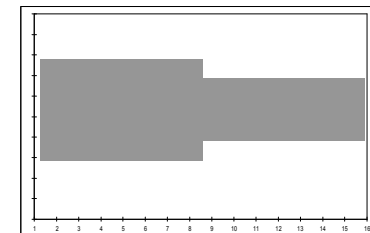


CMMI PAS

- Forecast -

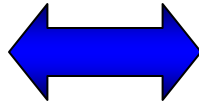
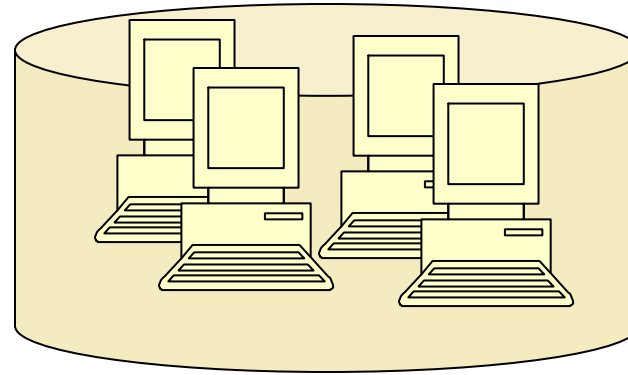


Leading Indicator Category*



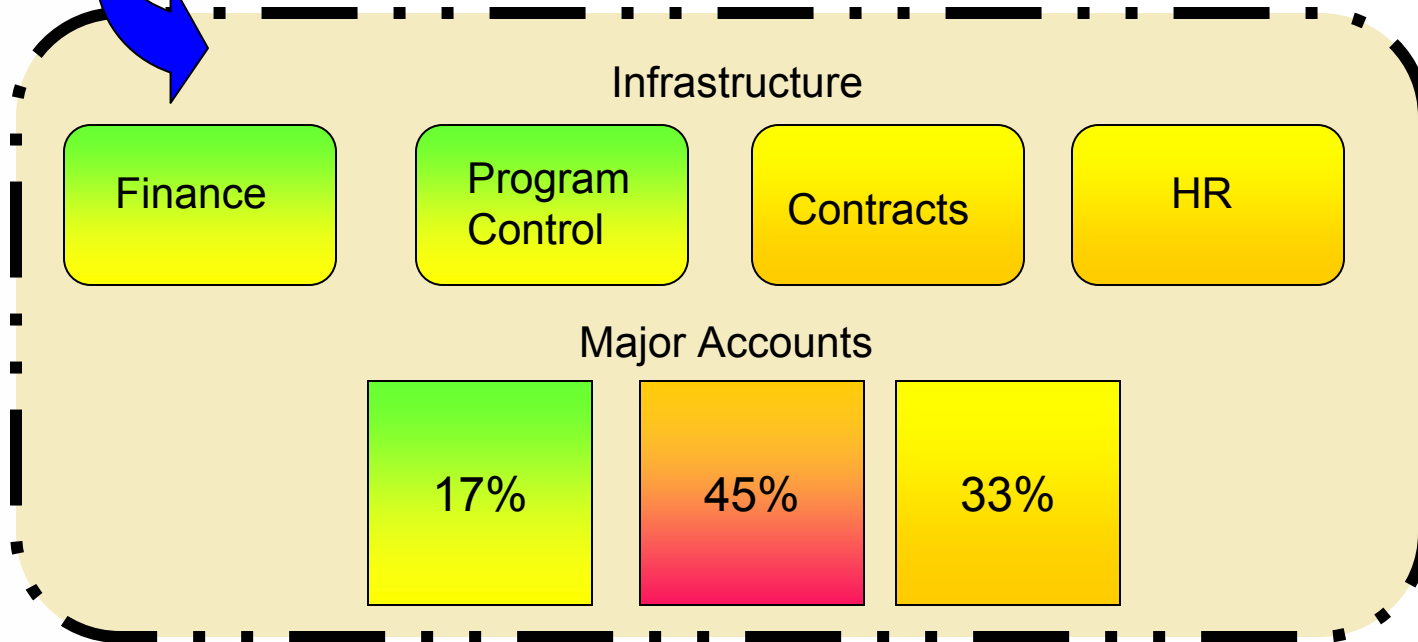
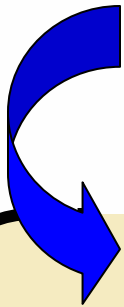
* Revenue and profit N/A for services

Organizational Process Equity Inventory



Gap
Analysis
Report

CMMI PAS



Legend
(% gaps)





