



Project Management in the Real World

*A Comprehensive Introduction to
the Joys and Challenges of Project
Management*

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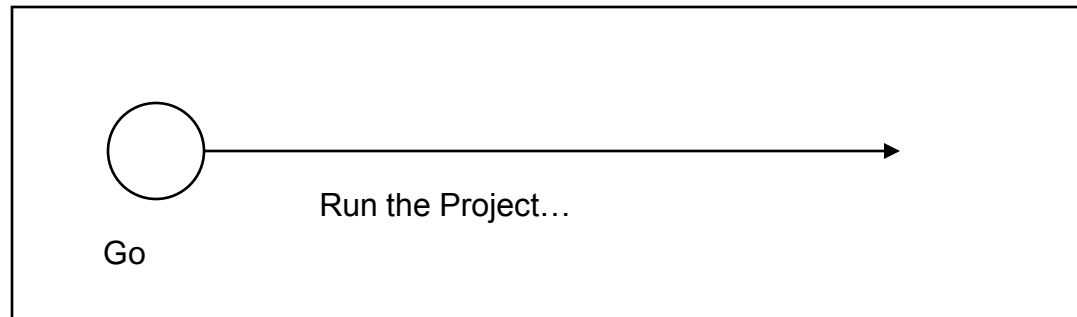


Reasons for Failure

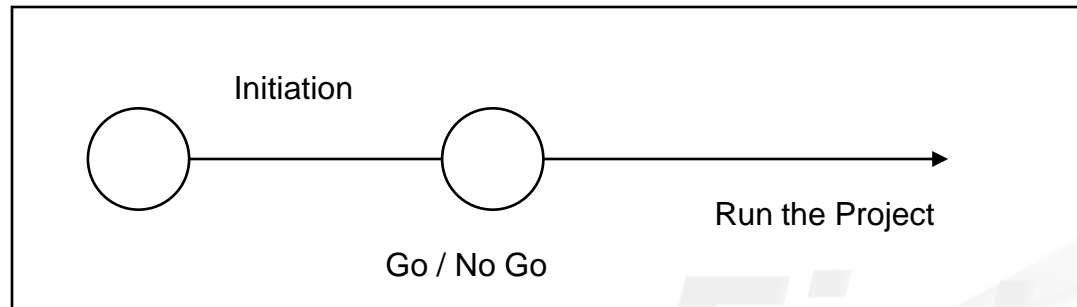
- Write down the most common reasons why projects fail in your organization

Project Initiation

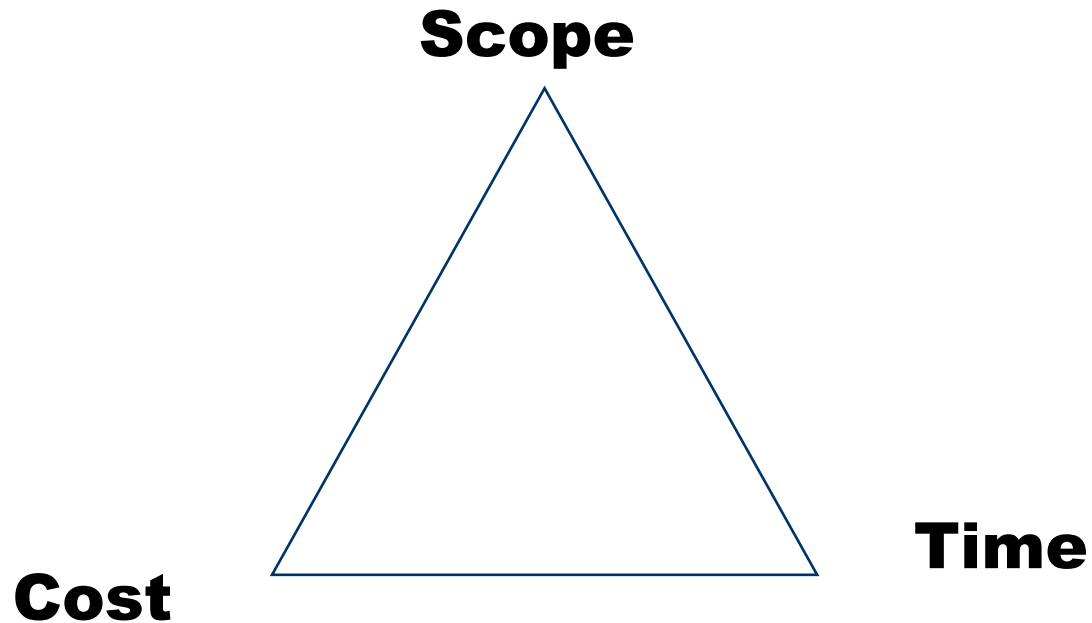
Not like this...



