Beyond Being Just Good

A Discussion of Jim Collin's Monograph ...

Good To Great and the Social Sector

Beyond Being Just Good

"A culture of discipline is not a principle of business ... it's a principle of greatness."

- Jim Collins

Beyond Being Just Good

Five Principles Of Discipline

- 1. <u>Defining "Great" Measuring Success without Business</u>
 Metrics
- 2. <u>Level 5 Leadership Getting Things Done within a Diffuse</u> Power Structure
- 3. First Who Getting the Right People on the Bus within Social Sector Constraints
- 4. The Hedgehog Concept Rethinking the Economic Engine without a Profit Motive
- 5. <u>Turning the Flywheel</u> Building Momentum by Building the Brand

Principle #1. <u>Defining "Great"</u>
Measuring Success without Business Metrics

Measuring Success

- While Business Metrics Might Not Be Appropriate, Other Metrics Are
- Get Creative With How You Measure The Organization

Important Points Of Metrics Discipline

- All Indicators Are Flawed
- Settle Upon A Consistent and Intelligent Method
- Rigorously Track The Metrics

Principle # 2. <u>Level 5 Leadership</u>
Getting Things Done within a Diffuse Power Structure

Leadership versus Power

- If people follow you because they have no choice, you are not leading.
- True leadership only exists if people follow when they have the freedom not to.

The Tale Of Two Leadership Styles

- Executive ... Individual Leader Has Enough Concentrated Power To Decide
- Legislative ... Leaders Don't Have Concentrated Power, but must rely on
 - Persuasion
 - Political Currency
 - Shared Interest

Principle # 3. First Who

Getting the Right People on the Bus within Social Sector Constraints

Never Settle for Mediocrity. Temporarily Tolerate. Never Settle.

Have a Standard of Excellence ... And Do Not Waiver From It

Keys Fundamentals

- The More Selective the Process, The More Attractive The Position
- Use Your Compelling Advantage ... The Purity Of Mission
- The Right People Attract More (And Money) .. Money Attracts Little

Principle # 4. The Hedgehog Concept
Rethinking the Economic Engine without a Profit Motive

The essence of a Hedgehog Concept is to attain piercing clarity about how to produce the best long-term results, and then exercising the relentless discipline to say "No, Thanks" to things that fail the hedgehog test.

The Hedgehog Test

- 1. What are we deeply passionate about?

 AND
- 2. What can we be best in our world at?

 AND
- 3. What best drives your economic engine?

The Hedgehog Test

A Graphical Illustration

What Are We Deeply Passionate About?

What Best Drives Our Economic Engines?

What Can We Be The Best In Our World At?

Economic Engine In The Social Sector

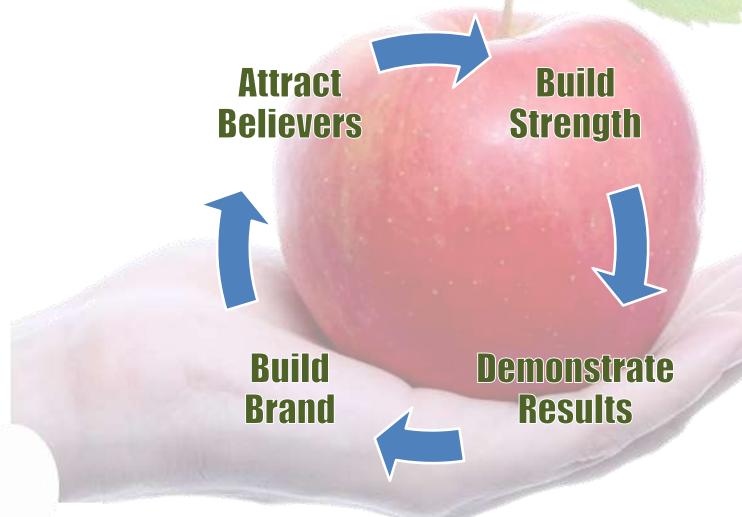
Girl Scouts Local Council Mega Church Share Our Strength NYC Opera Harvard College	American Cancer Society Special Olympics Small Local Church Native Conservancy Teach For America	High	
Red Cross Mayo Clinic Good Will Industries Northwestern Memorial Hospital UC Berkley	Boys & Girls Clubs Charter Schools K-12 Public Schools NASA NYPD EPA	Low	Depends Upon Donations & Grants
High		Low	

Depends Upon Business Revenues

Principle # 5. <u>Turning the Flywheel</u>
Building Momentum by Building the Brand

"In building a great institution, there is no single defining action, no grand program, no one killer innovation, no solitary lucky break, no miracle moment. Rather, research shows that it is feels like turning a giant, heavy flywheel."

The Brand Building Flywheel



The Stages To Greatness

Putting It All Together

Disciplined Thought

- Confront Brutal Facts
- The Hedgehog Concept

Disciplined **Action**

- Culture Of Discipline
- The Flywheel

Disciplined People

- Level 5 Leadership
- First Who, Then What