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## Organisational Competence in Project Management new perspectives for managing multiple projects

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#### **Reinhard Wagner**



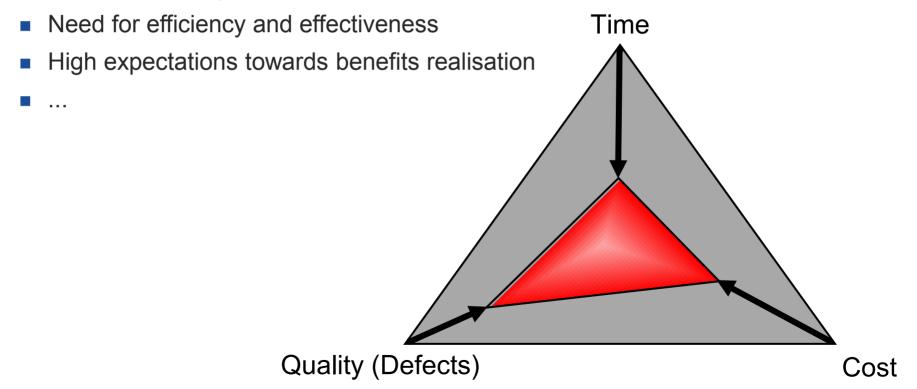
- CEO of Shift Consulting AG
- Degrees in Electrical Engineering as well as Business Administration in Munich/Bavaria and Houston/Texas
- More than 27 years of experience in various managerial functions with special focus on the automotive industry
- Since 10 years Consultant, Trainer & Coach for Project and Multiple Projects Management in various industries
- Adjunct Professor for Project Management in the "Master of Engineering" at the University of Applied Sciences Augsburg
- Since 6 years Senior Vice President "R&D / International affairs" of GPM Deutsche Gesellschaft für Projektmanagement e.V.
- Vice President (elect) "R&D / Awards" of IPMA International Project Management Association
- Head of DIN Committee "Project Management"
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#### Challenges in project management

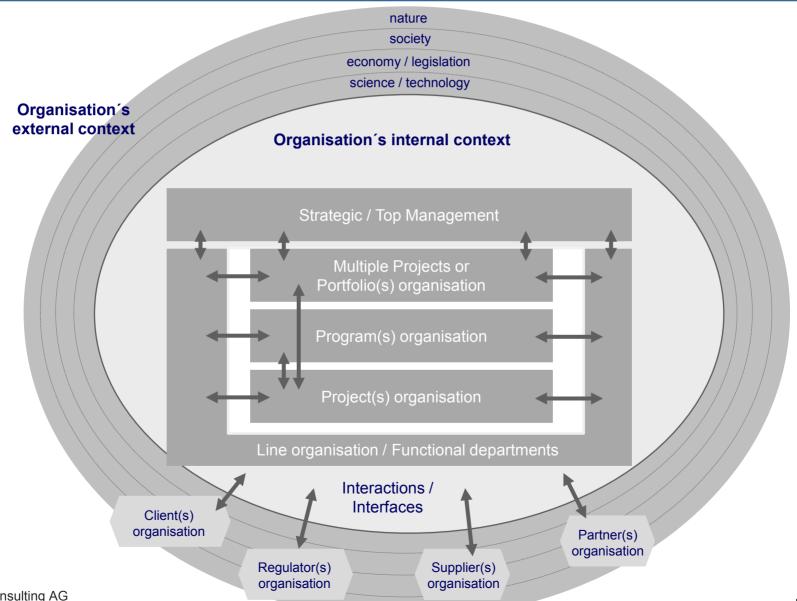


- Increased complexity (project context & content)
- Reduced "time to market"
- Increased pressure on cost
- Increased quality requirements



