

#### **Creative Practice Management**

**Creative Thinking, Planning and High Performance Teams** 

**Corporate Growing Pains** 



**Australian Institute of Architects** 

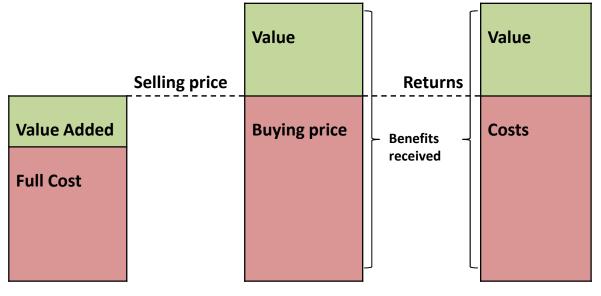


#### **Business Models v Creative Approaches**





#### **The Value Proposition**



Organisation View

**Customer** View

**Client View** 

Courtesy: Hubbard, Rice and Beamish

Book:

Strategic Management





- 3 Key Questions
  - What are you going to sell?
  - Who are your target customers?
  - How can you beat or avoid the competition?

Bradford and Duncan (2000) Simplified Strategic Planning





## **Business Plan 101 - Issues**

- All about us, not about them
- All about short term actions and success, not long term sustainable success
- Product is the centrepiece, not value proposition
  - Competition, substitution





### Business Plan 101 – Apple Hypothetical

- 3 Key Questions
  - What are you going to sell?
    - Computers
  - Who are your target customers?
    - Companies and Personal Users
  - How can you beat or avoid the competition?
    - Better, easier to use computers





# Result – Apple Hypothetical

- Apple gets smashed by competition
- Operating systems more important than hardware
- Multiple manufacturers with interchangeable features v isolated system





### "Business Plan 101" – Architecture

- 3 Key Questions
  - What are you going to sell?
    - Architectural Services
  - Who are your target customers?
    - Clients seeking your specific architectural abilities
  - How can you beat or avoid the competition?
    - Price, design quality





## The Creative Approach

- An organisation is a group of people with shared values, who share an issue (problem, opportunity) and who work together to provide a solution for all who are affected by the same issue
- Issue + Solution = Vision
- Vision for All = Value proposition





## The Apple Hypothetical

- Shared Values
  - Lifestyle want quick, easy access to family, friends, entertainment, information and work
  - Responsibility we want to meet our responsibilities professionally, as individuals and as community members
  - The power of technology technology can add value to our lives





### **Creating New Answers**

#### Common Issues

- Work to live, not live to work
- To live the lifestyle, we need to be more productive and successful in less time

#### **Common Solutions**

- To use the expertise of our people in hardware and software to create systems and equipment to do more of the things we want in less time
- To make these solutions available to all who desire them





- Not computers, but lifestyle systems
  - Desktop hardware
  - Notebooks
  - iPhones
  - iPads
  - iTunes
  - Apps





## The Creative Approach – The Result

- They become us actually they and us are one
  - Steven Denning, Radical Management
  - Delighting the customer
- Long term sustainable success through adaptability and foresight
  - Maree Conway, Thinking Futures
  - Create and respond to future eventualities
- Creates the Value Proposition, not limited by product
  - Kaplan and Norton, "Strategy Maps" and "Balanced Scorecard"
  - Leverage intangible assets for sustainable value creation





### **The Drucker Customer Questions**

- Who is your *customer*?
  - "This questions seems awfully simple. But don't be deceived. The customer is no longer a passive receiver of products but is engaged in designing and refining them."
    - Not always who pays, but who makes the buying decision
    - Customers are also using the research, think, plan, action, approach
    - There can be entire teams behind customers: user, buyer, influencers
    - Sometimes your customers can also be your competitors bundled services (constructors)
- What does your customer consider *value*?
  - How does your customer's perception of value align with your own
- What are your *results* with customers?
- Does your customer strategy work well with your business strategy?





