



# The IT Service Management Lifecycle and Achieving Cultural Change in IT Organizations

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For the Director of Enterprise IT Services
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- Introduce IT Service Management
- Review the IT Service Lifecycle, based on ITIL®
- Introduce Organizational Culture
- The Change Process
- Leaders' Influence on Culture
- Resistance to (any) Change
- Steps to Changing Culture

## IT Service Management

The collection of highly specialized organizational capabilities used to deliver value to customers in the form of services.

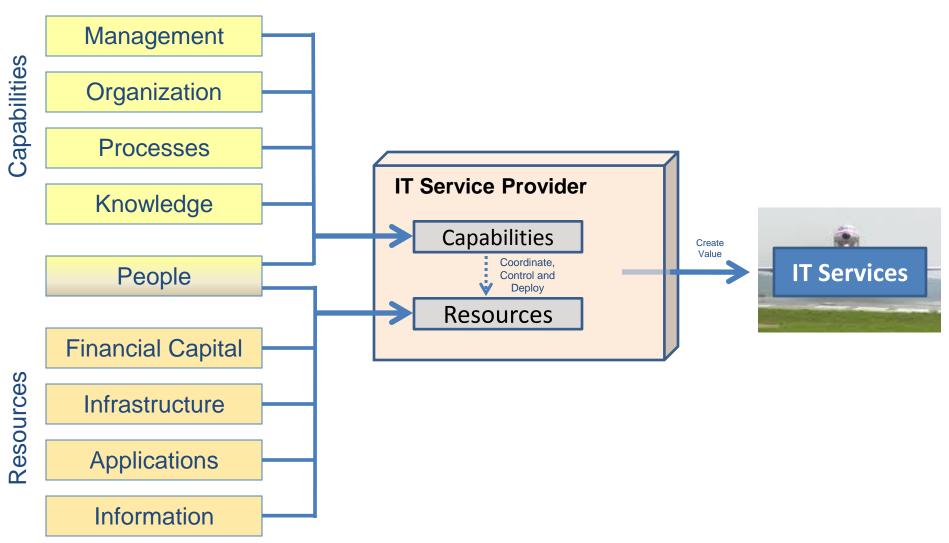
- Capabilities
  - Management
  - Organization
  - Processes
  - Knowledge
  - People

Value = f(Utility + Warranty)
Utility: Fit for Purpose
Warranty: Fit for Use

Service?



#### **IT Service Management**



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#### Service

A means of delivering value by facilitating outcomes Customers want to achieve, without the ownership of specific costs and risk.

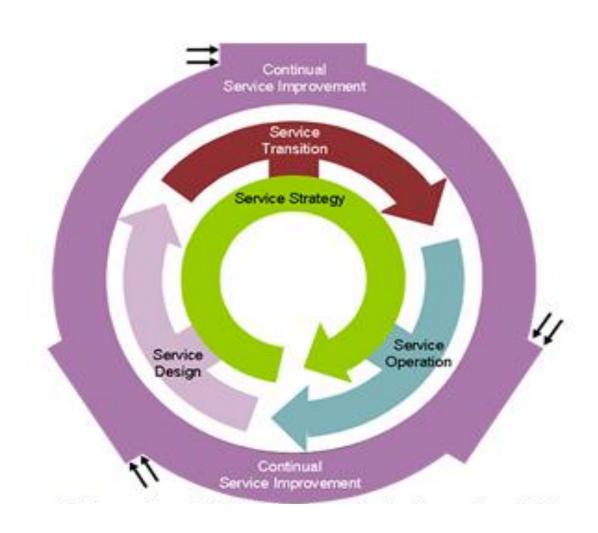








## The Service Lifecycle





## The ITIL® Processes

Service Strategy	Service Design	Service Transition	Service Operations	CSI
Service Strategy Activities				
Financial Management				
Portfolio Management				
	Catalog Management Service Level Management			
	Availability Management			
Demand Management	Capacity Management			
	Continuity Management			
	Info Security Management			
	Supplier Management			
		Transition Planning and Support		
		Service Knowledge Management		
		Configuration Management		
		Change Management		
-		Release Management		
Continuel Genice Improvement  Service Transation		Validation Management		
	·		Event Management	
Service Service Operation			Incident Management	
Contract Server Ingrovement			Problem Management	
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Seven Step Improvement Process				

#### Disclaimer

The next section is targeted at leaders, aspiring leaders, or those with influence over leaders (who, by definition, are leaders themselves).