## Projectmanagement means to deal with an increasing organisational complexity





#### **Best practice PM is not sufficient**



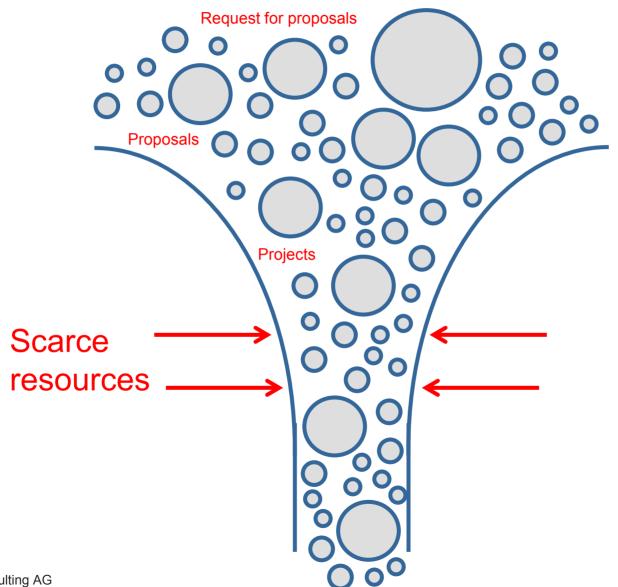
	Process groups				
Subject groups	Initiating	Planning	Implementing	Controlling	Closing
Integration	4.3.2 Develop project charter	4.3.3 Develop project plans	4.3.4 Direct project work	4.3.5 Control project work 4.3.6 Control changes	4.3.7 Close project phase or project 4.3.8 Collect lessons learned
Stakeholder	4.3.9 Identify stakeholders		4.3.10 Manage stakeholders		
Scope		4.3.11 Define scope 4.3.12 Create work breakdown structure 4.3.13 Define activities		4.3.14 Control scope	
Resource	4.3.15 Establish project team	4.3.16 Estimate resources 4.3.17 Define project organization	4.3.18 Develop project team	4.3.19 Control resources 4.3.20 Manage project team	
Time		4.3.21 Sequence activities 4.3.22 Estimate activity durations 4.3.23 Develop schedule		4.3.24 Control schedule	
Cost		4.3.25 Estimate costs 4.3.26 Develop budget		4.3.27 Control costs	
Risk		4.3.28 Identify risks 4.3.29 Assess risks	4.3.30 Treat risks	4.3.31 Control risks	
Quality		4.3.32 Plan quality	4.3.33 Perform quality assurance	4.3.34 Perform quality control	
Procurement		4.3.35 Plan procurements	4.3.36 Select suppliers	4.3.37 Administer procurements	
Communication		4.3.38 Plan communications	4.3.39 Distribute information	4.3.40 Manage communications	

Process Group Subject Groups		Implementin	g		
Integration	2 Direct project work		3		
2 Stakeholder		Manage stakeholders			
Scope Scope					
Ressources			Develop project team		
Time					
6 Cost					
7 Risk		Treat risks			
8 Quality		Perform quality assurance			
Procurement		43.38 Select suppliers			
Communication			ribute		
Not all process interactions are depicted in the figure. The arrows represent one logic sequence of processes and it is up to some combination of the organization, project manager project management team, and project team to decide what processes are required and in what sequence. Any process may be repeated.					

