## Transportation Performance Management Webinar Series

Organizational Management and Measures

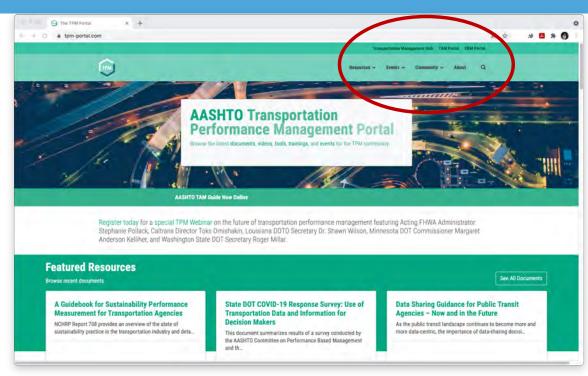
Sponsored by the TPM Pooled Fund with support from AASHTO CPBM Leadership and FHWA



November 17, 2021 TPM Webinar 9

## Transportation Performance Management Webinar Series

- Our TPM webinar series is held every two months, on topics such as communications, system performance management, data sources, and many more to come!
- Today is the 9<sup>th</sup> webinar in our bi-monthly series
- We welcome ideas for future webinar topics and presentations
- Use the webinar Q&A panel during the webinar
  - Submit questions for today's presenters
  - Submit ideas for future webinar topics



Find us on the NEW AASHTO TPM Portal <a href="https://www.tpm-portal.com">https://www.tpm-portal.com</a>

#### **AASHTO Welcome**

#### Matthew H. Hardy, Ph.D.

Program Director for Planning and Performance Management, AASHTO

mhardy@aashto.org



## Webinar Agenda

2:00	Webinar and AASHTO Welcome and Introduction
	Matt Hardy, AASHTO and Hyun-A Park, Spy Pond Partners
2:10	Organization Management and Creating Public Value
	Mark Fagan, Harvard Kennedy School
2:30	Enterprise Performance Management and Creating Public Value
	Danial Fodera, FHWA
2:40	Using Lean to Improve Results and Meet Customer Needs
	Gary Vansuch, Colorado DOT
2:55	Iowa DOT's 2021-2025 Business Plan
	Charlie Purcell, Iowa DOT
3:10	Panel Discussion and Wrap Up
	Speaker Panel Moderated by Mark Fagan, Harvard Kennedy School and Mat
	Hardy, AASHTO

# Organization Excellence: Creating Public Value

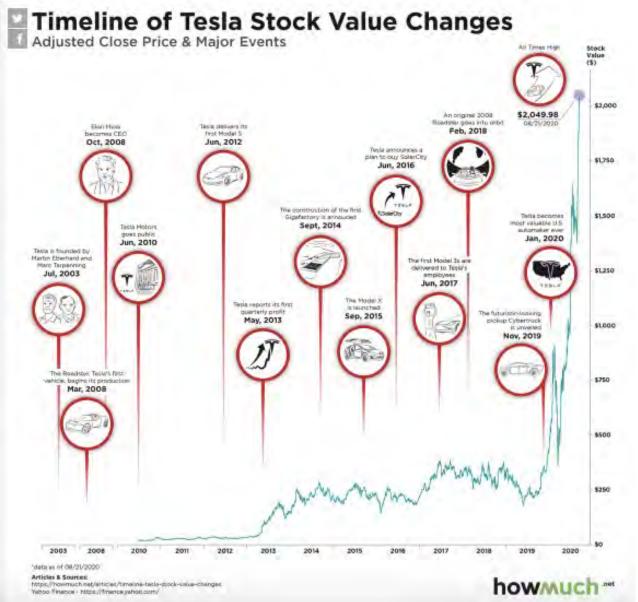
Mark Fagan
Lecturer in Public Policy
Harvard Kennedy School
Harvard University
November 2021



#### An "Organizational Excellence" Word Cloud



#### Shareholder Value is the Private Sector's Go To



#### Public Sector Challenges

- Who is the customer?
- "Monopoly"
- Procurement Constraints
- Staffing challenges
- Use of taxing authority
- Equity as a goal

#### The Public Sector's Measure is Public Value

The definition that remains equates managerial success in the public sector with initiating and reshaping public sector enterprises in ways that increase their value to the public in both the short and the long run.

-Moore, 1995

### More Complex but Measurable



http://www.youtube.com/watch?v=b29GxU\_rOdM

Creating Public Value: Mindset Shift

"Getting you there safely, efficiently and conveniently"



"Making lives better through transportation"

