

# Quality as a plaform for a sustainable future

Mats Deleryd, CEO & President SIQ – Swedish Institute for Quality

3rd International Conference on Quality Engineering and Management

## Founders



The Ministry of Enterprise, Energy and Communications



The supporting members association



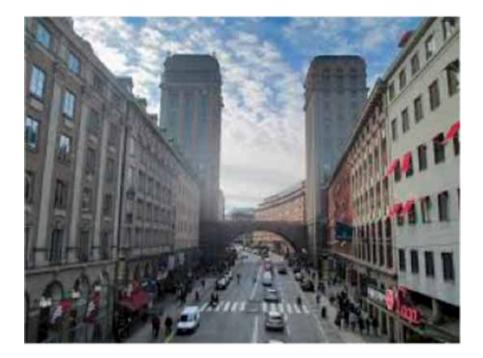
Swedish Agency for Economic and Regional Growth



## At SIQ ...



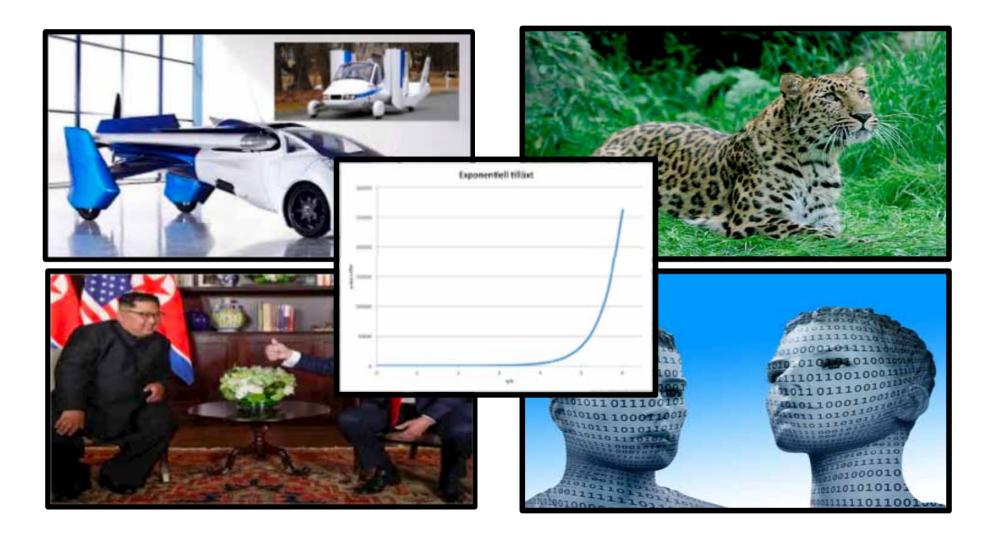
### SIQ offices in Stockholm and Gothenburg



SIQ – Kungsgatan 26, Stockholm

SIQ – Drakegatan 6, Göteborg

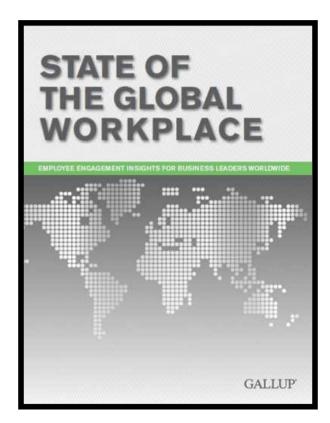
# The world we live in today!



