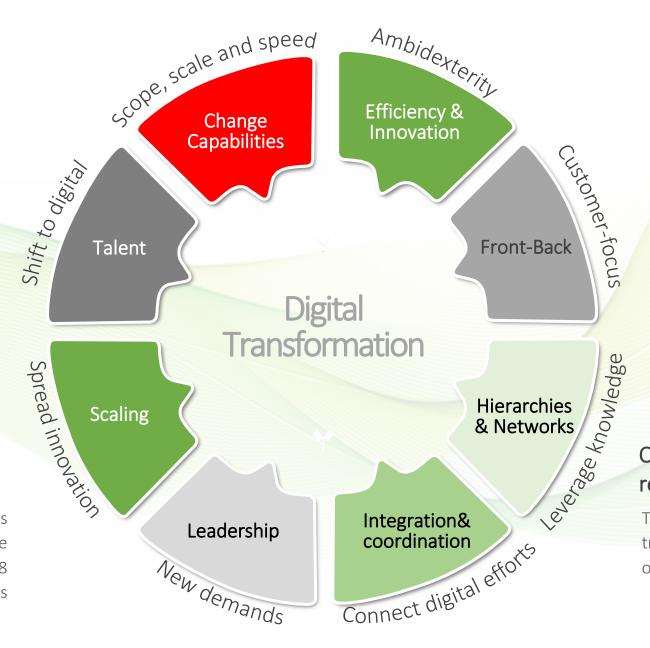




Digital Change Tools

Challenges are connected

Digital transformation is different because of the combination of these 8 challenges



Organization redesign is required

The key barrier to digital transformation is today's organization

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SPRING NETWORK





Digital Change Tools

- This challenge has to do with enhancing the scope, scale and speed of change to accommodate the rapid pace of digitization
- Despite obvious interdependencies among the different changes, the organization lacked the capability to orchestrate, coordinate, and sequence these multiple, simultaneous, and often fundamental changes.
- These tools are intended to help raise awareness of the challenge and to provide useful guides to actions you can take to enhance your organization's ability to change







Digital Change	Scope, scale and speed	Changing faster and more successfully on a broader scale is key to executing digital strategies at the pace required by the competitive environment
Helpful reading		Pasmore, W. 2015. Leading Continuous Change. Oakland, CA, Berrett Kohler
Tools	Description	Use
Key Insights	Takeaways from the Lab	Learn what companies thought was important to know about this challenge
Design for Change	Galbraith's Star Model	This tool uses Galbraith's Star model to define the characteristics of a more change-ready organization
Four Steps	Model	Use this model to plan how you can accelerate digital change
Continuous Digital Change	Model	This model shows that digital change is not a one-time thing so it should be done quickly and with focus
Things You Can Do	List of actions	Some suggestions from the Lab about what your company can do to become more ambidextrous









Key Insights about Digital Efficiency-Innovation

- Constant adaptation to digital futures requires that we learn how to manage complex, simultaneous, continuous change
- Digital change is socio-technical in nature. While the technology often advances quickly, social systems lag behind, creating friction due to resistance instead of embracing and accelerating change.
- We should encourage "expedited incremental change" while thinking more deliberately about making strategic changes (See Daniel Kahneman's, Thinking Fast and Slow)
- Digital change won't slow down or stop; so quit thinking of it like a fromto big bang. Instead, adopt Connie Gersick's thinking about "punctuated equilibriums" periods of relative stability punctuated by periods of massive change







Designed for Change Strategy
Enable constant, complex digital change

Rewards

People

People
Select and develop
people who are
comfortable with
learning, ambiguity and
change

Rewards

Reward movement, development of new capabilities rather than tenure in role alone Structure

Invest in temporary arrangements and networks rather than hierarchy, silos and permanent roles and responsibilities

Processes

Structure

Processes

Introduce rapid iteration experiments in processes wherever it makes sense

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Strategy



Four Steps to Accelerate Digital Change

Learn

Discover new digital technologies

Breakthrough

Select and implement digital breakthroughs

Change Readiness

Recognize Possibilities

Develop new digital solutions

Experiment

Rapid prototyping of solutions









Digital Change Will be Continuous; Do it Speed Focus

Progress **Speed** The faster we iterate, the more we learn Innovation **Focus** The more we attend to this process, the faster we move

Time







Things You Can Do

- Assess whether your organization is designed for change and make changes where necessary.
- Create greater change capabilities across the enterprise by engaging people actively in change projects and supporting them with tools and expertise.
- Make a list of things where it would be good to practice creative selfdestruction to make room for change.







The STARLab Alliance, Inc. is a non-profit learning consortium focused on creating next generation organization design and leadership models

The **Digital Organization Design STARLab** is a year-long learning experience that allows participants and subject matter experts to collectively explore and prototype practical and innovative responses to digitalization. STARLab Participants include 3-6 senior leaders from 10 companies, well-into the digital transition of their business models, who will partner with leadership and organization experts. The STARLab accelerates learning and creates organization design solutions that optimize the application of advanced technologies and human capital approaches to achieve agility and sustainable effectiveness.

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