WARNING: Achieving organizational change is a leadership activity, and should not be attempted by those without the authority to effect change in people's day to day behaviors.

- Carl W. Deputy, 21 July 2010

## Cultural Change

- Two distinct concepts:
  - Culture
  - Change
- One encompassing concept:
  - Organizational Leadership

Not to be confused with Management

#### **Basic Truths**

- Implementing (or adopting) Good Practices based on ITIL® consists of
  - 20% Process Design or Enhancement (PDCA)
  - 10% Organizational Shift
  - 70% Cultural Change

Cultural Change Agent: The deus ex machina for your quest for best practices.





## Cultural Change?

- What is Organizational Culture?
  - The collection of shared assumptions and underlying beliefs held by members of the organization.
  - Espoused Values do not (necessarily) contribute to culture.
- What is Change?
  - Moving from one defined state to another.



## Cultural Change

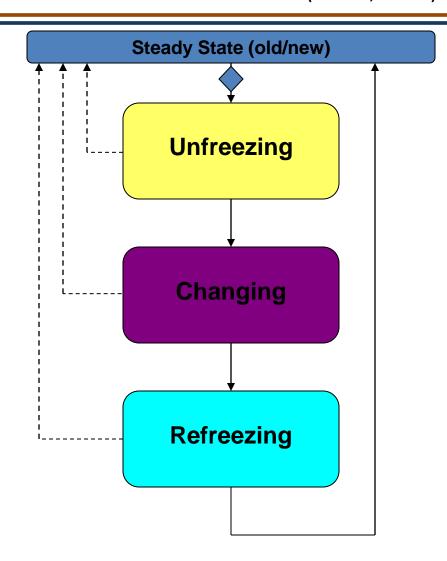
 Changing Culture is dispensing with old beliefs and tendencies towards behaviors, and instilling or inculcating new ones.



#### The Change Process

(Lewin, 1951)

- Unfreezing
  - Realization of required change
  - Crisis
  - Threats or opportunities
  - "Prepare the soil"
- Changing
  - Look for new ways
  - CBA, ROI
  - Program and Project plans
  - Select a promising approach
  - Implementation of new ways
- Refreezing
  - Governance
  - Institutionalizing new ways





## The Change Process (2)

(Lewin, 1951)

- Change Approaches
  - Increase driving forces toward change
    - Increase incentive, use positional power
  - Reduce constraining forces that create resistance
    - Remove or mitigate the "Resistors"
- Cautions
  - Reactions to Change\*
    - Denial
    - Anger
    - Mourning
    - Adaptation





How Leaders Influence Organizational Culture

## How Leaders Influence Organizational Culture

#### TASC

#### 1. Primary Ways

- Attention
- Reactions to Crises
- Role Modeling
- Reward Allocation
- Hiring/Firing Criteria



#### How Leaders Influence Organizational Culture (2)

#### 2. Secondary Ways

- Design of Systems and Procedures
- Design of Organization
   Structure
- Design of Facilities
- Stories, Legends, and Myths
- Formal Statements



- Symbols, slogans, rituals
  - Omnes Viri from 1979 USNA





#### Dealing with the Resistance

Never underestimate the power of "one" well placed, persistent, and vocal resistor.

The following must be faced, and dealt with positively.