SIC

# **Employee Engagement**





# **Categories of engagement**

#### Distribution of engagement



15%		6	57%		18%
0%	20%	40%	60%	80%	100%

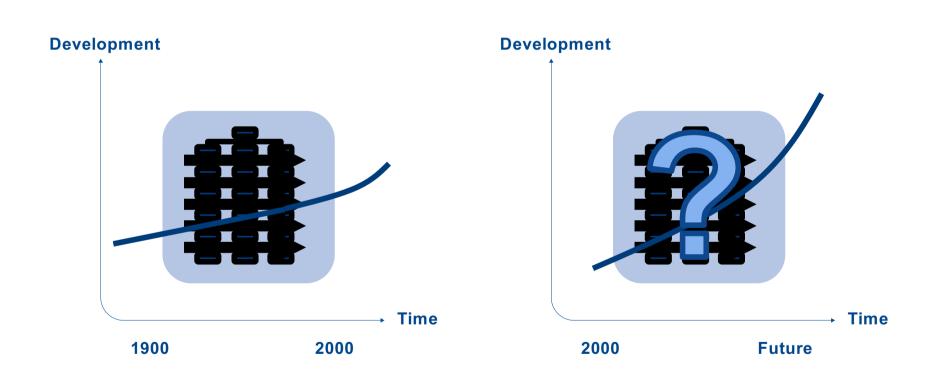
**ENGAGED EMPLOYEES** 

NOT ENGAGED EMPLOYEES

**ACTIVELY DISENGAGED EMPLOYEES** 

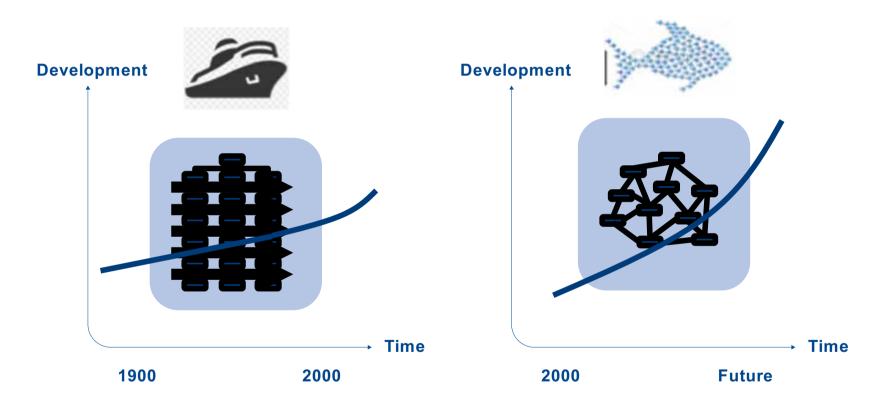


#### **Organisational structures – speed of change**





#### **Organisational structures – speed of change**



# "On the relationship between Quality and Sustainability"

Quality

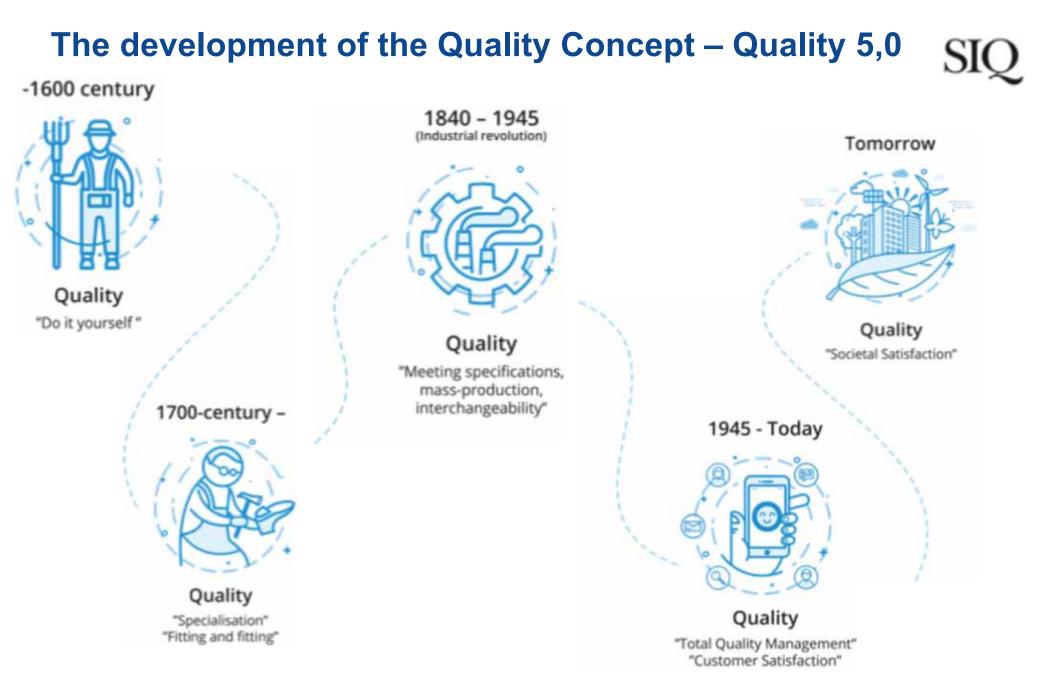


# **Sustainability**



**SUSTAINABILITY** = "Meeting the needs of the present without compromising the ability of future generations to meet their own needs." (World Commission on Environment and Development 1987)





**DELERYD & FUNDIN 2015** 

# The power of Quality!





