

# Linking Project Performance to CMMI Process Capability through Lean Measurements

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### Lessons Learned fromõ

- 5 organizations: Jacobs and Government
- About 75 projects
- Over three years



### What we will discusso

- " Perspectives of project performance
- Relationships of performance to process capability
  - . Project level
  - . Organizational level
- " How Lean can help
- Conclusions and summary

## yada yadaõ.

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- Member of the Steering Committee and Co-Chair of the Software Committee, NDIA Systems Engineering Division
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  - . Project Manager, Software Development
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Unlimited Pages and Expanded Features

### A Sample Project Performance Measure...



Normalized Per - Project Profitability (constant dollars)



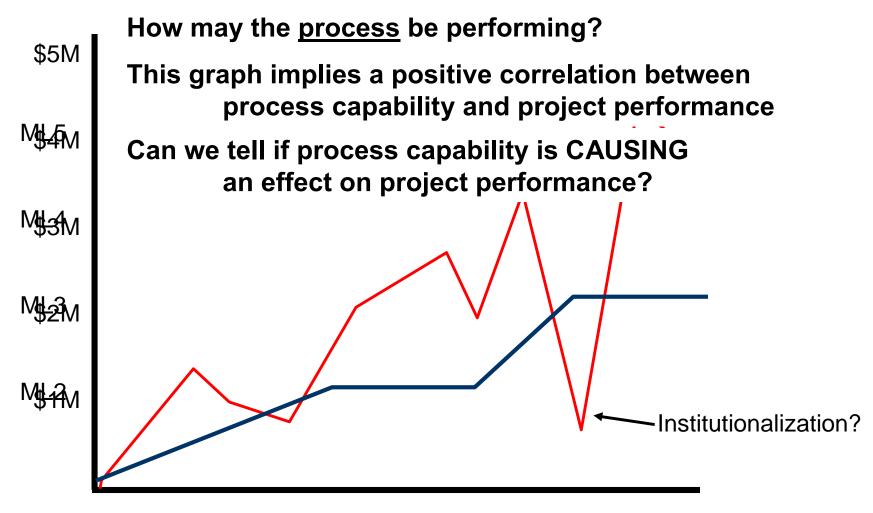
#### What may be causing the variability?



Normalized Per - Project Profitability (constant dollars)



#### How mature/capable is the process?



Normalized Per Project Profitability (constant dollars)

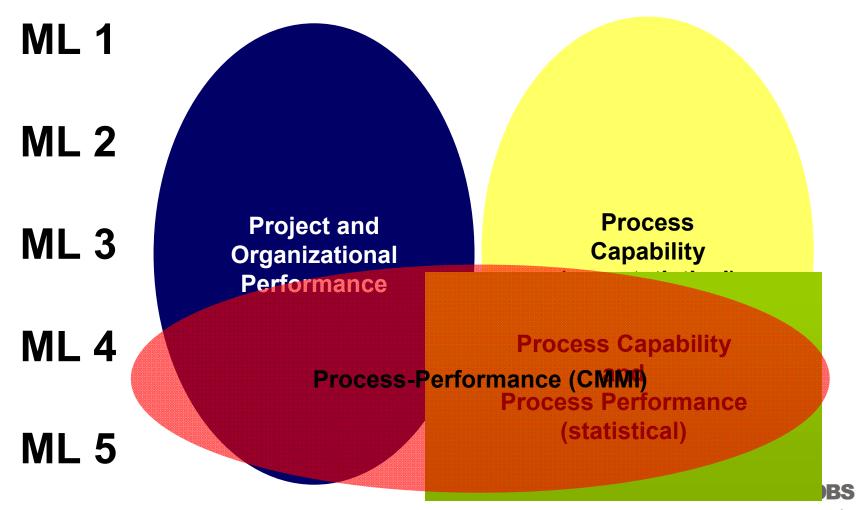
### **Degrees of Coupling....**

between process capability and project performance)

- Completely unknown and uninvestigated relationship between process capability and project performance
- Multi-variate correlation of process capability and project performance
  - Heuristic at ML 2 and 3
    - " (perhaps gross correlations to CL or ML)
  - Statistical at ML 4 and 5
    - (performance/quality attribute to sub process capability)
- Causal analysis of project performance based in part on process capability
- Process capability <u>DRIVEN</u> by project performance goals
  - . and enabled by ORGANIZATIONAL process-performance



## (added)



#### Relationships Between Process & Performance

#### So what are the basic relationships between process capability and project performance?

- Projects can perform well without mature or capable processes
  - . Just not consistently
- Capable processes are NO guarantee of project performance
  - (even at ML 4 and 5)
- To guarantee that our process improvement effort will result in improvements in project performanceõ
  - We are led to what conclusion?