Source: ISO 21500:2012 Process model

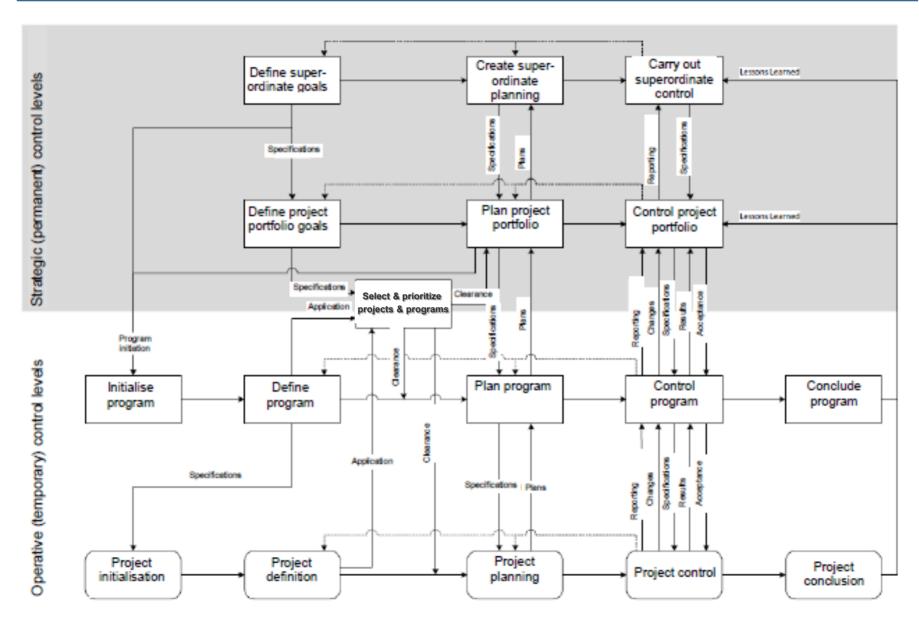
## Multiple Projects Management means segmentation, selection & prioritisation





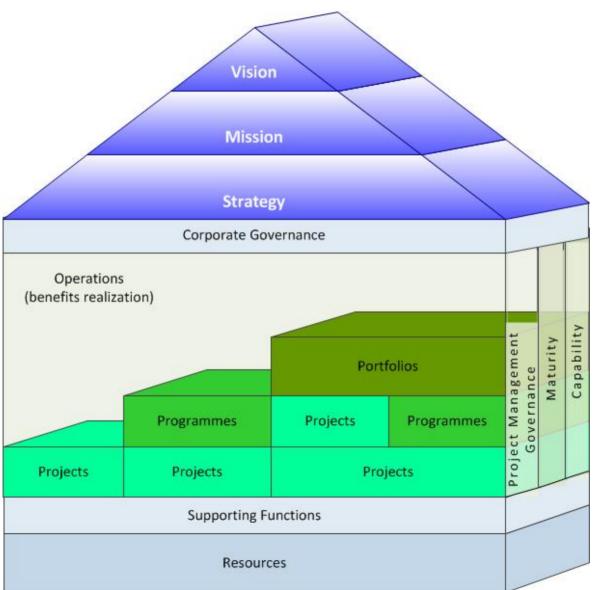
#### E DIN 69909-2:2012 MPM Process Model





#### A framework for PPP Management

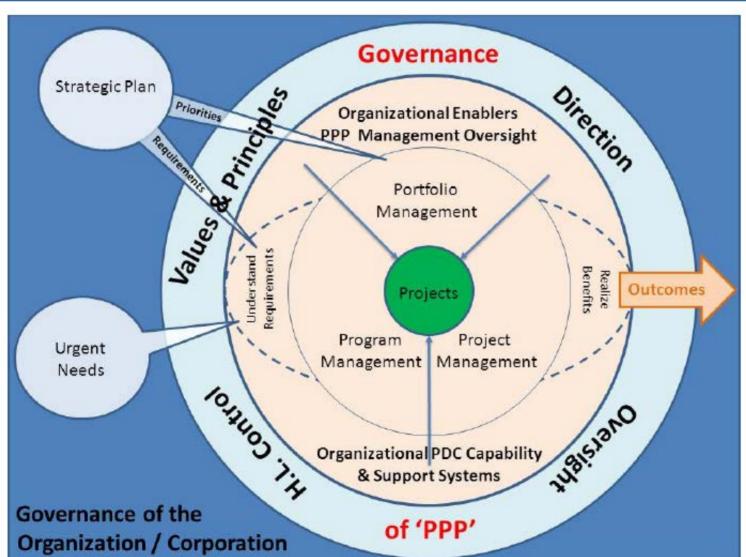




Source: ISO/TC258 TDG

#### **Governance and Management Systems**





Source:
Pat Weaver &
ISO/TC258 SG1
PPP Governance

#### **Competence – revealing new perspectives**



Competence is the ability to perform a specific task, action or function successfully. Incompetence is its opposite. (Wikipedia. The Free encyclopedia)