Tip 3: Prioritize and Schedule Organizational Re-alignment Targets

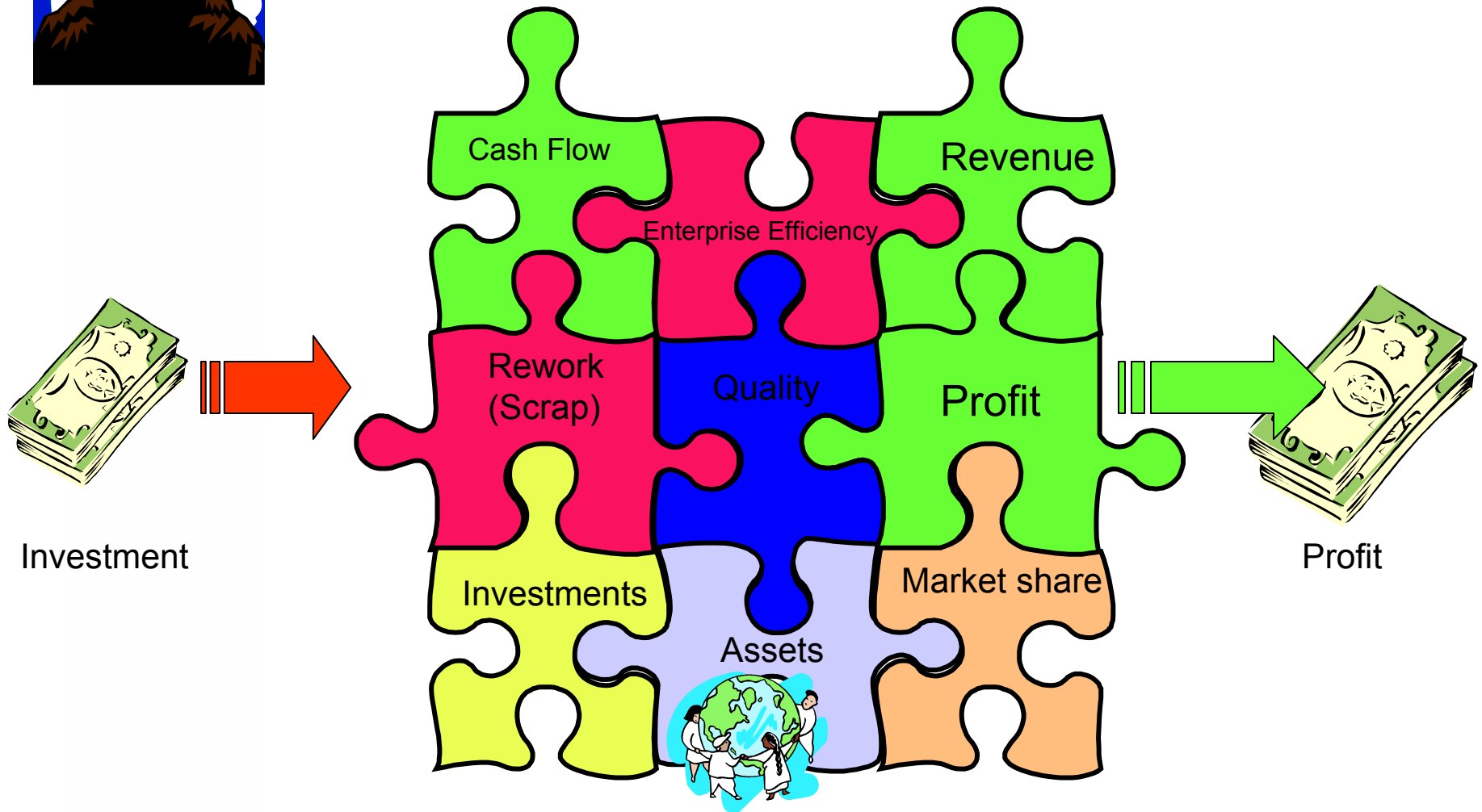
← Key Planning Activity	Major CMMI Process Areas* (PAs)
Plan the deployment campaigns of technologies from “effective” pilot projects across the organization.	CAR, DAR, IPM, M&A, OID, OPP, OT, PP, PMC, QPM, RSKM
Conduct executive periodic reviews of deployment campaigns.	M&A, OPP, PMC
Implement objective evaluation of deployment campaigns.	M&A, PPQA

*Capability Level (CL) 3 implementation highly recommended.



🔒 Planning the Outreach Campaign

- Key Factors Across the Organization -



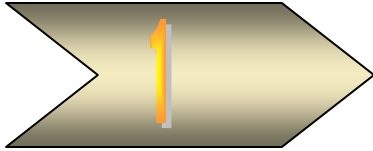
🔑 Balancing of the **investment** versus potential **profit** of achieving performance goals 11

Three Stage Outreach Campaign



→ Optimize Performance Intelligently across the Organization

Stage	Activities
1. Resource multi-year outreach campaign	Account analysis Multi-year performance goals Investment (technology) analysis Staff training & resources Sarbanes-Oxley (SOX)
2. Resource & implement tactical plans	Identify pilot projects Transfer technologies Assess investments Review & replan
3. Outreach campaign completion	Lessons Learned Outreach Campaign Effectiveness (quality, revenue, profit, customer satisfaction, efficiency)



Stage 1:
Resource
Outreach
Campaign



🔒 Key Planning Challenges	↔ Major Activities
🔒 Understand business forecasts.	↔ Focus on profit/loss centers for key customer accounts.
🔒 Set realistic multi-year performance goals.	↔ Forecast growth goals by customer accounts and projected budgets.
🔒 Evaluate best methods to invest in emerging technologies and standards.	↔ Perform technology analysis by customer accounts; participant in technology thrusts via academia or acquisitions.
🔒 Focus on investments in improving human resources.	↔ Identify human resource improvements (recruiting and retention) and technology infusions; equity plan for building cadre of expertise.
🔒 Select process improvement models.	↔ Perform trade study of CMMI, ISO 9000, People CMM, Six Sigma, etc. for key customer accounts.
🔒 Compliance with Sarbanes-Oxley (SOX).	↔ Plan for internal audits of standard processes.