But like this...

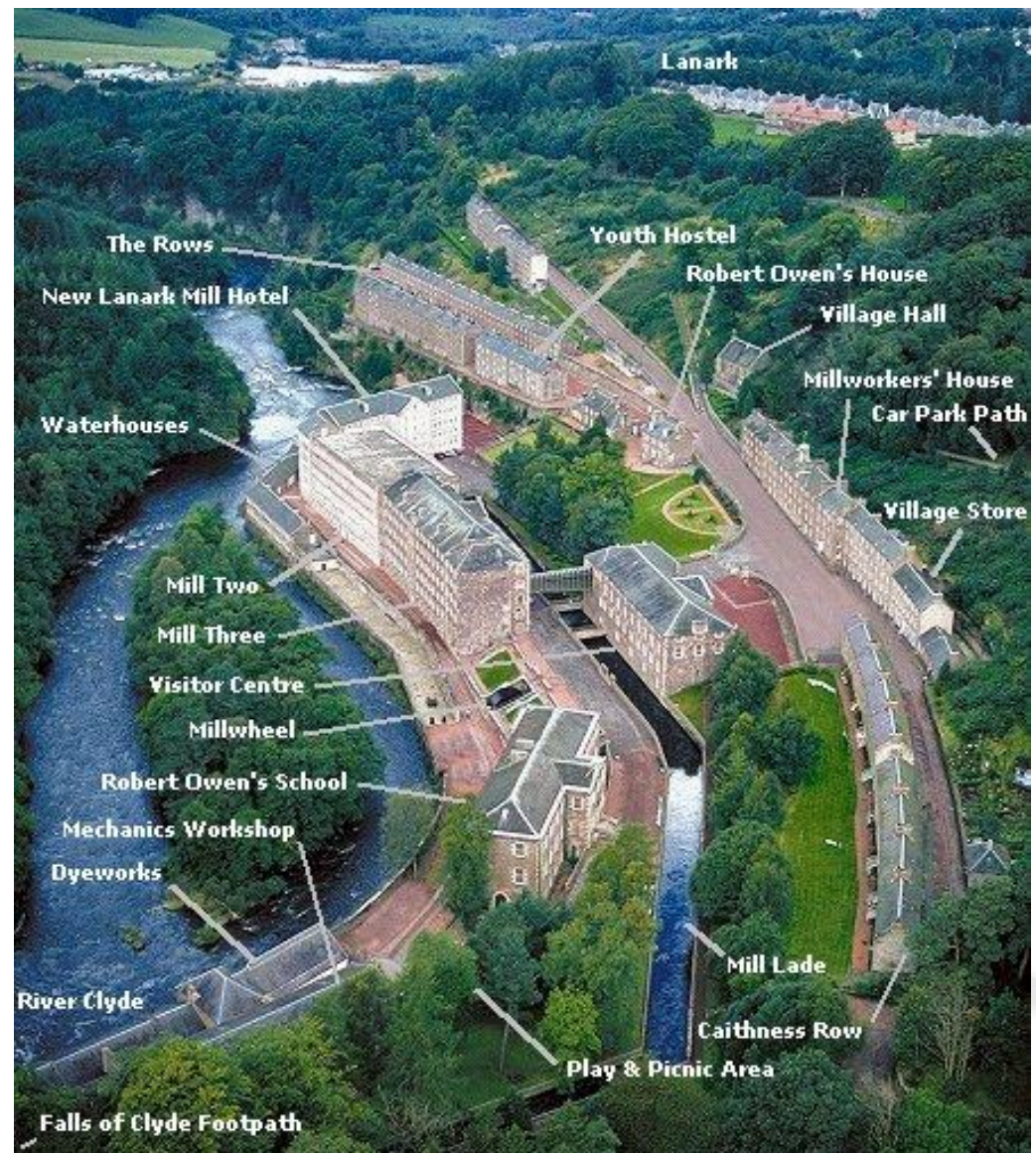


Scope - Why Important?