A competence is a collection of knowledge, personal attitudes, skills and relevant experience needed to be sucessful in a certain function. (IPMA, ICB 3.0)

Competences are abilities in a certain area that individuals, groups of people, organisations, certain sectors or the entire society possess (Motzel, PM Lexikon)



## Organisational competence!? We believe one of the key factors in the 21st century



**Core competences**: the collective learning in the organization, especially how to coordinate diverse production skills and integrate multiple streams of technologies. (Prahalad/Hamel, 1990, p.82 in Harvard Business Review 66)

differentiated skills, complementary assets, and routines that provide the basis for a firm's competitive capacities and sustainable advantage (Teece et al, 1990, p.28)

**Organisational competence**: An organisation's internal capability to reach stakeholder-specific situation-dependent goals, where the capability consists of the situation-specific combination of all the possible individual-based, structure-based and asset-based attributes directly manageable by the organisation and available to the organisation in the situation (Taatila, 2004, p.88)

**Dynamic competences**: the firm's ability to integrate, build and reconfigure internal and external resources and competencies to address rapidly changing environments (Teece et al, 1997, p.516)

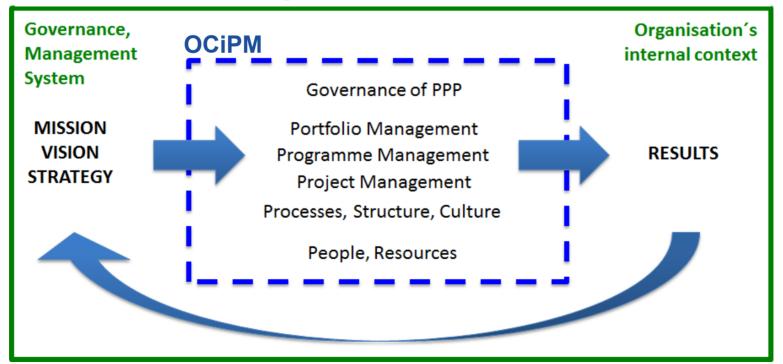
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## OCiPM Organisational Competence in Project Management – a definition



The ability of an organisation to integrate people, ressources, processes, structures and cultures in projects, programmes and portfolios within a supporting governance & management system. It is specifically aligned with mission, vision & strategy of the organisation and intended to achieve results as well as to ensure continuous organisational development

#### Organisation's external context



## IPMA Delta assessment and certification of organisations based on OCiPM





UP TO THE NEXT DIMENSION"

### Module 0 (Organisation)

PM competence of the organisations management using a multi-dimensional questionnaire

### Module I (Individuals)

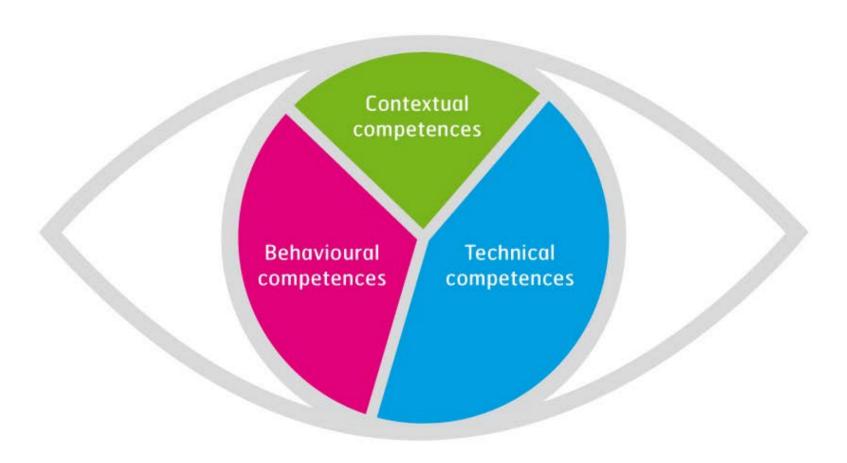
PM competence of selected project managers, team members and stakeholders using ICB 3.0

