



### Why scalable learning is replacing scalable efficiency

By Sylvain Cottong, co-founder of the HOW Institute



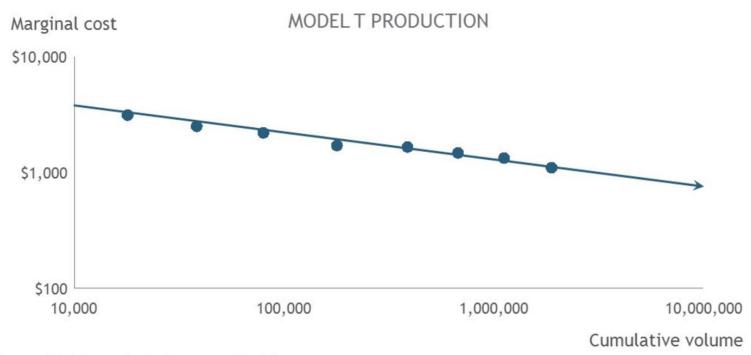
April 23, 2020 Webinar

## For almost 200 years, business was about doing the same thing better and better: An economy driven by scalable efficiency





#### Exhibit 1 | The traditional experience curve



Note: Covers 1909-1916 period; costs in constant 1968 dollars Source: Henderson (1974); BCG Henderson Institute

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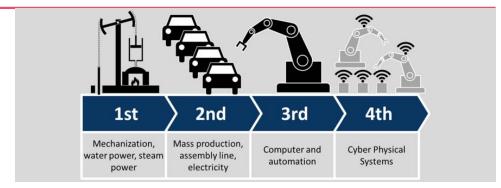




#### And today?



#### Today: Exponential business transformation



- We entered the 4<sup>th</sup> industrial revolution
- Driven by digital transformation, IoT, AI, Big Data, cyber-physical systems
- Inducing rapid disruption of traditional business models & emergence of completely new business models and opportunities
- The same applies to management models (i.e. agile, flat hierarchies, self-organising teams..etc)
- Product and innovation life cycles get shorter
- At the same time customers have higher expectations for personalized solutions
- Consequences: shorter half-time of human skills in general & higher importance of soft-skills





#### Longer term contextual shifts accelerate as well

- Political outcomes are becoming more unpredictable and disruptive
- International institutions are becoming less stable
- Social inequality continues to rise within and between nations (populism, migratory movements)
- Ecological risks & threats rise exponentially
- Shifting generational values are reshaping the nature of consumption
- Social backlash to business is occurring more frequently and on a larger scale
- Technology is changing the skills required of workers and the nature of work

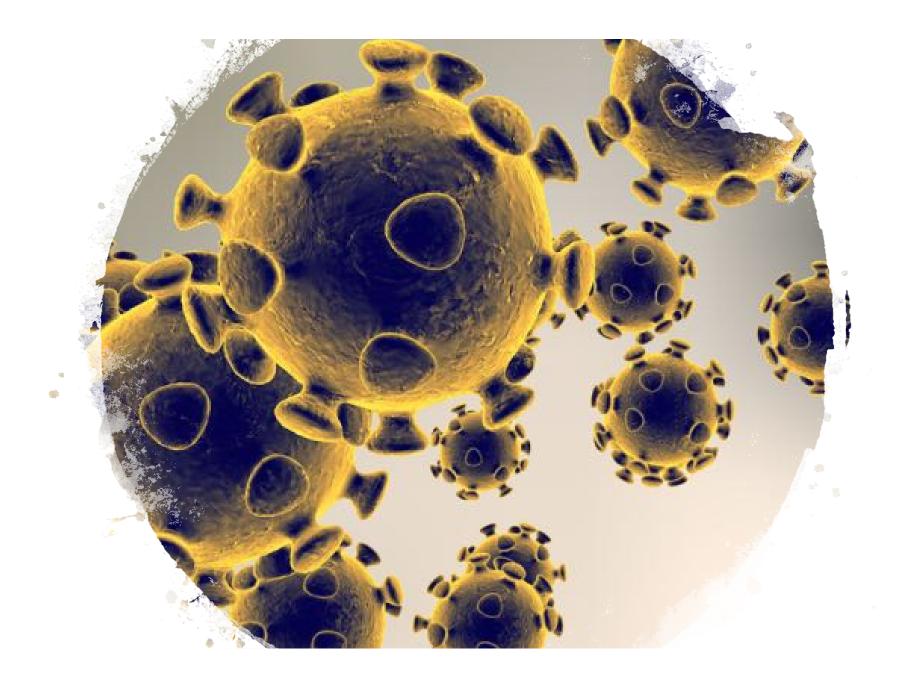
These non-competitive issues are becoming both less predictable and more relevant to long-run company performance, demanding correspondingly more attention.











