GIRI online members' forum: Addressing a 'race to the bottom' attitude, post-COVID 19

2nd July 2020

Working together to eliminate error, by industry, for industry.

Online forum: housekeeping

- Presentation is being recorded
- 'Raise hand' to speak
- Use chat box to share ideas
- Microphones muted unless speaking
- Cameras off, but switched on when speaking
- Click links and open browser to participate in the surveys



Today's agenda

- GIRI update and feedback from previous forums
- Introduction to the GIRI leadership workshops
- Lesson:
 - Optimism bias, and its impact on the construction industry
 - · 'GET-IT-WRONG' pre-mortem process.
 - '5-whys' questioning technique.
- Workshop addressing the 'race to the bottom'
- Summary of key observations



GIRI update: Tom Barton



Wasted spend on error

Direct costs of error (5%)

resources used in correcting an error

Indirect costs of error (7%)

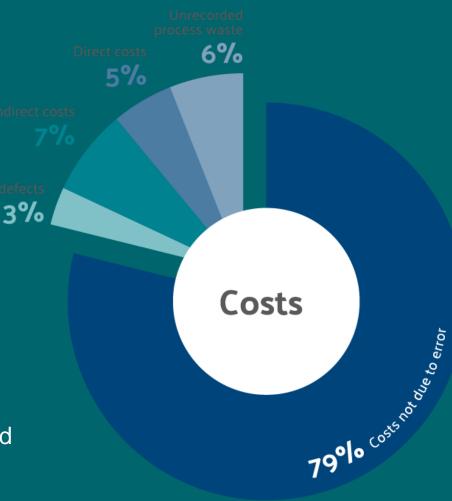
Resources used in follow on work and costs to other parties

Unrecorded process waste (6%)

Errors occur, are identified and corrected without being recorded

Latent defects (3%)

remain in place after client acceptance and any 'defects liability period' has passed



GIRI



Strategic aim of GIRI

To improve construction productivity and quality by eliminating error.



Recent GIRI forums

- Managing and motivating staff under Covid-19
- Behaviours to prevent error
- Creating and maintaining a positive culture
- Working with a changing supply chain & materials



Is the industry operating in new and innovative ways?



What should our leaders be doing to eliminate error and are they doing it?







Feedback from earlier forums

- Quality at the very least to be given a place at the table in project inductions.
- Slow down and plan how we will record and prove we have done it right. Ownership and responsibilities
- You go to jail for not complying with ISO 45001 or 14001 but not ISO 9001



Building boom!

- Does the government's recently-announced *Project* speed initiative mean that the industry will become more productive? Or will the 'race to the bottom' simply become faster with an even larger legacy of errors?
- How should industry and its leaders react?





Collaboration or cooperation?







GIRI Training: Nick Francis









Strategies to eliminate error for leaders of construction projects – Part One



Project Leadership Training

General - your role within the wider construction industry

- Understanding the problem
- Behaviours
- Processes
- Communication
- Individual actions

Specific - avoiding errors on this project

- Optimism bias
- 'Get it wrong' exercise
- Project action plan

Wrap up



Project Leadership Training

General - your role within the wider construction industry

- Understanding the problem
- Behaviours
- Processes
- Communication
- Individual actions

Specific - avoiding errors on this project

- Optimism bias
- 'Get it wrong' exercise
- Project action plan

Wrap up

Today (high speed)

Addressing a 'race to the bottom' attitude, post Covid-19

Optimism bias

'There is a demonstrated, systematic, tendency for project appraisers to be overly optimistic.' HM Treasury'.

Treasury (HM Treasury). (2013). SUPPLEMENTARY GREEN BOOK GUIDANCE – OPTIMISM BIAS. Retrieved from https://gov.uk/government/publications/green-book-supplementary-guidance-optimism-bias

Post Covid-19 'race to the bottom'

"It'll be fine!"



Concern Countermeasure Cause







Concern

Identify concerns

- Ask what is going to go wrong on this project (address optimism bias)
- Create an exhaustive list of 'failure scenarios' (on separate Post-its)
- Place Post-its on likelihood/impact chart
- Group scenarios to identify key concerns
- Select top few concerns to address
- For deeper analysis use a "pre-mortem" technique:
 - Jump into the future and ask "Why <u>did</u> this project fail?"





Concern

Cause

Identify root causes

- Address each concern in turn
- Ask "why?" to identify root cause
- For deeper analysis: Use '5 Whys' to get to underlying root causes





Concern

Cause

Countermeasure

Identify countermeasures

- Address each root cause in turn
- Identify project actions to address each root cause
- Identify owner and deadline for each action





Concern

Poll

 What do you think are the potential consequences of a 'race to the bottom' post Covid-19?





Concern

Chat box

Select single top concern





Concern

Cause

Identify root causes

Use '5 Whys' to get to underlying root causes





The 'five whys' technique

- Ask: Why did that happen?



Concern

Cause

Group discussion & chat box

- Why will [.....] happen?
- Why will that happen?





Concern

Cause

Countermeasure

Group discussion & chat box

- Identify specific actions to prevent [.....] happening?
- Identify specific actions to prevent [.....] happening?
- Identify specific actions to prevent [.....] happening?





We have considered:

- Optimism bias and the 'race to the bottom' (it'll be fine!)
- 'GET-IT-WRONG' pre-mortem exercise

Concern Cause Countermeasure

Targeted actions



Key actions: Addressing a 'race to the bottom' attitude

Use the chat box:

What is the one key action you think your organisation could take to avoid errors caused by a 'race to the bottom' as we navigate the Covid-19 crisis?



Thank you for joining us

We welcome your feedback via our online survey https://www.surveymonkey.co.uk/r/R9Y63H3



NEXT WEBINAR:

Getting it right: reducing error & waste in the construction industry.

A joint event with ICE Thames Valley.

Wednesday 22nd July, 16.30 https://www.ice.org.uk/events/getting-it-right-webinar