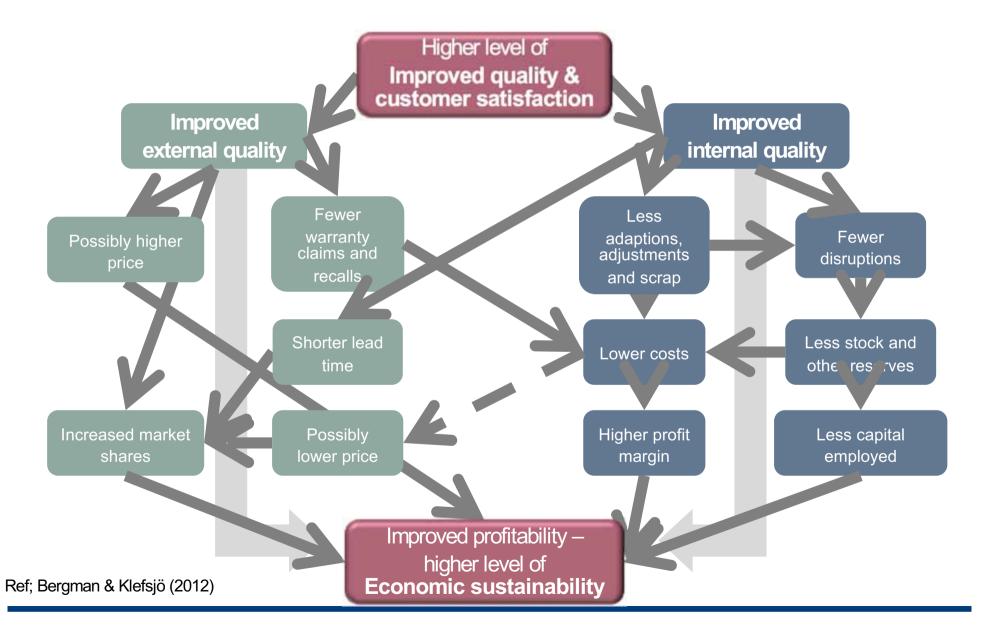
Photo from co-operation meeting between the Swedish Association for

Quality (SIQ) and the Shanghai Association for Quality (SAQ) and the China Association for Quality (CAQ), 2018-06-26

#### **China's Quality Plan**

- "Made in China" shall become "Created in China"
- "Chinas's speed" shall become "China's quality"
- "Chinese products" shall become "Chinese brands"

# Improved Quality leads to higher level of customer SIQ satisfaction and economic sustainability





### Why is sustainability of interest to focus?



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### Why is sustainability of interest to focus?