PROCESS IMPROVEMENT SHOULD BE TIGHTLY COUPLED TO PROJECT PERFORMANCE



### How can Lean help?

#### Link project performance to process capability early?

- Lean (Kaizen) rapid improvement events
  - Are based on initial and target performance measures
  - Are driven by the customer view
    - " (i.e. reflect business needs from the projects perspective)
  - Include project workflow performance measures
    - Current state
    - Goal state
    - Ideal state

Map to process capability?

- Examples of Lean project performance measures:
  - Product cycle time

**Process Performance** 

Defect profiles (life cycle phase/time in system) Product Performance

Degree of synchronization

**Process Performance** 

Waste eliminated (dollars/life cycle)

**Process Performance JACOBS** 



## ntegrated SCAMPI Appraisals

### Alternative practices

- . %eaned+specific or generic practices are supported
- . May end up with a greater number of SPs
  - " (e.g. Project Planning)

### Process-performance (High Maturity)

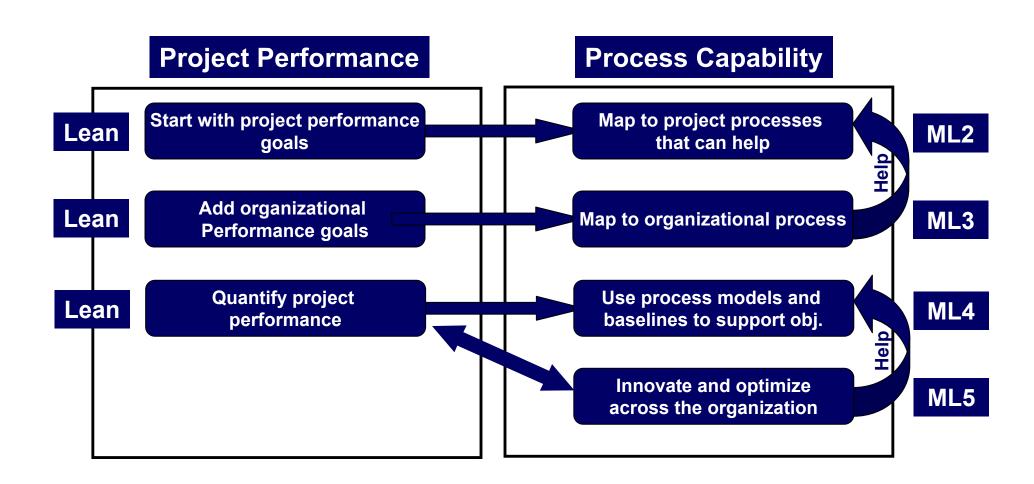
- . Process-performance baselines
- . Process-performance models
- . Could well include lean process-performance

## Non-model findings

- . Lean attributes
  - Consistency of iterations
  - " Waste identified



## Dynamic Relationships





### Soo how do we do this?

- " ML 2 Managed
  - Project process capability begins to mature

Instill (Lean) project performance goals early – may be out of process scope

- " ML 3 Defined
  - . Organizational processes are defined (Lean as well?)
  - Relationship between organizational and project processes is first established

Ensure the organization enables lean projects to perform. all in scope

- " ML 4 Quantitatively Managed
  - . Statistically stable processes
  - Process-performance baselines and models are established at organizational level (OPP)
  - . Process-performance is managed at project level (QPM)

Statistical control of processes and coupling to process-performance

- " ML 5 Optimizing
  - . Process-performance is continually improved

Optimizing . boundless opportunities to improve process-performance



#### What does Lean/CMMI integration do for us?

- " Puts process capability and project performance in the same space/time continuum (at ML1)
  - . Forces us to pay attention to both at the same time
  - . Before process-performance considerations at CL/ML 4 and 5
- Allows us to relate process capability and project performance BEFORE CL/ML 4 and 5
  - Which means we deal with process architecture issues much earlier
  - . Which means our processes perform better earlier (heuristically)
  - . Which means we pay attention to project PERFORMANCE from Day 1 (as a driver?...)



## Summary

- " Lean supports integration of project performance considerations at ML1, ML2, and ML3
  - . Focus and priorities for process improvement effort
  - Includes product quality as well as project performance
- Lean provides direction for process-performance models and baselines
  - . Lean organization will help projects perform better
  - Lean organization will help projects produce higher quality products



### **Contact Information**

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