Reviewed by:

DELIVERING:

A UK INDUSTRY STANDARD FOR PROPERTY ASSET MANAGEMENT

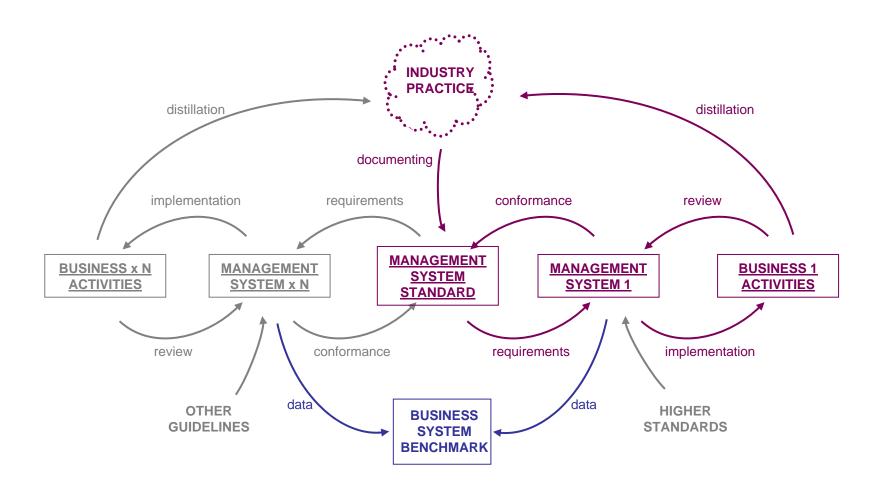
**GREEN PAPER A1** 

**BUSINESS MANAGEMENT SYSTEMS** 



# **BUSINESS MANAGEMENT SYSTEMS**

- 1. Specification for a generic system and a set of procedures
- 2. Systems / process approach links and networks
- 3. Operates at a strategic planning level
  - link to organisational structure
  - link to organisational learning
- 4. Autonomous control rather than command-and-control
- 5. Recursive structure hierarchy of systems within systems



## BUSINESS MANAGEMENT SYSTEMS

Means by which an organisation sets out to achieve its goals:

REGULATING – keeping on course

CONTROLLING – steering towards an objective

COMMUNICATING – co-ordination between different parts of the system

ADAPTING – learning to match external environment and remain viable

#### SYTEMS APPROACH

'Do not assume that people can be held responsible for performance, for their performance is governed by the system within which they work.'

W EDWARDS DEMING

## SYTEMS APPROACH

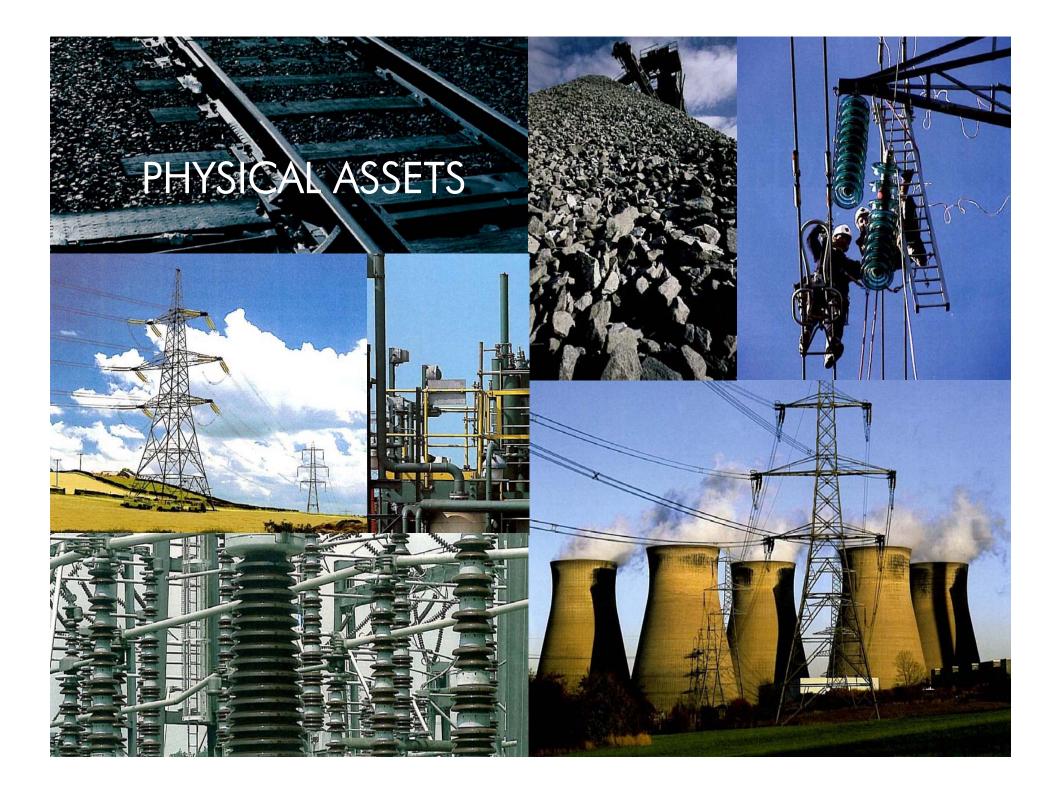
'Any initiative that illuminates the <u>dynamic</u> between business and its assets, and provides practical approaches to improve the management of this process is welcome.'