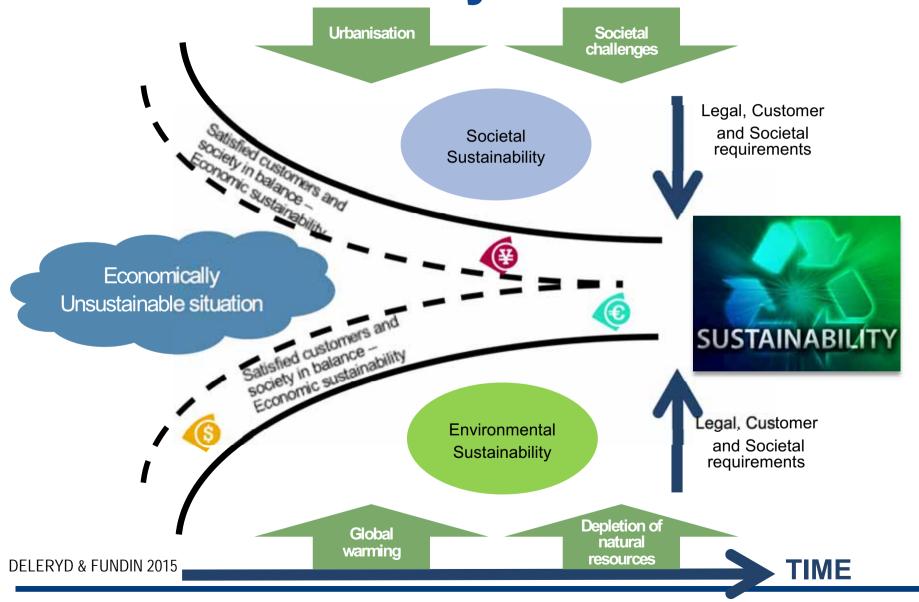
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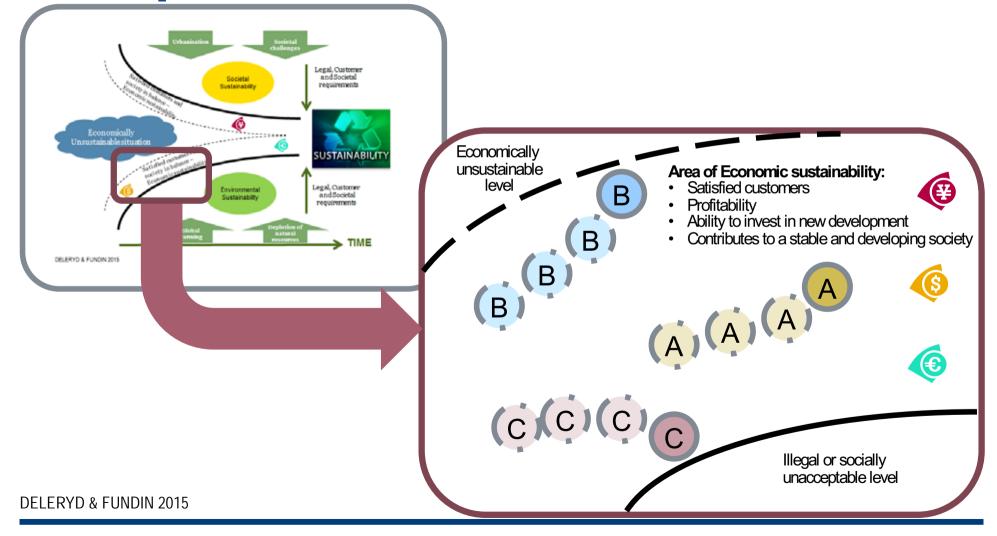
THE GLOBAL COMMISSION ON THE ECONOMY AND CLIMATE



