Lean Aerospace Initiative

Enterprise Value: The New Lean Horizon

Future Vision: The Lean Enterprise Value Phase March 27, 2002

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Lean Enterprise Value: The Central Concept

Lean is not just a matter of eliminating waste, rather becoming lean is a process of eliminating waste with the goal of creating value for enterprise stakeholders.

Lean Enterprise Value, Palgrave Publishing



Conference Insights



LAI Stakeholders Shaping the Lean Enterprise Value Phase

- Do for the rest of the enterprise what we did for manufacturing
- 2. Help make the government a lean customer
- 3. Educate industry and government in lean practices
- 4. Make lean a success for the workforce
- 5. Sustain lean knowledge and tools.

"ConOps"



Key Stakeholder Value Expectations

Gen Lester Lyles, Commander, AFMC

- Get the word out; create and teach lean curriculum across the country
- "Kick it up a notch!"

Mrs. Darlene Druyun, Principal Deputy Assistant Secretary, SAF/AQ

- Lean promises and can deliver big improvements in productivity and efficiency
- Expand beyond the factory floor and into the rest of the organization, where the big costs are
- Lean must be driven into the supplier base
- Support Acquisition Center of Excellence

*Government Co-Chair for the LEV Phase



Lean Enterprise Value Phase Vision & Mission

Vision: U.S. aerospace enterprises reliably and efficiently creating value and rapidly adapting to change

Mission: Research, develop and promulgate practices, tools and knowledge to enable and accelerate the envisioned transformation of the greater US aerospace enterprise through people and processes

Mission Team: Enterprise Stakeholders—US military Services, aerospace industry, organized labor, academia



LEV Phase: The Goals

Overarching Goal: Accelerate the Lean Enterprise transformation of the U.S. aerospace enterprise

Sub-Goal: Continue the transformation of industry

Sub-Goal: Support transformation of the government to be a Lean customer

Sub-Goal: Enhance the effectiveness of the national workforce

Enabling Goal: Educate and train stakeholders in value-creating Lean principles and practices

Enabling Goal: Enable Lean value-creating supplier base



LEV Phase: Structure

Lean Enterprise Value Phase Sept 2002-2005

Executive Board – Co-Chairs

Executive Committee

Stewards Council

LAI Operations at MIT

Similar Team Structure

Joint and Cooperative R&D

Enterprise Perspective



LEV Phase: Challenge To LAI Members

- Shift to an Enterprise Mindset
 - Focus home organization on LEV Phase vision and potential benefits
- Broaden LAI Impact
 - Up, down, and across your value stream
 - Out of "silos" into the enterprise
- Read "Lean Enterprise Value"
 - Share lessons with colleagues
- Bring your new perspectives to the LAI teams

New Lean Horizons, New Challenges, New Benefits