**V**olatile

The environment demands you react quickly to ongoing changes that are unpredictable and out of your control

**U**ncertain

The environment requires you to take action without certainty

**C**omplex

The environment is dynamic, with many interdependencies

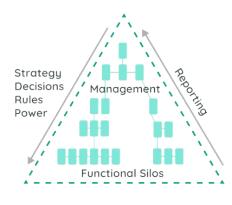
**A**mbiguous

The environment is unfamiliar, outside of your expertise

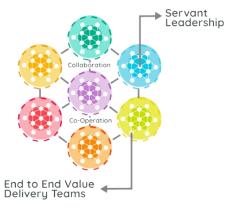
#### Organizational design

- Traditional organizational hierarchies can only react slowly and have limited decision-making bandwidth
- Autonomous learning bypasses traditional managerial hierarchy that has traditionally defined companies.

Instead, when properly designed, companies become "self-tuning" — sensing changes in the market immediately and responding quickly.



**Traditional Organization** 



**Agile Organization** 

This may be uncomfortable for executives who came of age in an era dominated by managerial decision-making





Scalable learning is replacing scalable efficiency as the single most important parameter for organizational performance and resilience.



- Learning faster than competitors
- Combining short term-automated learning (by machines)
  with longer term contextual learning (by humans)



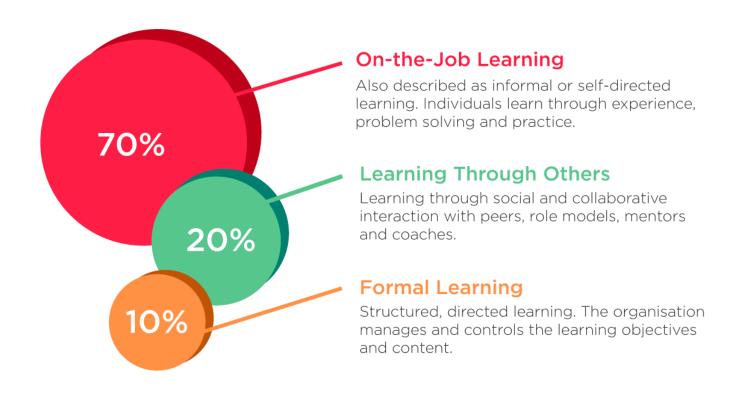


# What does that mean for the Learning and Development function (in HR)?





#### 70-20-10 learning framework







#### Traditional formal learning challenges

Traditional classroom settings for learning present a series of challenges and inefficiencies:

- They are a one-size-fits-all and are not tailored to the individual learners' needs (too generic, not timely).
- Learners more and more complain about not having the time any more to quit the workplace for day long trainings (and those who have time are sometimes considered as less engaged)
- They are expensive and not well scalable
- They are sometimes used by the C-level for presenting shining data about how they care about their employees
- Many studies show that after one month, learners on average only remember 10 % of what they have learned in a formal training
- Idem, if new knowledge is not applied within a very short time, it gets forgotten again (therefore, learning on the job works best)