#### Creating Public Value: Kaizen

continuous-improvement



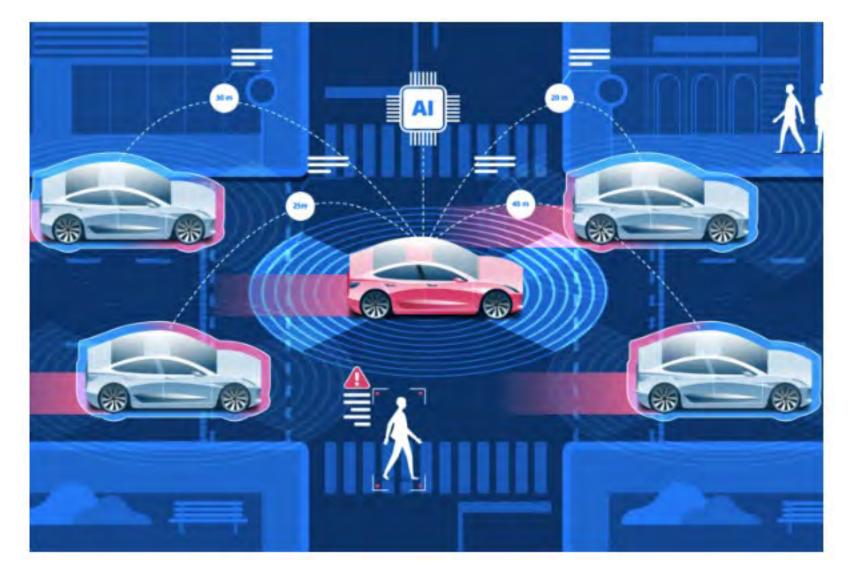
#### Creating Public Value: Cross Boundary Collaboration



#### Creating Public Value: Social Entrepreneurship



### Creating Public Value: Technology



#### Creating Public Value: Measurement Management





## Overview of FHWA's Enterprise Performance Management (EPM)

AASHTO TPM Series
November 2021



## Agenda

1. FHWA's EPM team

2. Planning for IIJA & US DOT Strategic Plan

3. Implementing EPM

4. Q & A



## Operationalizing EPM

How do we operationalize the strategic plan while building and maintaining a strong organizational planning framework?

- It must be simple and easy
- It must not take a lot of time
- It must be value-added
- It must be relevant to every individual



#### Creation of EPM Team

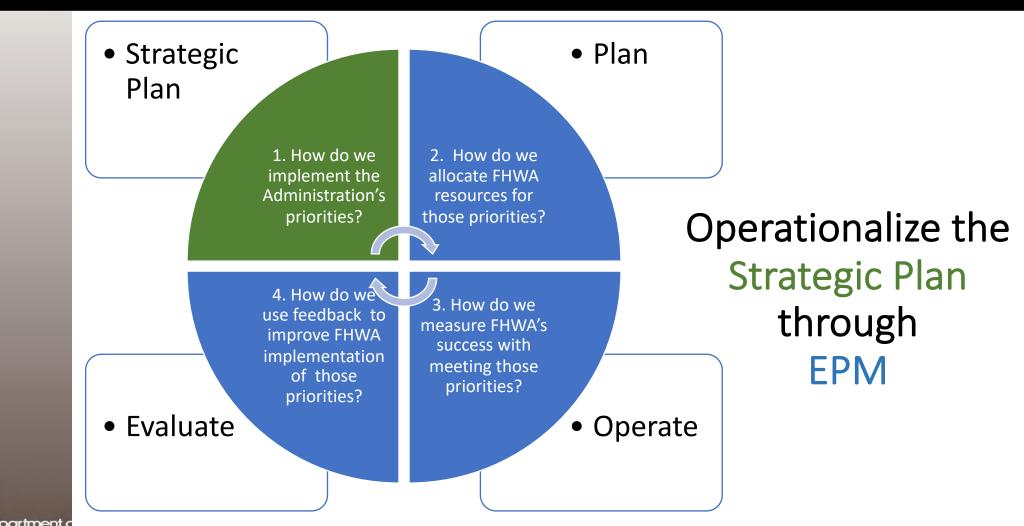
Purpose: Provide guidance and direction to all FHWA units on organizational performance management.

#### Achieved by:

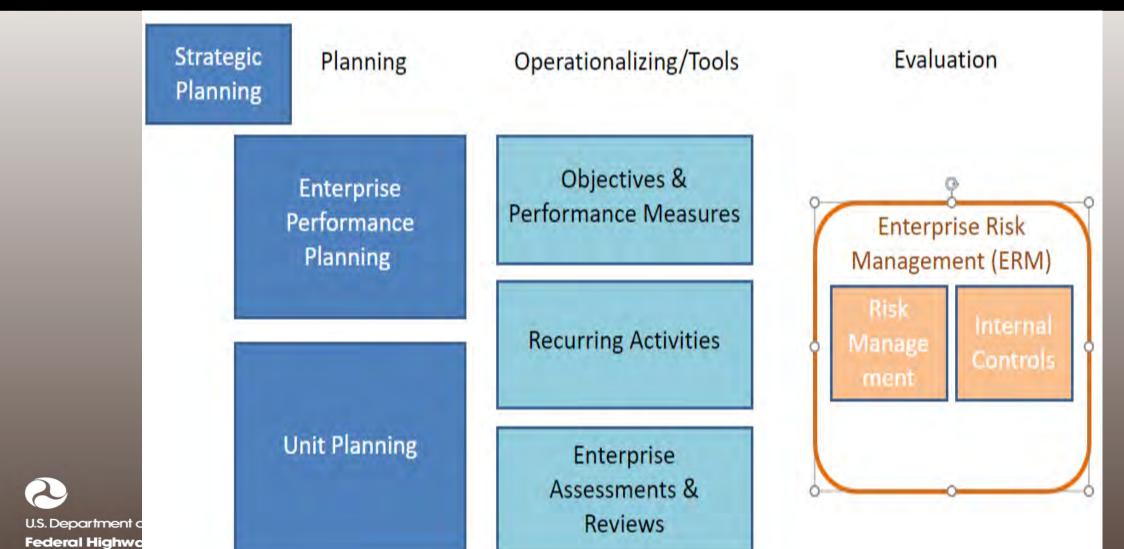
Creating within FHWA the culture, capabilities, and practices needed to support our agency's strategic goals and objectives. It integrates risk management into resource allocation decision-making and provides the framework by which we plan, manage, and evaluate our organization's performance and implement IIJA.