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New Lanark





The Scope Document

- Write down what is going to be done...
- Write down what is NOT going to be done...
- Agree it with the Stakeholders

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A Famous Goal Statement

“I believe that this nation should commit to the goal of sending a man to the Moon and returning him safely to Earth before the end of the decade”

John F Kennedy, May 1961

Should
answer the
questions:

Who?

What?

When?

Where?

Why?

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Deliverables

Deliverable	Measure
Computer System	Complies with Specification Passes Acceptance Test
User Guide	Meets Co. Standards Passes User Survey Help Desk Monitoring
Training Course	Attendee Evaluation Post Training Survey

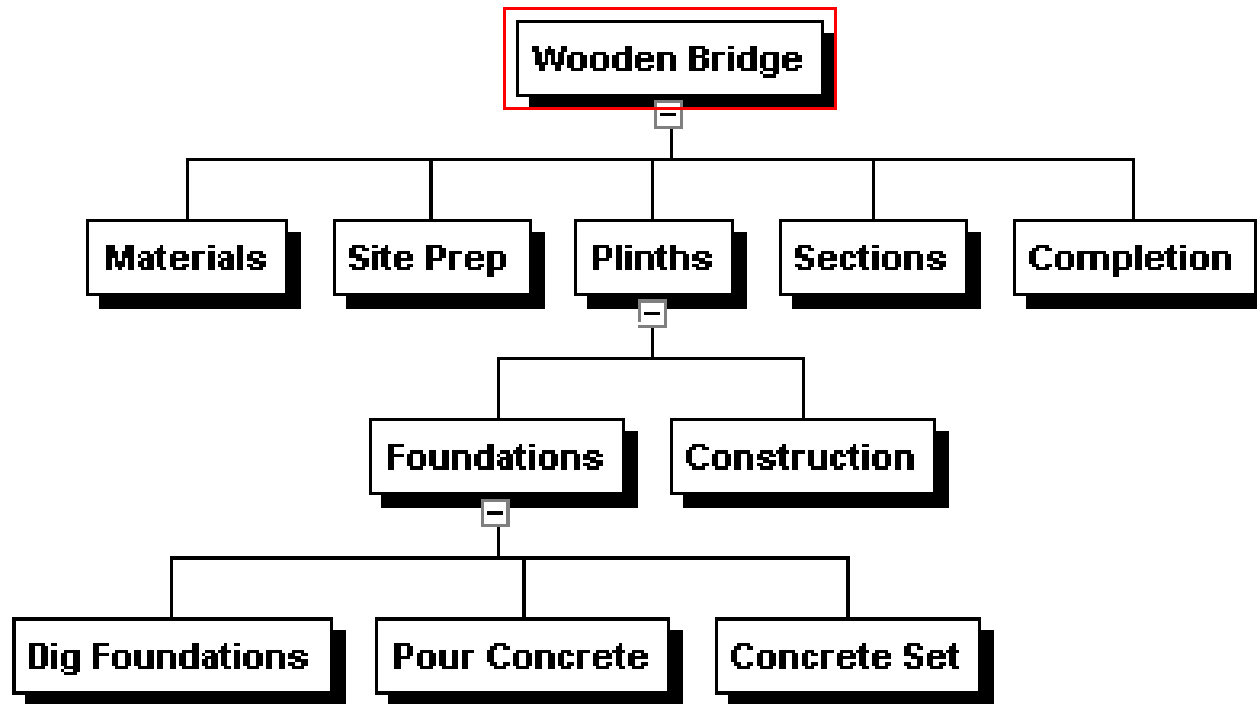
Stakeholder Agreement of Deliverables

	S1	S2	S3	S4
D1	✓		✓	
D2	✓	✓	✓	✓
D3		✓	✓	
D4				

✓?