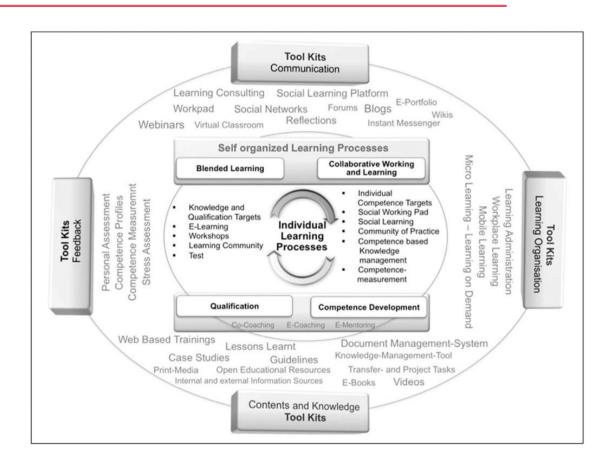




#### Empowerment didactics vs. traditional teaching didactics

The difference is that in empowerment didactics, an organization creates a framework of offerings, possibilities & opportunities for learning & skills development.

The aim is to equip learners with all the necessary tools & processes to learn independently or in groups of peers 'just in time and in the flow of work' and according to actual problems to be solved in the current work context.









#### Agile learning

Learning today already has become as colorful as a rainbow:

- from 5-minute microlearning to full time camp's
- analog, digital, hybrid, blended
- self, peer, group, social, mooc
- various methods and formats
- holistic approach (mindset, skillset, toolset)
- continuous setups, journeys, safaris







#### Agile learning explained

- Different learning formats, digital and non-digital
- Within a designed frame of possibilities partially location and time independent
- Where learners can define their individual learning curricula following emerging and contextual needs
- Where learners can learn autonomously in the flow of work, as competence needs arise - alone or in groups of peers from inside and/or outside of the organization
- Where each member of a group helps others to achieve their competence targets
- Under the loose supervision of a learning path coach where needed.

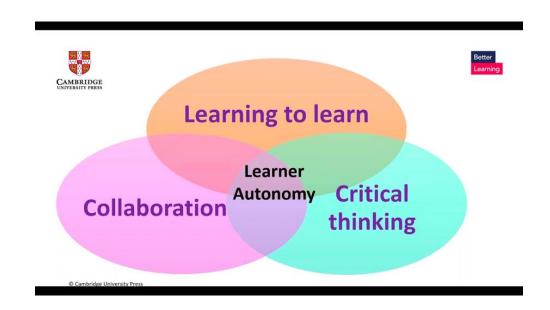






#### Agile learning: Learner autonomy

Agile Learning gives more autonomy & responsibility of learning to the individual learner for his personalized learning paths (no one size fits all). It is 'learning on demand'.



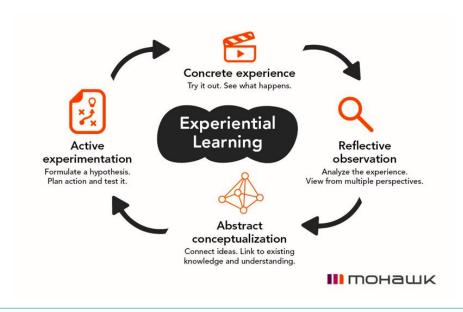




#### Agile learning: Social, experiential & blended

#### Agile Learning is

- Blended (digital and non-digital)
- Social (often happens in groups of peers) &
- Experiential (happens through active work and experimentation)





which prove being significantly more efficient than formal learning.





#### Agile learning: Diversity of formats

#### Agile Learning consists of:

- Micro-learning (short tutorials on demand)
- Macro-learning (larger curricula mostly for certification)
- Classroom learning (usually only a small percentage of total learning activities)
- Individual coaching and mentorship.