## What's new? Legislation and Strategic Plan



### **EPM Components**





## Enterprise Performance Management

 EPM – brings the components together with governance to plan, operate, and evaluate at the Enterprise level

EPM Playbook – explains the components and how

they work together





#### Building Measures, Objectives, and Targets

- Program Area Profiles for EPM to operate
- Measure success in each Program Area....
  - What is/are the objectives of your Program Area?
  - How can each of the objectives be measured?
  - Does the data exist to support this measurement?
  - Can we set a target for the measures so we know what success looks like?
- Profile information and performance will be shared enterprise wide



### EPM team next steps

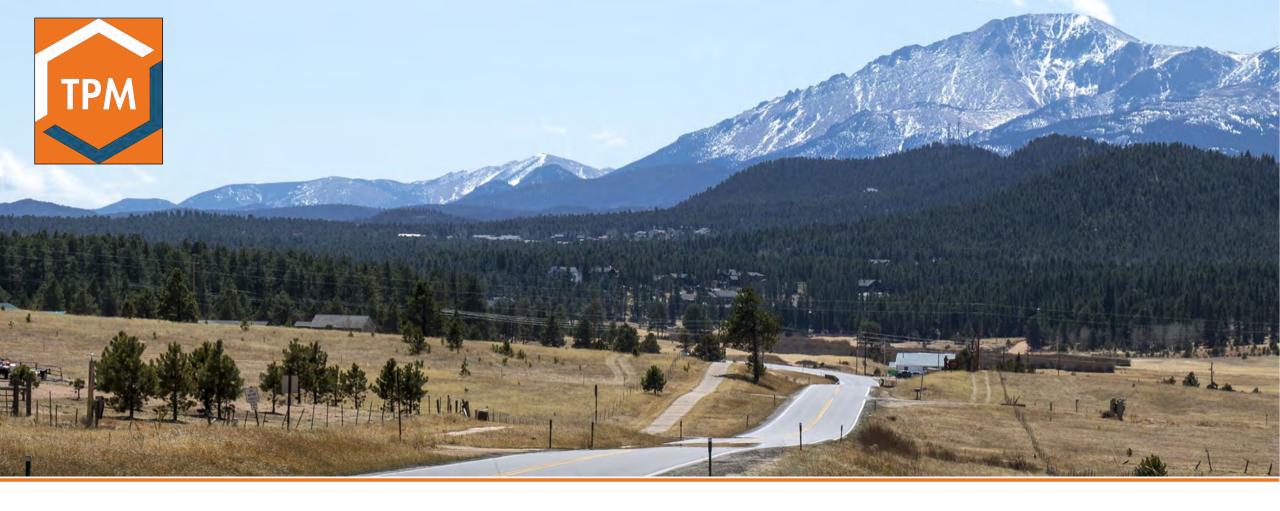
- Integrate strategic direction
- Build on Lessons learned / experience
- Resources
  - EPM Playbook
  - Sharepoint site



## Thank you

Questions?







**Department of Transportation** 

Using Lean to Improve Results and Meet Customer Needs!

Wednesday, November 17, 2021





#### **AASHTO**

Organizational Management Subcommittee of **AASHTO's Committee** on Performance-**Based Management** (CPBM)







- 1. About CDOT
- 2. Goals
- 3. Solution
- 4. How it works
- 5. Execution
- 6. Summary





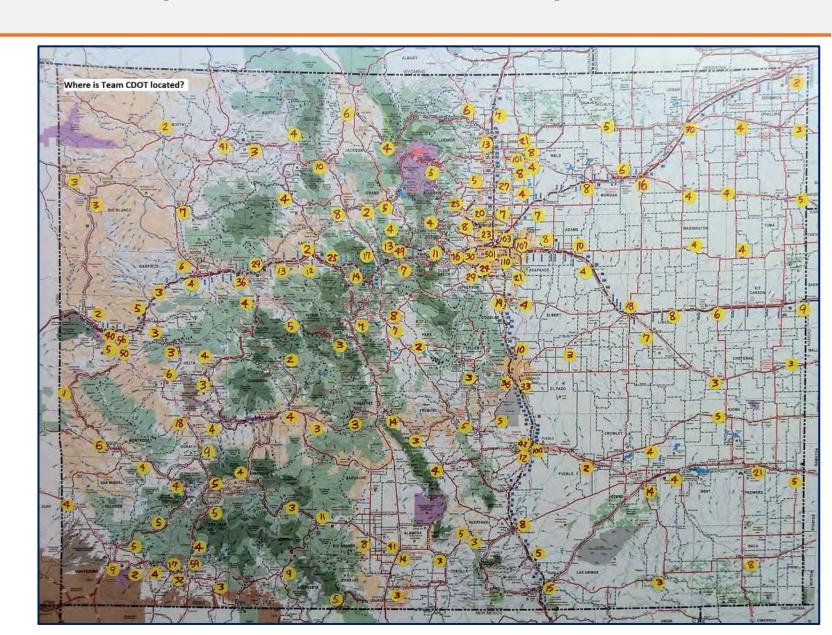
## Colorado Department of Transportation





#### Colorado Department of Transportation

People at over 200 different staffed locations, across the 104,000 square miles of Colorado!