#### Module P (Projects)

PM competence and results in selected projects or programmes using Project Excellence Model

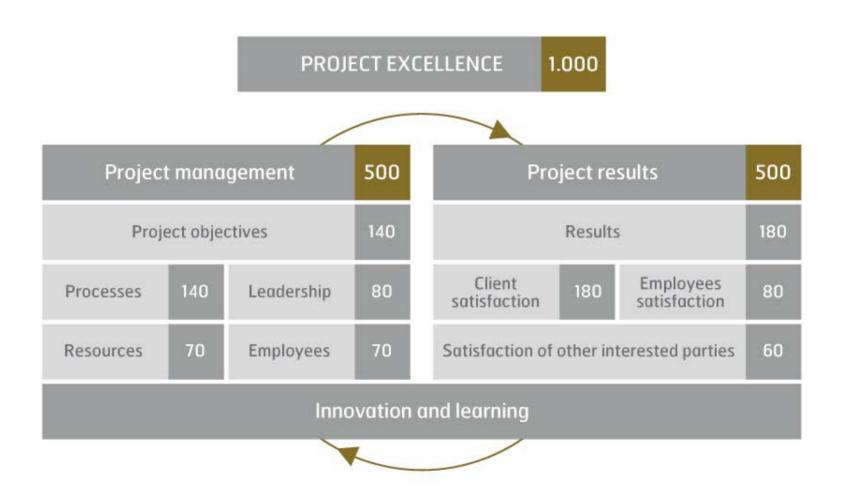
# IPMA Competence Baseline (for individuals) SHIFT





#### The Project Excellence (Award) Model





#### The O-Module of IPMA Delta



Dimensions	Elements	Cross References		
Governance 30 Questions	Mission/vision & strategy     Effectiveness & efficiency     Organisation     Culture     Leadership & communication     Development	ICB ISO ISO ISO 21500		
Processes 40 Questions	Decision making     Project & programme management processes     Project portfolio management processes     Integration & alignment     Cooperation & contracting     Reporting & documenting	ICB ISO ISO 21500		
People 16 Questions	Competence of project, programme and project portfolio managers Competence of other stakeholders Recruitment Competence development	- ICB - ISO - ISO 21500		
Context 18 Questions	Personnel management HSSE, Finance, Legal Procurement & logistics System, products & technology Business Knowledge management	- ICB		

#### **IPMA Delta Competence Classes 1-5**



5

#### Optimising

There are fully defined PM standards, structures and processes in place which are fully applied throughout the organisation, which the management actively controls and continuously develops.

4

#### Managed

There are fully defined PM standards, structures and processes in place which are fully applied throughout the organisation, which the management actively controls.

3

#### Standardised

There are fully defined PM standards, structures and processes in place which are mostly applied throughout the organisation.

2

#### Defined

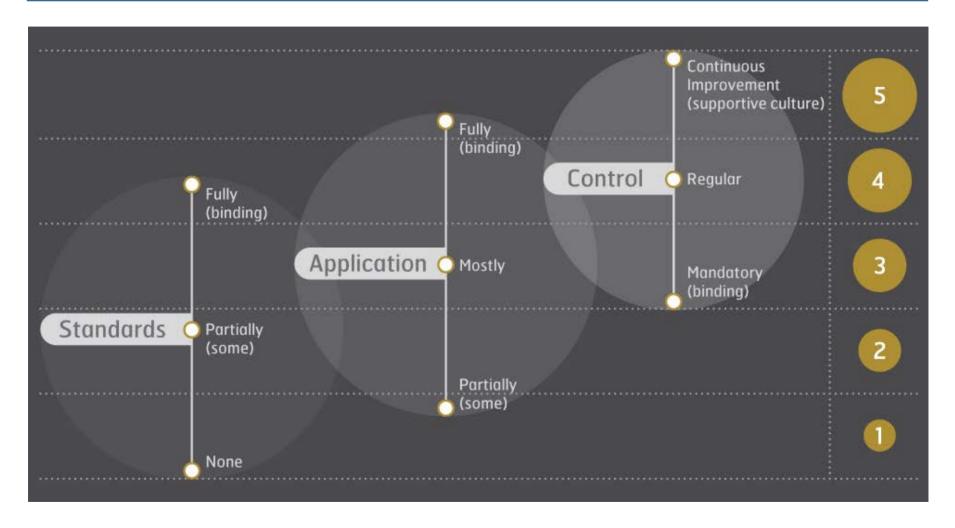
There are partially defined PM standards, structures and processes in place which are partially applied in the organisation.