### **Changing Your Business Plan**

- Design
  - Sumerset Houseboats
- Recruitment
  - The OSD Way
- Finance
  - SME and Regional PR Consultancy models
  - Adelaide City Council
- Workspaces
  - Starbucks and the Home Office

- Operations
  - Myelin Repair Foundation
- Supply Chain
  - Peapod
- Innovation
  - Google 70/20/10 and 30% rules
- Risk Management
  - Jacobs Engineering





#### **Using Creative Models**





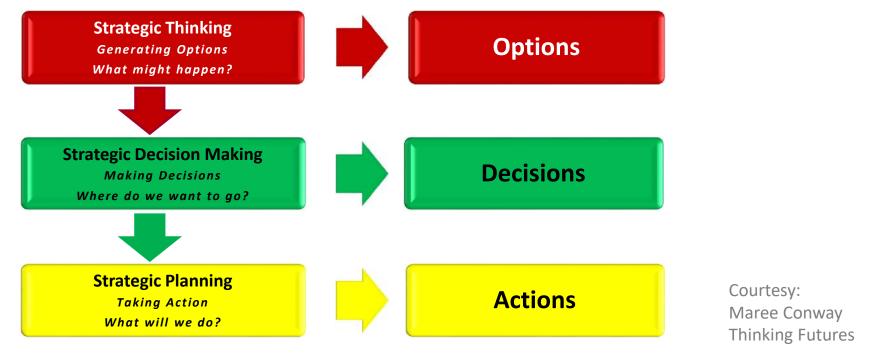
#### The Stages of Strategy







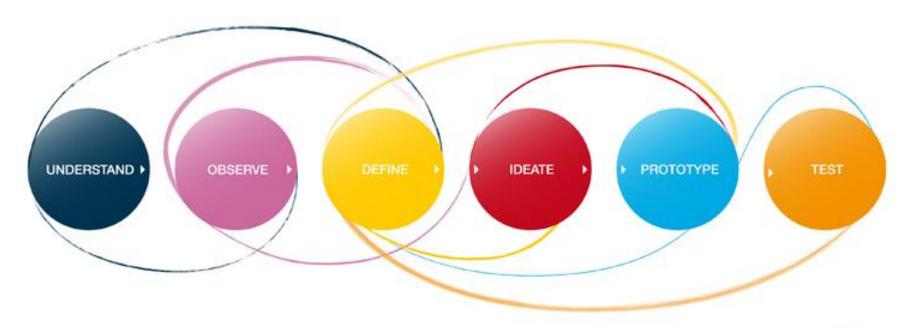
#### **Levels of Strategy**



Refuel



## **Design Thinking Models**







## **The Creative Environment**

#### Strategic conversations

- Articulation of individual knowledge through real situations
- Contribution to common pool of knowledge
- Introduce new knowledge from internal and external sources

#### Challenging basic assumptions

- Assumptions become general consensus
- Paradigm shifts





## **The Creative Environment**

- Boundaries
  - Define and review changes
- Connections (relationships)
  - Members of the organisation
  - External environmental connections
- Predict Patterns, not outcomes
  - Patterns are repetitive, not identical





#### **High Performance Teams**





### **High Performance Teams**

- Self-Organise
- Not bound by hierarchy
  - Task leadership
- Look out for the wellbeing of the whole group
- Are "owned" by every member

- Share values
  - Giving, generosity
  - Belief in doing something special
- Share responsibility, accountability and achievement
- Commit to a new, different future

Courtesy:

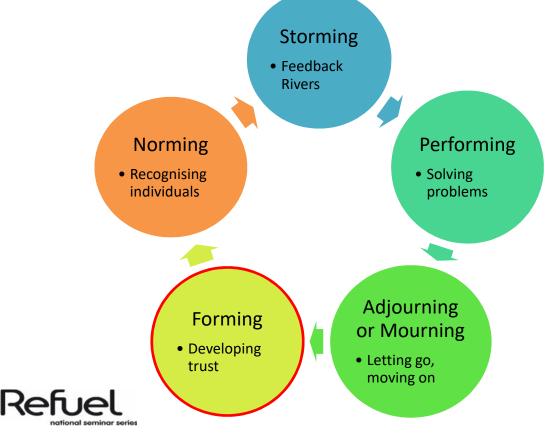
Steve Denning

The Leader's Guide to Radical Management





#### **Stages of Team Development**



Bruce Tuckman's team development model with additions by Passages Organisational Consulting