#### Drivers for Improvement and Innovation

NOTE: The governor signed this measure on 6/5/2013.



HOUSE BILL 13-1299

BY REPRESENTATIVE(S) Ferrandino, Buckner, Court, Exum, Fields, Fischer, Garcia, Gerou, Ginal, Hamner, Hullinghorst, Kraft-Tharp, Labuda, Lebsock, Lee, May, Melton, Mitsch Bush, Moreno, Pabon, Primavera, Rosenthal, Ryden, Salazar, Singer, Tyler, Vigil, Williams, Young, Kagan; also SENATOR(S) Steadman.

CONCERNING CHANGES TO THE "STATE MEASUREMENT FOR ACCOUNTABLE, RESPONSIVE, AND TRANSPARENT (SMART) GOVERNMENT ACT" OF 2010, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Be it enacted by the General Assembly of the State of Colorado:

## EXCELLENCE We are committed to quality!

We are leaders and problem solvers, continuously improving our products and services in support of our commitment to provide the best transportation systems for Colorado.





#### SAFETY

We work together to achieve a high-performing culture!

We promote and apply consistent and sustainable work behaviors in everything we do.

#### **PEOPLE**

We value our employees!

We acknowledge and recognize the skills and abilities of our coworkers and draw strength from our diversity and commitment to equal opportunity.

#### INTEGRITY

We earn Colorado's trust!

We are honest and responsible in all that we do and hold ourselves to the highest moral and ethical standards.

#### CUSTOMER SERVICE

We strive to provide the highest level of customer satisfaction and experience!

With a can-do attitude we work together with others to respond effectively to our customers' needs.

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#### RESPECT

We treat everyone with respect!

We are kind and civil with everyone, and we act with courage and humility





The SMART Government Act requires the agencies of the Colorado Executive Branch to implement the following:

- Establish and manage a statewide performance management system;
- Incorporate Lean continuous process improvement to increase government efficiency; and
- Ensure state employees receive training on operational excellence.

NOTE: The governor signed this measure on 6/5/2013.



HOUSE BILL 13-1299

BY REPRESENTATIVE(S) Ferrandino, Buckner, Court, Exum, Fields, Fischer, Garcia, Gerou, Ginal, Hamner, Hullinghorst, Kraft-Tharp, Labuda, Lebsock, Lee, May, Melton, Mitsch Bush, Moreno, Pabon, Primavera, Rosenthal, Ryden, Salazar, Singer, Tyler, Vigil, Williams, Young, Kagan; also SENATOR(S) Steadman.

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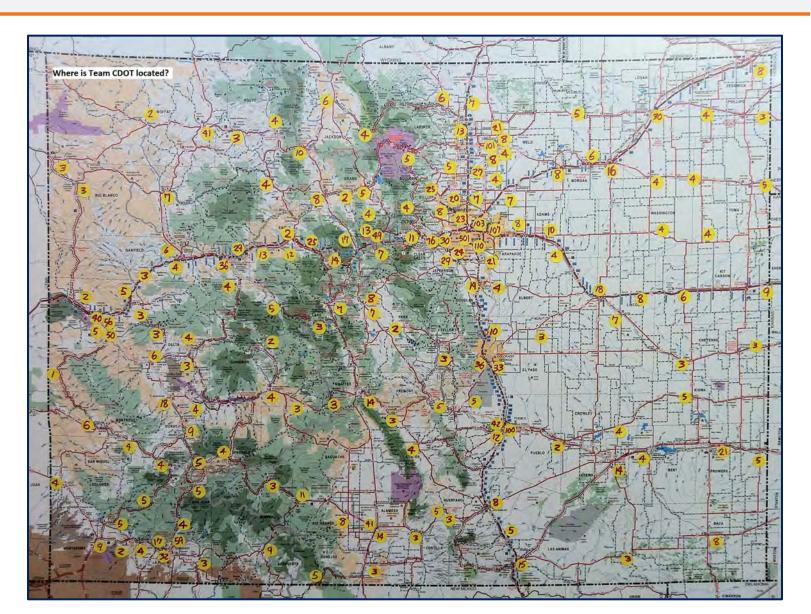
Be it enacted by the General Assembly of the State of Colorado:



## **Spreading Innovation**

Our people develop great innovations!

How do we take innovations developed in one place, and spread them across CDOT?





## Lean Everyday Ideas

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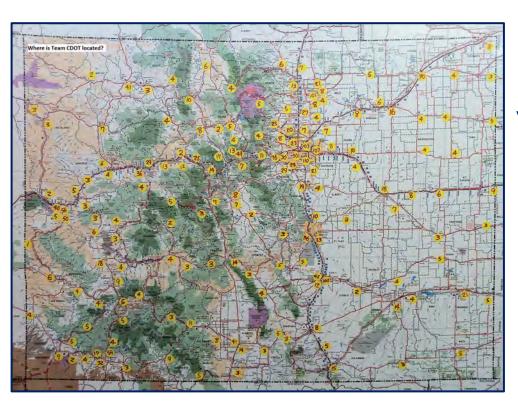




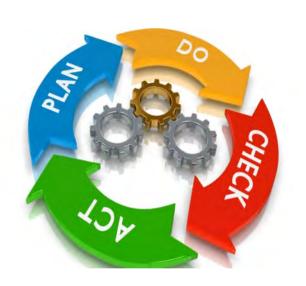
# 2020 Innovation in the Workplace Award!