#### Initial

The achievements of project management are at a personal level. There are individuals who perform well, but performance is coincidential. The organisation has no formal PM standards, structures and processes in place.

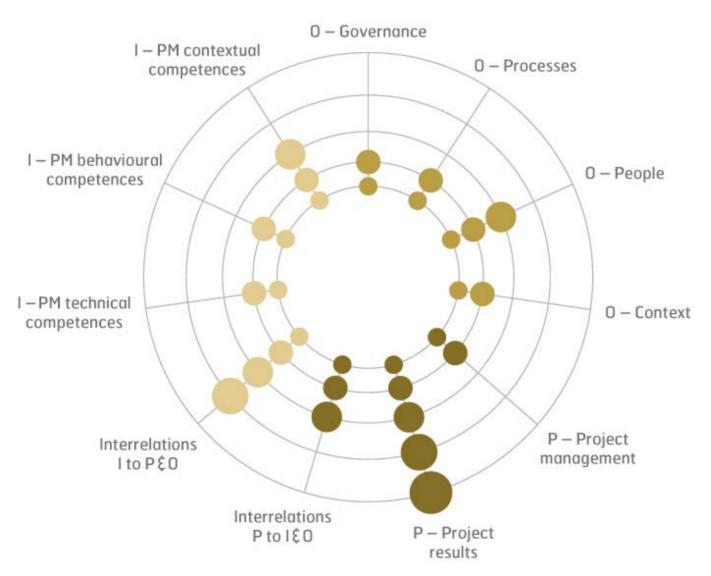
## and evidence organisations need to show SHIFT





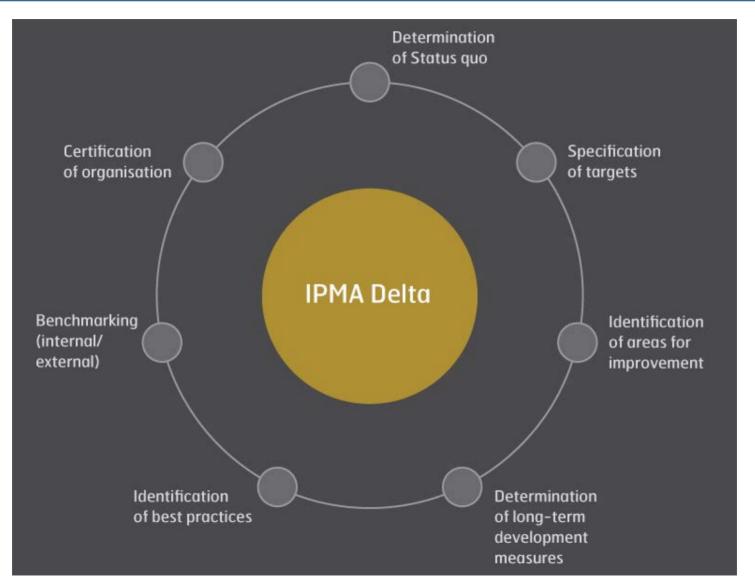
#### **Example: IPMA Delta assessment results**





# Some reasons for an IPMA Delta assessment SHIFT





#### **Questions & Answers**



Thanks for your attention!

Questions?

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