#### Resistance to Change

- Lack of Trust
- Belief that Change Is Unnecessary
- Belief that Change Is Not Feasible
- Economic Threats
- Relative High Cost





## Resistance to Change (2)

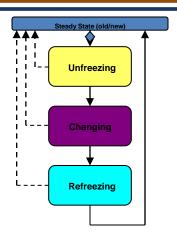
- Fear of Personal Failure
- Loss of Status and Power
- Threat to Values and Ideals
- Resentment of Interference
- Personality/Culture mismatch\*





#### Step 1: Develop a Vision

- Desirable Characteristics
- Elements
- Procedures
  - Involve key stakeholders
  - Identify strategic objectives with wide appeal
  - Identify relevant elements in the old ideology
  - Link the vision to core competencies
  - Evaluate the credibility of the vision
  - Continually assess and refine the vision.



**Political or Organizational Actions** 

- 1. Determine who can oppose or facilitate change.
- 2. Build a broad coalition to support the desired new culture.
- Fill key positions with competent change agents.
- 4. Use task forces to guide implementation.



Political or Organizational Actions (2)

- 5. Make dramatic, symbolic changes that affect the work.
- 6. If necessary, implement change initially on a small scale.
- 7. Change relevant aspects of the organization's structure.
- 8. Monitor the progress of change.

**People-Oriented Actions** 

- 1. Create a sense of urgency about the need for change. Show the benefits and how the new culture will impact the individual.
- Prepare people to adjust to the new culture through training and involvement.
- Help people deal with the pain of change.

People-Oriented Actions (2)

- 4. Provide opportunities for early successes.
- Keep up the awareness of campaign so that people are informed about the progress.
- Demonstrate continued commitment to the change.
- 7. Empower people to implement the change.



#### In Summary

 The leader's three prong approach to achieving cultural change

## **Summary of Actions**



## Contact Information

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## Back Up Slides

#### Sources

#### TASC

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  - ISO/IEC 20000-1, Specification for Information Technology Service Management
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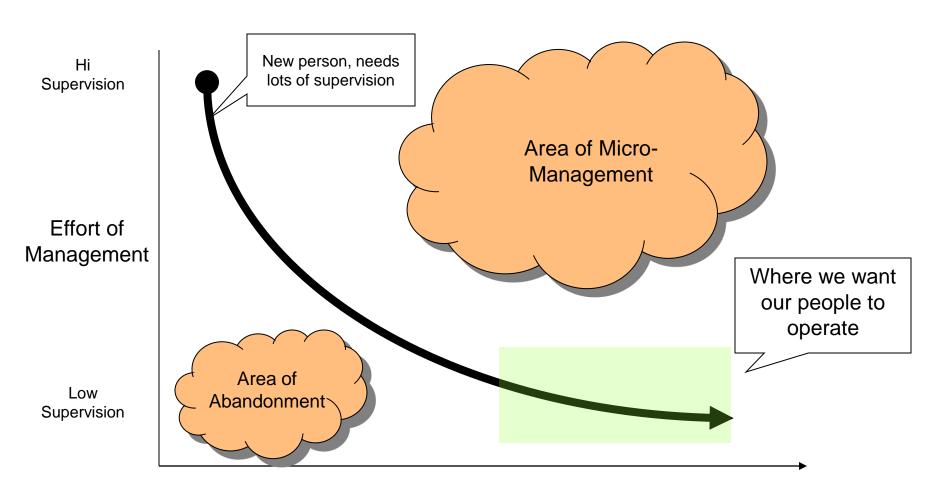
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  - D. R. Connor, Managing at the Speed of Change: How Resilient Managers Succeed and Prosper Where Others Fail, New York: Villard Books, 1995
  - E. H. Schein, Organizational Culture and Leadership, 2<sup>nd</sup> Edition, San Francisco: Jossey-Bass, 1992
  - Carl Deputy and Dan Morris, Leadership Theory and Application, Pearson, 2002



#### **Empowerment**

Where do your people work?



Member's skill, training, competence, trust