# **The Sustainability Model**



# The leader in the "Sustainability SIQ race" will be the market leader and most profitable



## The Sustainability Model EXAMPLE: Sustainability in the Transportation SIQ and Infrastructure Industry



**BENEFITS** 

Optimizing societal transportation solutions

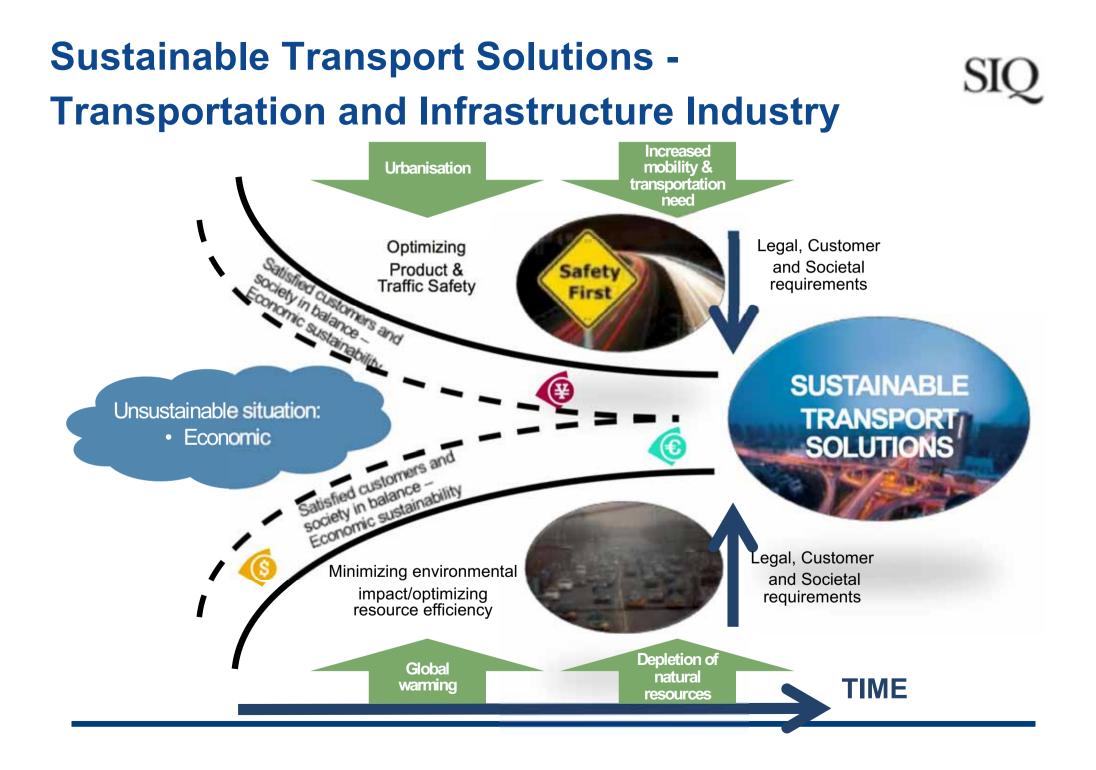


**CHALLENGES** 

Minimizing environmental impactoptimizing resource efficiency



Maximizing Product & Traffic Safety



# **SUMMARY - On the Relationship SIQ between Quality and Sustainability**

- Sustainability is most often defined in the three areas of Environmental-, Social- and Economic
- There is a strong relationship between Quality and Economic Sustainability. Having satisfied customers is the platform for sustainability and growth.
- The modern definition of Quality is transforming from "Customer satisfaction" to "Societal satisfaction".
- The leader in the "Sustainability race" will be the market leader and most profitable and successful.





# The SIQ Management Model

SIQ – Swedish Institute for Quality



# **SIQ Management Model**

## Consists of three corner pillars

Culture

Structure

**Systematics** 



### **SIQ Management Model - CULTURE**



SIQ Managementmodell baseras på framgångsfaktorer som kännetecknar ledande organisationer. Framgångsfaktorerna är definierade utifrån forskning och praktisk tillämpning.

#### Framgångsfaktorer

#### SKAPAR VÅRDE MED KUNDER OCH INTRESSENTER

En organisations långsiktiga framgång beror på dess förmåga att skapa värde tillsammans med de som den finns till för. Kundernas och intressenternas uttalade och underförstådda behov, krav, önskemål och förväntningar är vägledande för organisationens beslut och handlande.

#### LEDER FÖR HÄLLBARHET

Med engagerade ledare som utgår från kund- och intressentbehov förstärks en kultur som skapar förutsättning för hålibar utveckling. Ledare ser verksamheten, dess produkter, tjänster och processer som delar i en större helhet och verkar aktivt för att förbättra samhälle, miljö och ekonomi. Ledare tar till vara och utvecklar medarbetarnas och organisationens samlade kompetens och mångfald.

