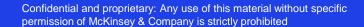
Supporting a global utility in its Digital Transformation

Case study | 2018



The ongoing Digital Transformation required a dedicated "digital change management" effort

Set-up of the company digital transformation...



Start-up with pilot initiatives

Several digital challenges selected bottom-up by Divisions (significantly different for assets-based BUs vs. Retail vs. Corporate Functions) or top down and launch of dedicated 'pilots'



Focus on technological enablers set-up

In the starting phase scouting of enabling digital solutions (e.g., IoT) and set-up of tech infrastructure (e.g., big data) but limited emphasis on talent and culture



XOX Trial-and-error culture

○ ○ ✓ Divergent approach aimed at testing multiple (opposite, sometimes) working approaches and

solutions

...and complications as its critical mass grow



Lack of competencies

Missing skilled talents, able to master the (above mentioned) cross-initiatives enablers (e.g., Agile)



Lack of framework to put digital at work

No cross-initiatives enablers on working approaches (e.g., Agile), set-up recipes (e.g., AA1 machine), methodologies (e.g., User-centric Design²)



Lack of alignment on best practice

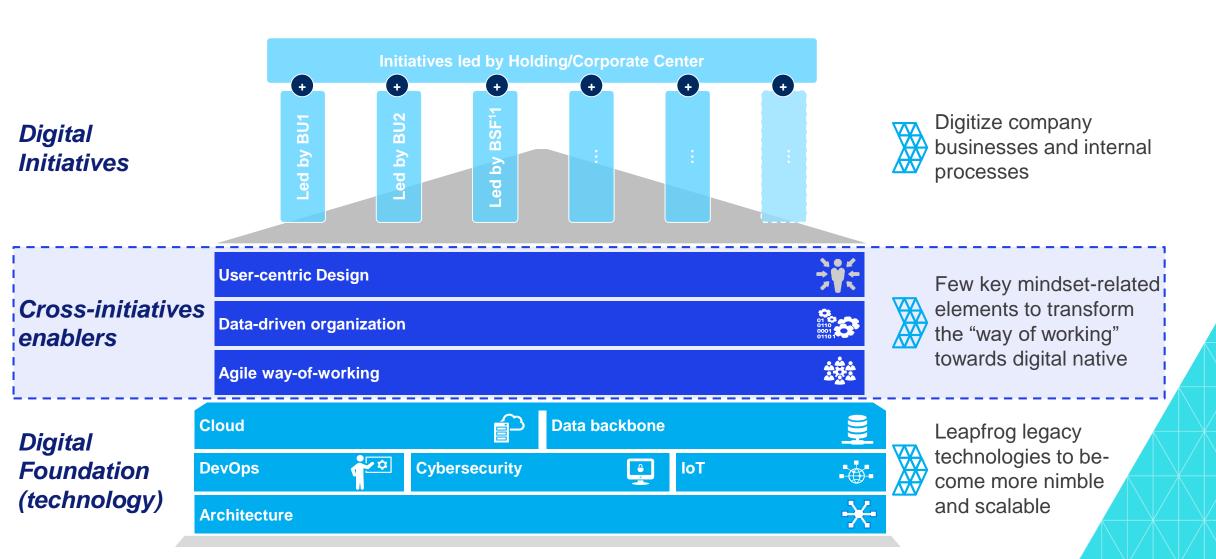
Identification and cross-fertilization/ standardization of successful practices across the board not institutionalized



Need for a **dedicated "digital change management"** effort to seed the cross-initiatives enablers, grow competencies to master them and align the organization around the priority they represent

We identified a set of (few) 'cross-initiatives enablers' to bring the transformation at scale (in a sustainable way)





1 Business Support Function SOURCE: McKinsey

We designed the "digital change management" program around the cross-initiatives enablers identified

Cross-initiatives enablers

- Alignment on the enablers to work on
- Agile wayof-working
- Advanced
 Analytics
- Usercentric Design
- Definition a specific set of digital change management actions around those

Building blocks of a "digital change management" program



Role modeling

"I understand how I am expected to behave,,



Skills/competencies

"I am equipped with the right set of competencies to succeed,



Incentives and Systems

"I am facilitated and pushed to adopt the new way of working,

SOURCE: McKinsey McKinsey & Company 4

For each building block, we defined a comprehensive set of initiatives



Role modeling



- 1 Workshop with Top Team to agree on Digital Transformation key concepts
- 2 "Digital Ambassadors" program (empowerment of pivotal change agents)
- "Go-and-see" visits to understand what successful transforming companies are doing¹
- 3 Digital Change Management events to involve pivotal managers in the Transformation

Skills/ competencies



- Train the Transformation Actors (for resources involved in Digital initiatives)
- Digital Evangelization program (learning and communication "pills")
- "Horizontal" Academies (on technical yet cross-business digital topics)
- "Vertical" Academies (coordination of BUs/Functions-specific Academies)