Fostering a culture of improvement where new ideas are valued, tested, and shared, by engaging everyone in improving the business







# The most dangerous phrase in the language is, "We've always done it this way".

- Admiral Dr. Grace Hopper, computer pioneer who was first person to devise the theory of machine-independent programming languages, in the 1940's

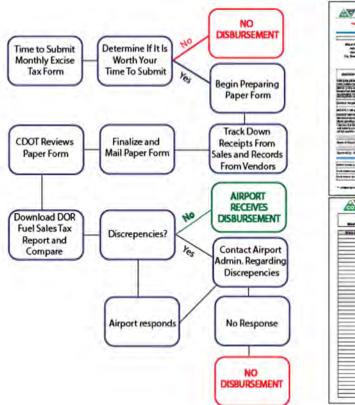




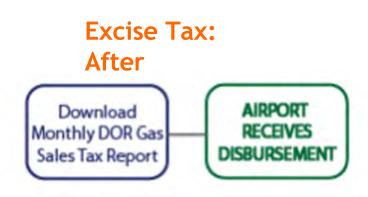


# To streamline processes ....

**Excise Tax: Before** 







LeanIdeas.CoDOT.gov





To improve safety....

Use a carrier lift with crane to improve safety and increase time of installation by not requiring employees to lift, carry, or hold guardrail.



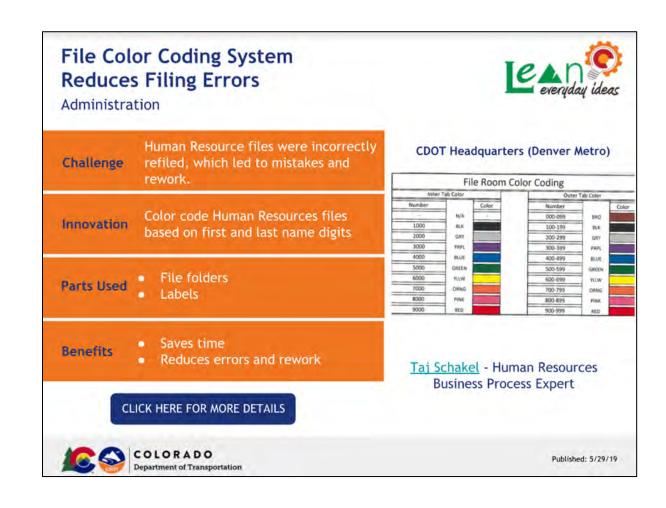
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# Goal

To stay organized....

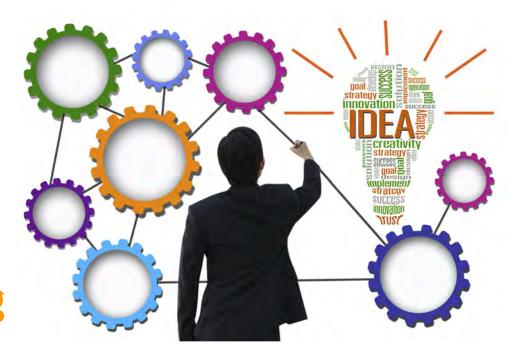
Color coded files to save time and reduce error





# Why is this important?

- Because we're asking employees to do more with less in a field that is rapidly changing
- Big ideas can only succeed by people changing and adapting to them, and by making changes to how work is done





# Solution



May 2013: Project team members, seated from left: Brad Bauer, Mark Eike, Roselle Drahushak-Crow, and Chris Brewer.

Standing from left: Kirk Lane, D'Wayne Gaymon, Mickey Madalino, Ken Martinez, and Guy Norris

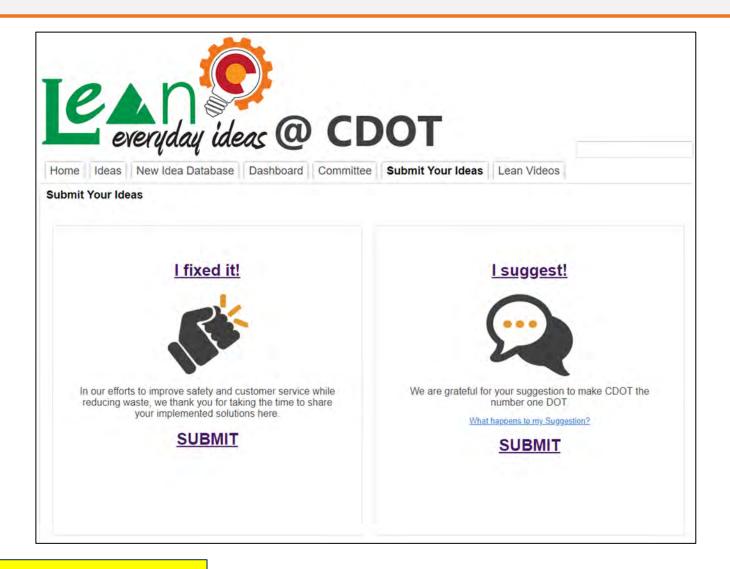


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"Ideas are happening everyday in the workplace. Our challenge is to be receptive to them, recognize them and even more important share them across your organization. Whether it is across the state or with adjoining cubicles these ideas don't always flow well and you need to assist the ideas to flourish and grow. Done well it is a happier workforce, more efficient workers and a stronger organization that resulted from your frontline employees ideas."