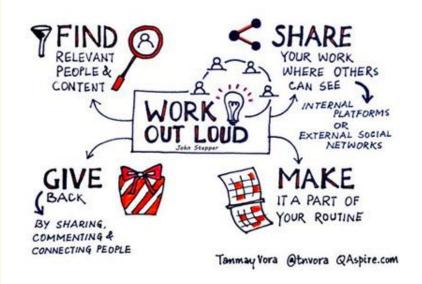




#### Agile learning: New frameworks

Agile Learning embraces new innovative learning frameworks such as :

- WoL (Working out Loud) circles
- Communities of Practice (CoPs)
- Learning expeditions
- Job rotations
- Expert Interviews
- Onboarding Processes
- Barcamps
- Hackathons
- Fablabs, Innovation labs
- ...etc.







#### Agile learning content

Agile Learning requires external expert content as well as user generated content.







#### Agile learning: New role for teachers: learning coach

Agile Learning changes the role of the traditional classroom teacher towards the role of a learning path coach.

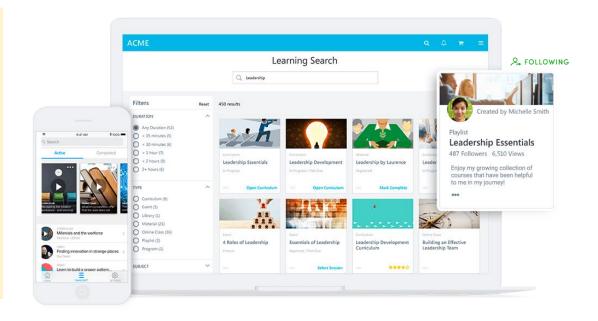






#### Agile learning & tools

Agile Learning makes extensive use of new collaborative and distributed technologies such as Learning Management Systems (LMS), Enterprise Social Networks (ESN) and more recently highly engaging Learning Experience Platforms (LXP) as well as consequent learning analytics data.







#### **How LXPs Recommend Content**

#### **Skills Based**

LXP uses a skills model that is mapped to job roles, including skills assessment by self and peers

Good for traditional enterprise training and education.

#### **Usage Based**

LXP recommends content based on who viewed most, who viewed last, who like you viewed content

Good for B2C and vendors with large content libraries

#### **Al Content Based**

LXP crawls and understands the content itself, creates pedagogical maps, recommends and assesses content and can create assessments.

The future: Al-based content discovery for any type of content including documentation and books





#### Agile learning positively effects employee engagement

Agile Learning increases employee engagement, satisfaction, motivation, experience and performance.







#### Agile learning & agile management

Agile Learning is part of agile management which is the new management paradigm for the VUCA world:

- constantly creating customer & brand value in self-organizing teams
- that are connected through transparent interactive (open) networks
- within loose hierarchies and using the latest collaborative technologies.

Agile Learning thus requires the agile mindset to work out.

Rather than organization as machine, the agile organization is a living organism From organizations ... to organizations as "machines" ... as "organisms" Quick "Boxes and lines changes, less important. flexible Top-down resources hierarchy Bureaucracy Silos Leadership shows Detailed direction and around end-to-end instruction enables action accountability McKinsey&Company





#### What we have learned

- 1. Business & technology is changing at an exponential rate (4<sup>th</sup> industrial revolution)
- 2. Non-competitive societal & environmental contexts get more unstable and unpredictable as well (VUCA world)
- 3. Thus, the ability to learn & react fast becomes mandatory: Scalable efficiency is being replaced by scalable learning as the single most important driver for organizational resilience and performance
- 4. Traditional formal learning settings alone are not suited anymore for dealing with this new reality
- 5. New, more holistic and dynamic learning frameworks & tools need to be put in place in order to deal with these challenges: Agile Learning based on Empowerment Didactics.
- 6. For agile learning to work, organizations also need to adapt their culture towards more transparency, radical collaboration, less hierarchies & more autonomy to workers & teams: The characteristics of agile organizations
- 7. And last but not least, better individual learning opportunities increase worker/employee engagement
- 8. And finally, based on these findings, HR will be an increasingly strategic activity within organizations as a whole.







# Thank you for your attention! sylvain@how-institute.eu