SIR DAVID VARNEY

## **SYSTEM**

A set of inter-related parts with a common purpose:

- 1. All parts must be present for the system to carry out its purpose optimally
- 2. Parts must be arranged in a specific way links are very important
- 3. Systems have specific purposes within larger systems
- 4. Systems use feedback to make adjustments and maintain their stability



# **ACCOMMODATION**



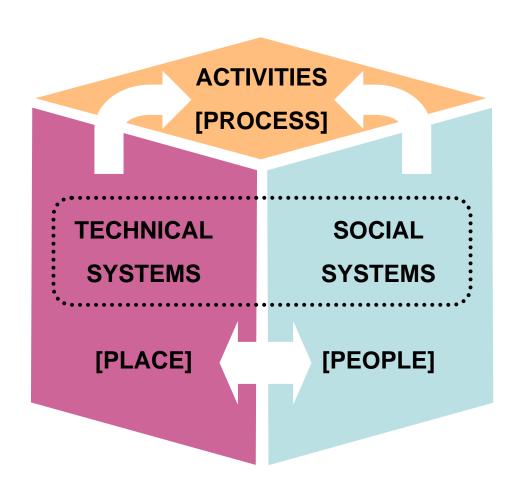
PEOPLE ...



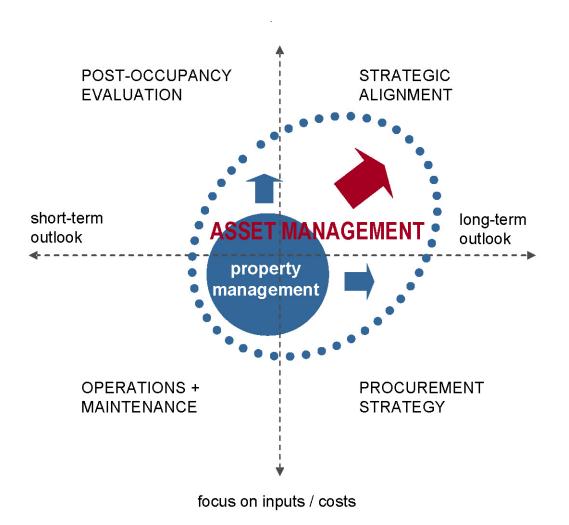




... PLACE



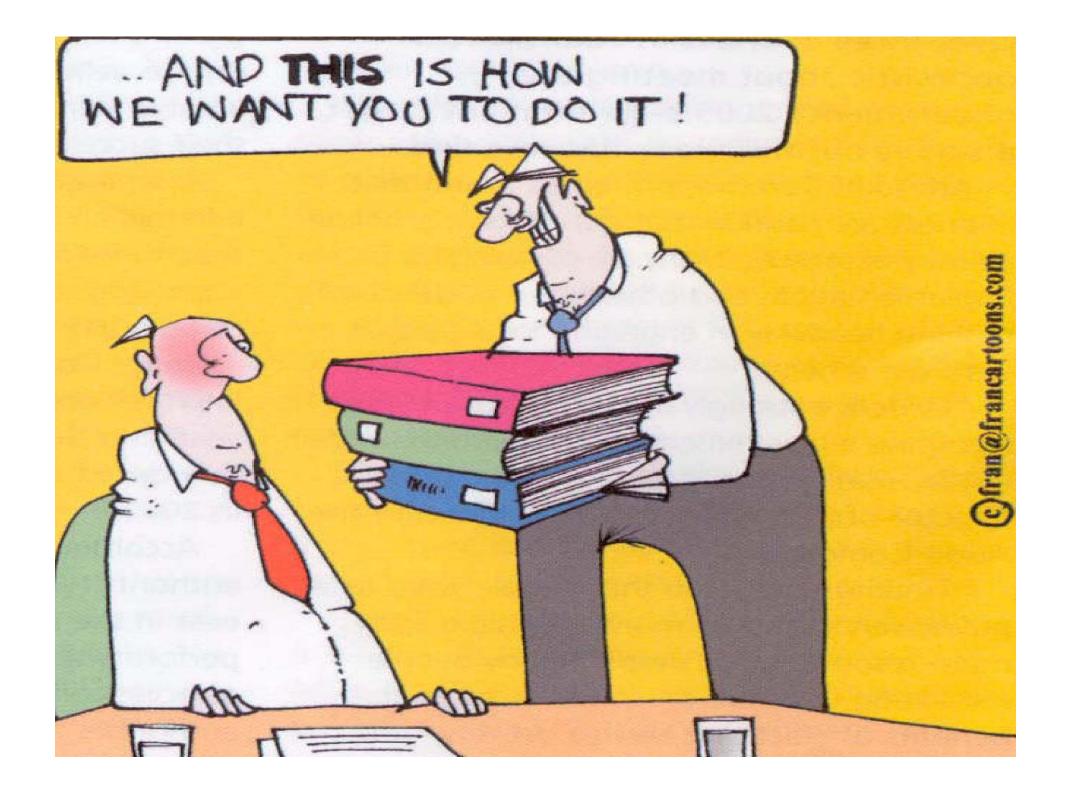
	NORMATIVE N			
REGULATORY REQUIREMENTS	CORPORATE GOVERNANCE	CORPORATE POLICY GOALS	IDENTITY CULTURE POLITICS	legitimacy overall purpose normative principles
	STRATEGIC	MANAGEMENT – SETS	DIRECTIONS	
MANAGEMENT SYSTEMS	ORGANISATIONAL STRUCTURE	STRATEGIC PROGRAMMES AUDIT	PROBLEM SOLVING + LEARNING	'doing the right things' effective use of resources medium-term
	OPERATIONAL MANAGEMENT - IMPLEMENTS			