#### INVOLVERAR MOTIVERADE MEDARBETARE

En förutsättning för en framgångsrik organisation är motiverade medarbetare som känner sig uppskattade och respekterade. Ledare och medarbetare är engagerade i att utveckla en god arbetsmiljö. Alla ser sin roll i helheten och har ett tydligt mandat att bidra till verksamhetens utveckling.

#### UTVECKLAR VÄRDESKAPANDE PROCESSER

Organisationens verksamhet ses som processer som skapar vårde med kunder och intressenter. Processorientering stimulerar förebyggande arbete, att grundorsaker till problem identifieras och att faktabaserade beslut tas. Processerna är utformade för att skapa förutsägbara resultat. Samtidigt finns förmågan att snabbt ställa om med hänsyn till förändrade behov från kunder och intressenter.

#### FÖRBÄTTRAR VERKSAMHETEN OCH SKAPAR INNOVATIONER

Framgångsrik hållbar verksamhet över tid kräver såväl ständiga förbättringar som innovation av produkter, tjänster och processer. Förutsättningen för detta är en kultur som stimulerar till kontinuerligt lärande, kreativitet och nya idéer. Genom jämförelser med ledande organisationer får ledare och medarbetare kunskap om vad som kan uppnås och vägen dit. Ett systematiskt och uthålligt förbättringsarbete leder till nöjdare kunder, nöjdare medarbetare, bättre samhälle och miljö samt ökad effektivitet.

SIQ – Institutet för Kvalitetsutveckling finns till för de som vill bli bättre. Vårt uppdrag är att skapa, samla och sprida kunskap om kvalitetsutveckling.



Institutet für Kusistetsutveckling OOTEEORG: Draksgetan 8, 412 50 Götsborg STOCKHOLM: Kungagatan 26, 111 25 Sitockholm Inisitor (331,723 17 00 + sizgibnig zu + anamusig as

# Creating Value with Customers and Stakeholders

An organisation's long-term success depends on its ability to create value along with the ones for which it exists. Customers' and stakeholders' expressed and implied needs, requirements, wishes and expectations are guiding the organisation's decisions and actions.

# Leading for Sustainability

With committed leaders based on customers' and stakeholders' needs, a culture that creates a prerequisite for sustainability is strengthened. Leaders see the organisation, it's products, services and processes as units in a larger system, and actively promote the prosperity of society, the environment and the economy. Leaders utilize and develop the employees' and organization's overall skills and diversity.



# Involving Motivated Co-Workers

A prerequisite for a successful organisation is motivated co-workers who feel appreciated and respected.

Leaders and co-workers are committed to developing a good working environment.

Everyone sees their role as a whole and has a clear mandate for the development of the organisation.



# Developing Value-Creating Processes

The organisation's activities are seen as processes that create value with customers and stakeholders. Process orientation stimulates preventive work, identifies root causes of problems, and fact-based decisions are taken.

The processes are designed to create predictable results. At the same time, there is the ability to adapt quickly with regard to changing needs from customers and stakeholders.



# Improving and creating innovations

Successful sustainability over time requires continuous improvements as well as innovation of products, services and processes.

The prerequisite for this is a culture that stimulates continuous learning, creativity and new ideas.

Through comparisons with leading organisations, leaders and co-workers get knowledge of what can be achieved and the process to achieve world-class results.