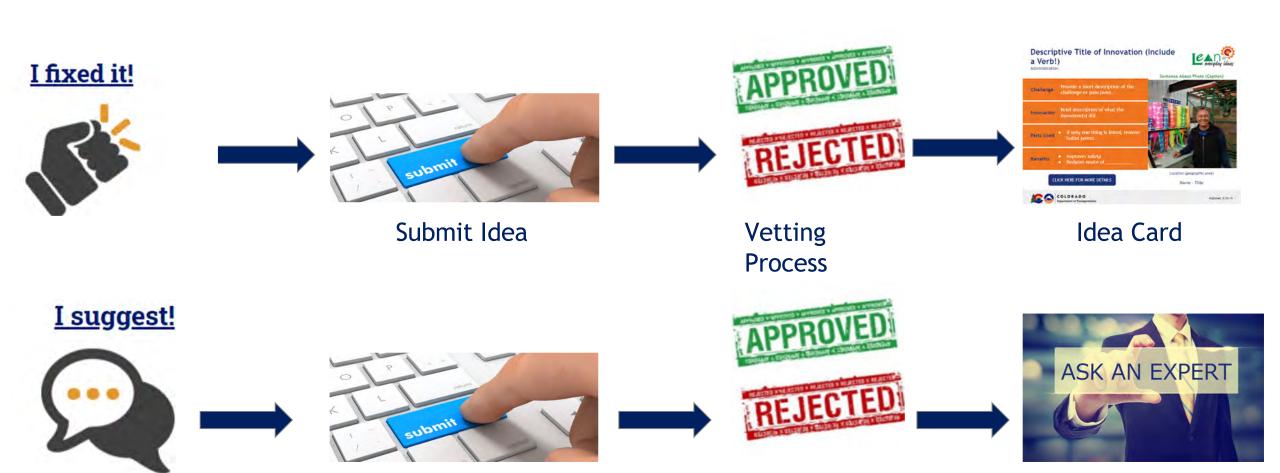


# LeanIdeas.CoDOT.gov



Connect with Subject

Matter Expert (SME)



Vetting

**Process** 

**Submit Suggestion** 



### **Idea Card**





Sentence About Photo (Caption)

Challenge

Provide a short description of the challenge or pain point.

Innovation

Brief description of what the innovator(s) did.

Parts Used • If only one thing is listed, remove bullet points

Benefits

- Improves safety
- Reduces waste of

CLICK HERE FOR MORE DETAILS

Location (geographic area)

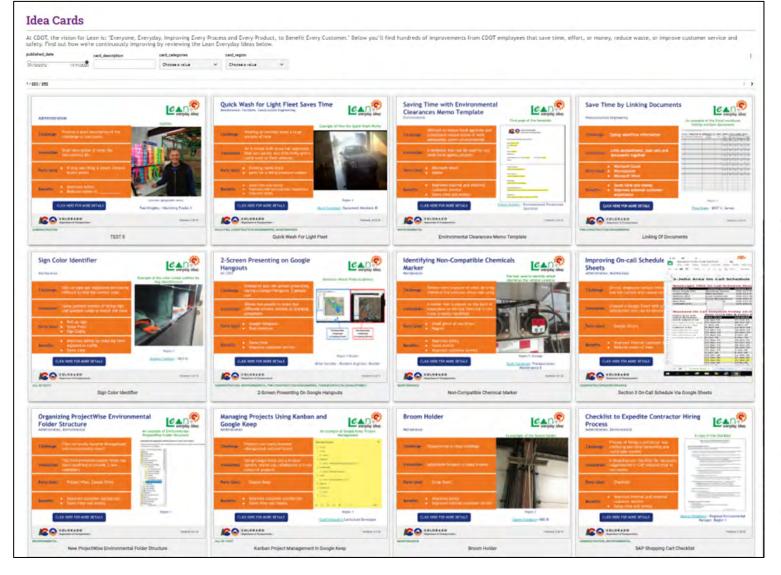
Name - Title



Published: 5/29/19



We have 358 Idea Cards (so far)!