POLICIES + PROCEDURES	ORGANISATIONAL PROCESSES	OPERATIONS	INDIVIDUAL + TEAM BEHAVIOUR	'doing things right' efficient use of resources short-term
	TECHNICAL	ACTIVITIES	SOCIAL	





WE ENVISAGE A
FUTURE WHERE LOCAL
COUNCILS ARE BACK
IN CONTROL DELIVERING
HIGH QUALITY SERVICES
TO THEIR OWN ELECTORATES







# My advice about the 'standard'

It should be unlike any other standard

Any requirement should be expressed only in broad terms:

It is expected that the user takes a systems approach to understanding and improvement

www.lean-service.com

## COMMAND-AND-CONTROL

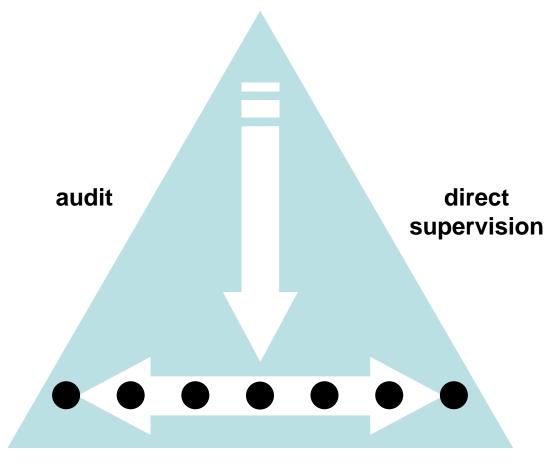
'Sadly, it is not unusual that people, especially those operating in traditional, hierarchically structured organisations, perceive standards as bureaucratic interference with their personal freedom. This is partly because they often appear as instructions coming down the line instead of lateral support, designed to make their life easier in the long term.'