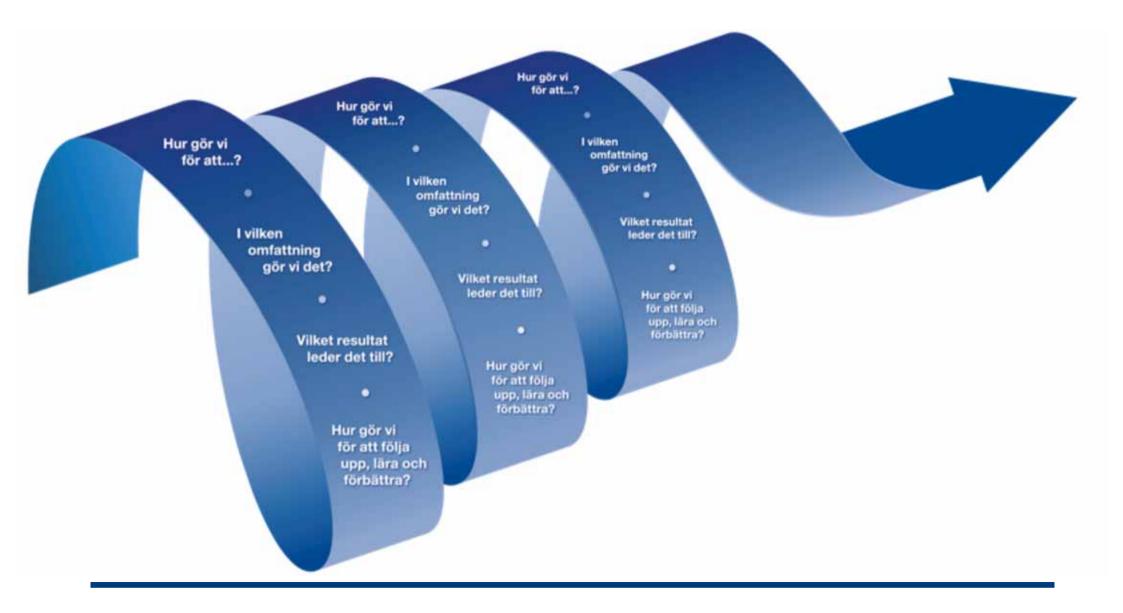
Systematic and continuous improvement work leads to satisfied customers, more satisfied co-workers, better society, environment and increased efficiency.

#### **SIQ Management Model - STRUCTURE ENABLERS RESULTS CO-WORKERS** SOCIAL **CO-WORKERS** RESPONSIBILITY **CUSTOMERS CUSTOMERS** PROCESSES AND AND **STAKEHOLDERS STAKEHOLDERS ECOLOGICAL ECONOMIC SUSTAINABILITY SUSTAINABILITY** MANAGEMENT

## SIQ Management Model - STRUCTURE SIQ

<b>1.</b>	CUSTOMERS AND STAKEHOLDERS	<b>(150 p)</b>
1.1.	Understanding the needs and expectations from customers	(50 p)
1.2.	Creating value with customers and stakeholders	(50 p)
1.3.	Creating proposition to customers and stakeholders	(20 p)
1.4.	Measuring customer and stakeholder satisfaction	(30 p)
<b>2.</b>	MANAGEMENT	<b>(125 p)</b>
2.1.	Planning for sustainability	(30 p)
2.2	Managing for sustainability	(40 p)
2.3	Managing co-workers	(30 p)
2.4	Managing processes	(25 p)
<b>3</b>	<b>CO-WORKERS</b>	<b>(125 p)</b>
3.1	Developing competences	(40 p)
3.2	Creating creativity and engagement	(45 p)
3.3	Developing a good working environment and employee satisfaction	(40 p)
<b>4</b>	PROCESSES	<b>(100 p)</b>
4.1	Establishing processes	(30 p)
4.2	Improving processes	(70 p)
<b>5</b>	RESULTS	<b>(500 p)</b>
5.1	Customers and stakeholders	(100 p)
5.2	Co-workers	(100 p)
5.3	Social sustainability	(100 p)
5.4	Ecological sustainability	(100 p)
5.5	Economic sustainability	(100 p)

### SIQ Management Model - SYSTEMATICS SIQ



# **SIQ Management Model**

## Consists of three corner pillars

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Structure

**Systematics** 



### Swedish Quality Management Academy -Quality challenges 2012





# Management Challenges the next five years

#### PRIORITIZED AREAS TO FOCUS GIVEN THE VERY HIGH SPEED OF CHANGE THE NEXT FIVE YEARS!



- To achieve a sustainable direction for the organisation
- To develop together with customers and other stakeholders
- To develop management-models for **stable** but yet **agile** organisations
- For boards and management to take **ownership** of managing change and improvement

# "Quality 5.0" – The new management SIQ paradigm after TQM







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