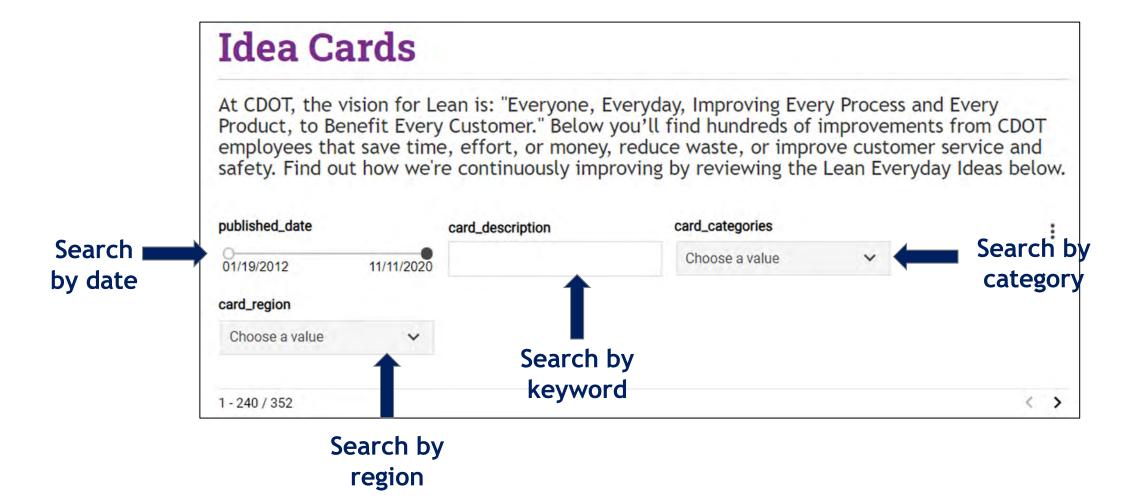


Use your phone to see them all!



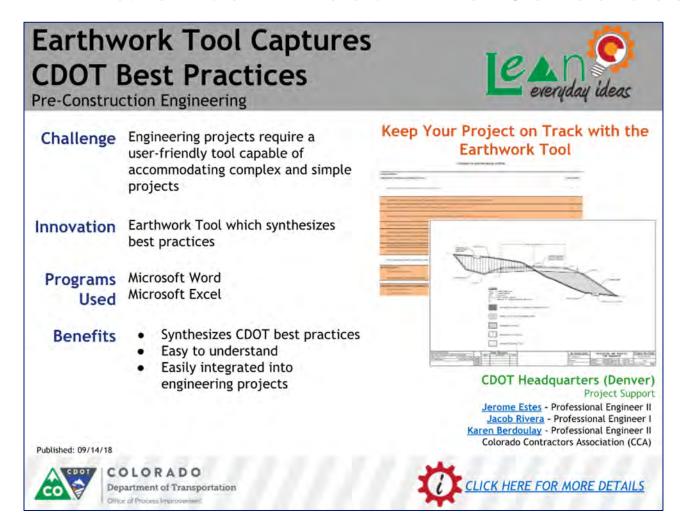


### Searching and borrowing ideas is **EASY** with the searchable database





### Earthwork Tool - Pre-Construction



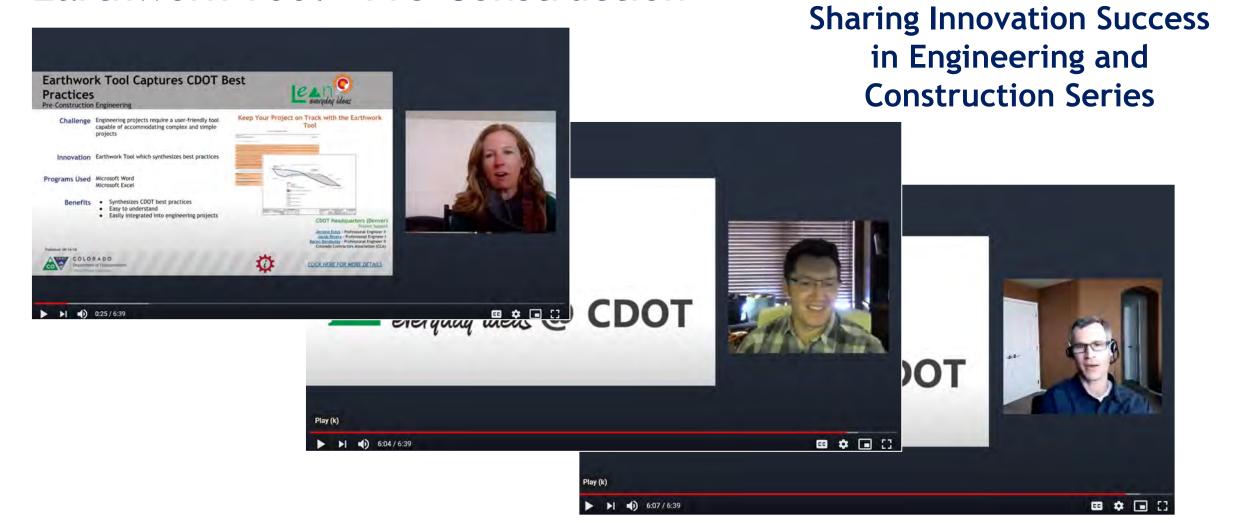
# Check out LEI!

**SCAN ME** 



Highlighted in:

### Earthwork Tool - Pre-Construction





# Mower Safety - Maintenance

# Mower Safety Innovation Makes Mowers More Visible to Traffic



Maintenance

Challenge

Mowing vegetation next to traffic can be dangerous for maintenance crews.

Innovation

Equip mower with red flags and flashing beacons to increase visibility.