RAUL ESPOJO

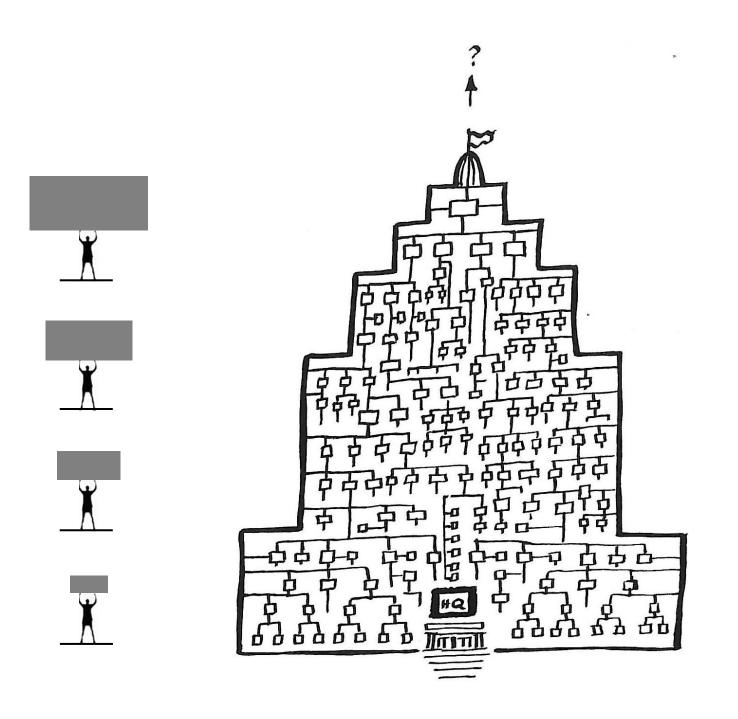
## **AUTONOMOUS CONTROL**

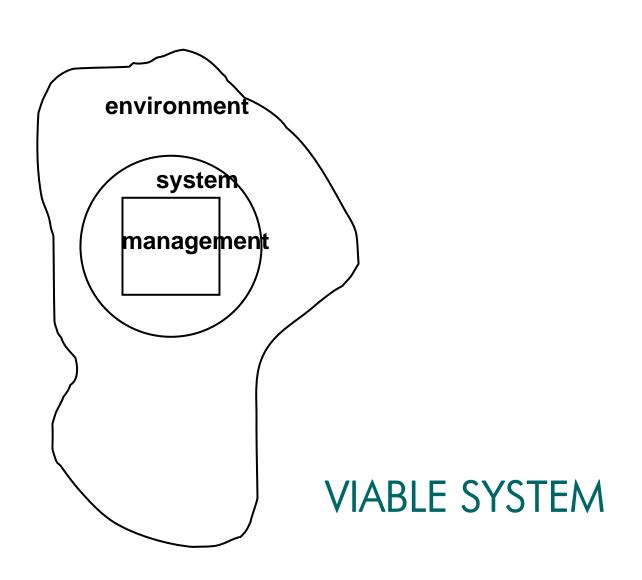
'However, if [managers] can learn to support [autonomous] co-ordination, communicating their purpose with greater clarity, they may begin to change this attitude, and if such guidelines are clearly couched in language different from that of direct commands and instructions, their acceptance may increase.'

RAUL ESPOJO

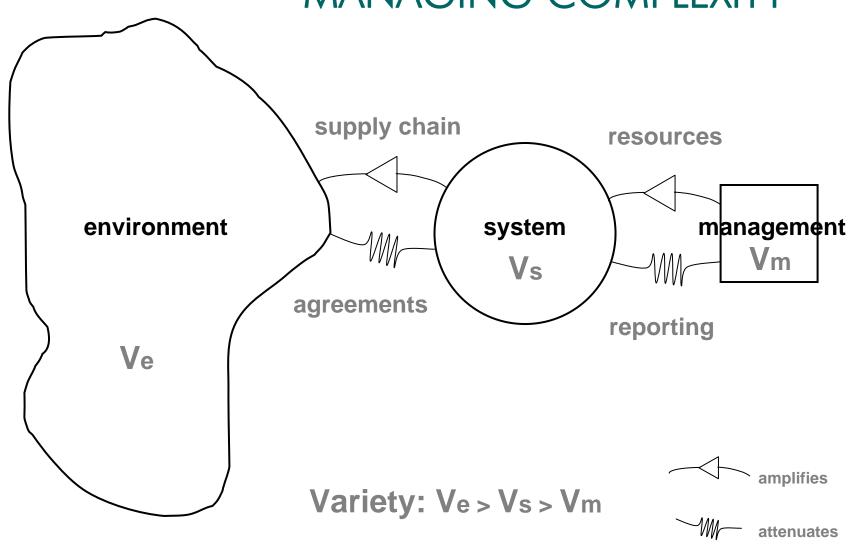


mutual adjustment / co-ordination





# MANAGING COMPLEXITY



# **BUSINESS MANAGEMENT SYSTEMS**

- 1. Specification for a generic system and a set of procedures
- 2. Systems / process approach links and networks
- 3. Operates at a strategic planning level
  - link to organisational structure
  - link to organisational learning
- 4. Autonomous control rather than command-and-control
- 5. Recursive structure hierarchy of systems within systems