4 Digital
Academy



- Development of dedicated career path for resources participating to Digital initiatives
- Assess company resources Digital readiness
- Supported to the definition of organizational and operational model changes to ensure the success of ongoing Digital initiatives

1 Workshop with Top Team

Set-up and objectives

Workshop set-up

- Full-day workshop involving CEO and all Directors (Head of Divisions and Functions)
- Focus on Digital Acceleration Enablers (Agile, Data-driven, User-centric Design) with dedicated plenary sessions led by topic experts
- "Breakout" session (at the end of the day) to charter company positioning vs. key topics



Key objectives



Understand and agree on Digital
Transformation key concepts, building a
common definition/ interpretation (tailored to
different company contexts)



Acknowledge existing gaps vs. target state



Discuss (and agree on) overarching ambitions and next steps (i.e., how and where to implement new way of working)



Reflect on possible implications for current operational and organizational model

SOURCE: McKinsey & Company 6

2 "Digital Ambassadors" Program

Who they are

- Pool of young, talented, with high digital readiness resources
- Identified to support the ongoing transformation through role modelling and knowledge sharing
- Empowered, formally and informally, through:
 - Commitment from leaders
 - Involvement in Digital
 Transformation-related
 activities
 - Setup of dedicated activities

What they do



- Preparing for and participating to Go-and-See visits
 - Undertaking dedicated trainings and ad hoc sessions on digital topics
 - Participating to events with the Top Management (e.g., breakfast with the CEO)



They **Experiment**

- Supporting the Change Management Events preparation (e.g., dry-run sessions)
- Participating to the preparation and execution of the Change Management Events (e.g., as facilitators of breakout sessions)



- Developing and sharing knowledge on Digital topics
- Supporting people involved in the Digital initiatives
- Cascading information, e.g. through the setup of adhoc events for a broader "Digital evangelization"



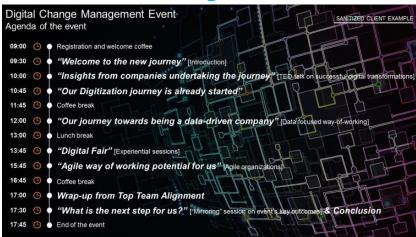
- 100+ resources involved
- 5 go-and-see visits arranged

SOURCE: McKinsey

3 Digital Change Management events Set-up and objectives

Workshops set-up

- 3 full-day workshops, involving company leadership, high potential Managers and Digital talents
- Focus on Digital Acceleration Enablers
 (e.g., Agile,) with dedicated plenary
 sessions led by experts
- Alignment on Top Team workshop key outcomes (i.e., priorities, next steps)
- Interactive session "Digital Fair" to test new technologies



Key objectives



I See...

- ...the group commitment towards the Transformation
- ...internal and external success stories
- ...key Digital Concepts definition



I Experience...

...how powerful and disruptive digital/new way of working could be



I Charter...

...priorities, enablers and constraints for key Digital concepts application in company context (starting form Group shared vision and strategy)



400+ resources involved in 3 events

SOURCE: McKinsey & Company 8

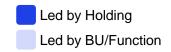
4 Skills/competencies – Digital Academy overall scheme of work

Live

courses,

webinar.

e-learning



"Vertical Academies"

- Goal: Equip BUs/Functions population with advanced notions
- Topics: Digital advanced topics related to digital transformation of the specific BUs/Functions
- Target: All BUs/Functions people affected by specific changes

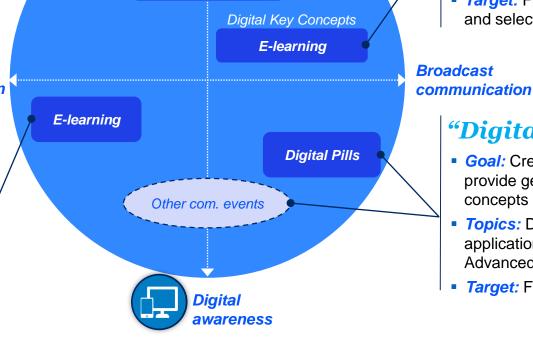
"Horizontal Academies"

- Goal: Increase Digital expertise on key topics (with deep dives on specific topics)
- Topics: (i) Digital Key concepts and (ii) selected Digital topics targeting cross-BUs/Functions learning needs (e.g., "User centric design", "Advanced Analytics and Data Infra.")
- Target: Full population for Digital key concept and selected resources for selected topics



"Train the transformation actors"

- Goal: Quickly equip Digital initiatives participants and HR Business Partners with Digital key concepts
- Topics: Digital Key concepts (e.g., meaning of Agile, Design Thinking, etc.)
- Target: selected resources, both from BUs/Function and HR Business Partner



Digital

Selected topics

Live courses,

webinar, e-learning

expertise

"Digital Evangelization"

- Goal: Create Digital awareness and provide general knowledge of Digital concepts
- Topics: Digital key concepts application to company context and Advanced Digital topics
- Target: Full population

SOURCE: McKinsey & Company 9