- Parts Used •
- FlagsPoles
  - Lights

**Benefits** 

- Improves visibility to traffic
- Improves Safety

Department of Transportation

CLICK HERE FOR MORE DETAILS



Mower In Action

CDOT's Region 2 (Southeastern Colorado)

<u>Jennifer Cooley</u> - Heavy Equipment Operator III

Published: 10/10/19







# Recycling Vinyl Banners - All of CDOT

### Recycling Vinyl Banners for Sustainability



Administration

Challenge Fabric and vinyl banners from

campaigns and events were thrown away after events, creating waste

for landfills

Innovation

Coordinated with a local company in Boulder, Colorado that will

recycle and reuse banner materials

Company

**Benefits** 

**Ecologic Designs** 

Used

- Saves energy
- Reduces environmental impact
- Reduces landfill waste

### Banner On Its Way to Be Recycled!



CDOT Headquarters (Denver)
Office of Communications

<u>Liz Larter</u> - Visual Communications Manager

Published: 08/08/18





### Check out LEI!





### Idea Cards - Central Services

# Even LEI needs improvements!



### **Check out LEI!**





# Summary

We're working at CDOT to engage everyone to improve our business, and we hope we have inspired you to do the same!

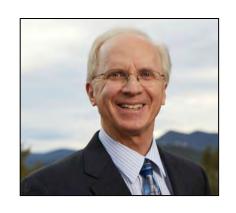


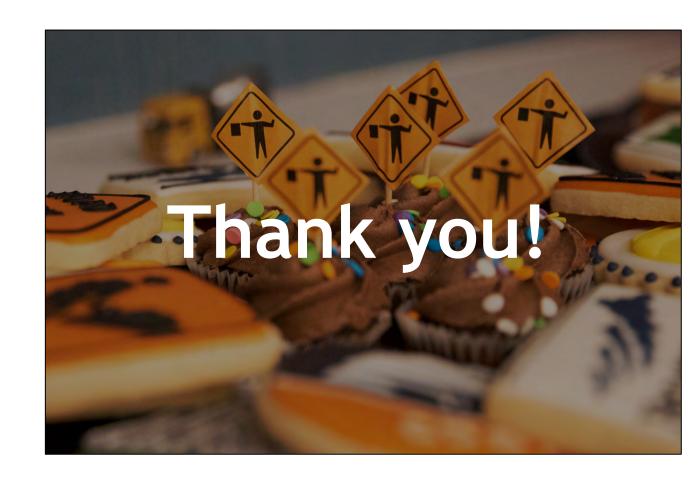




# Thank you!

Gary Vansuch Gary.vansuch@state.co.us





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LeanIdeas.CoDOT.gov



MAKING LIVES BETTER THROUGH TRANSPORTATION

2021-2025 IOWA DOT BUSINESS PLAN





Answer the "Why" before explaining the "What" or "How"



# Why another plan?

 We have a strong foundation, but we face many challenges

We need to prioritize

We need to continue adapting and growing



# Our plan has three parts

Where are we?

Where are we going?

How will we get there?

Set the stage (Where are we?)





# We face significant challenges:

- Employee recruitment/retention and retirements
- Employee injuries and fatalities
- Outdated systems/processes
- Fewer staff
- Limited budgets and funding
- Disasters Pandemic, Derecho, Flooding/Droughts

# Need to prepare for future:

- New federal transportation bill in 2021
- More highly automated vehicles
- Resiliency and climate change
- Commitment to take safety to next level

Chart the Course (Where are we going?)





# **Our Core Values**

- Safety First
- People Matter
- Customer Focused
- Servant Leadership
- Integrity Without Exception



# **Our Core Focus**

# Making Lives Better Through Transportation

The reason we exist is to make lives better through transportation. Serving the people and businesses of Iowa, we have the unique niche as Stewards of Iowa's Transportation System.



# Our 10-Year Target

## Safest – Smartest – Made to Last

Iowa has the most customer-focused, safe, reliable, and efficient transportation system and services in the nation through agility and innovation.



# Our 5-Year Priority Goals

- 1. Improve transportation system safety and performance
- 2. Improve customer service
- 3. Advance workforce for future challenges and opportunities
- 4. Secure stable and sustainable funding
- 5. Grow innovation

Focus on Implementation (How will we get there?)





# 1-Year Objectives

- 1. Reduce fatalities to under 300
- Update organizational structure and HR business practices to align with organizational strategies
- 3. Implement new customer feedback programs
- 4. Reimagine how we invest in technology
- 5. Implement business measures to move us forward



# **Quarterly Rocks**

- Rocks are the highest priority items we need accomplish in the next 90 days to meet our 1-Year Objectives
- Each quarter we will set new Rocks
- Each Rock has an owner







# Monitor and Report on Progress

- Inspect what you expect
  - Teams review and report on status of their Rocks every other week or at least monthly

- Progress not perfection
  - 100% rock completion rate is not the goal
- Assess and adjust

# Work the plan down through the organization

- Each division in the organization follows the same process
- Set objectives that align with the agency 5year goals or 1-Year Objectives
- Set Rocks that implement the division or agency objectives
- Monitor and report on progress



# Rinse and Repeat

- Rocks reviewed and reassessed quarterly
- Objectives assessed and updated annually

Priority goals reviewed and updated every 5
years as part of regular business plan updates

# Thanks for your time and attention!

### M.J. "Charlie" Purcell

Deputy Director, Transportation Development Division lowa Department of Transportation



MAKING LIVES BETTER THROUGH TRANSPORTATION

# **Panel Discussion**

Submit your questions using the webinar's Q&A feature

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### Save the Dates!

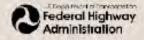
A bimonthly webinar series, Wednesdays at 2:00 PM EST

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Transportation Asset Management Financial Plans







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