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Work Breakdown Structure

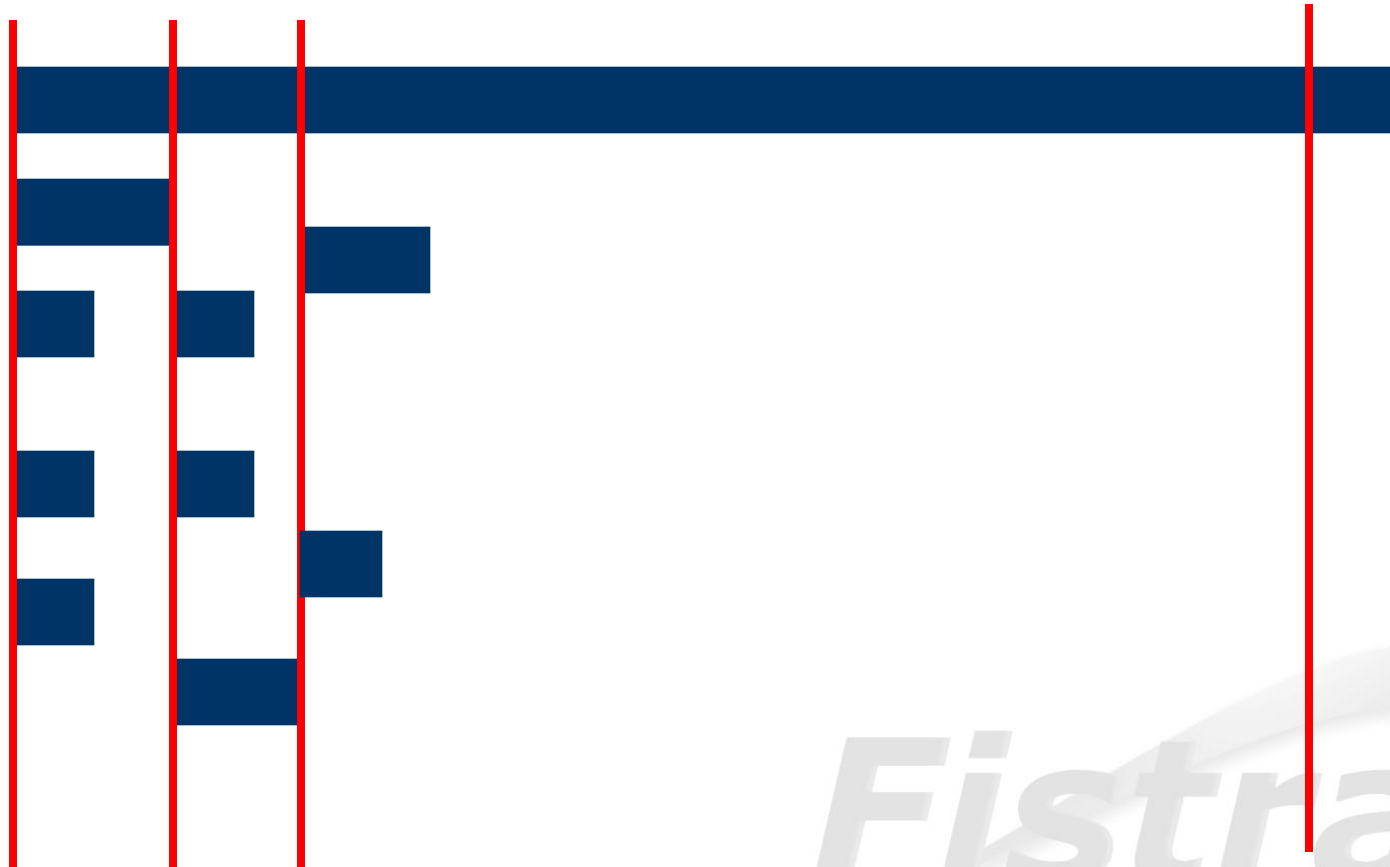


The “Take Away” Task






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Task Length

Make all the tasks about the same length:



Estimating Techniques

- Crystal Ball 
- Finger in the air 
- Educated Guess 
- Extrapolation from historical data 
- Calculation from complex model of the situation 



**Write down the year
Aristotle was born.**

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3 Point Estimating

What is your best case estimate? (a)

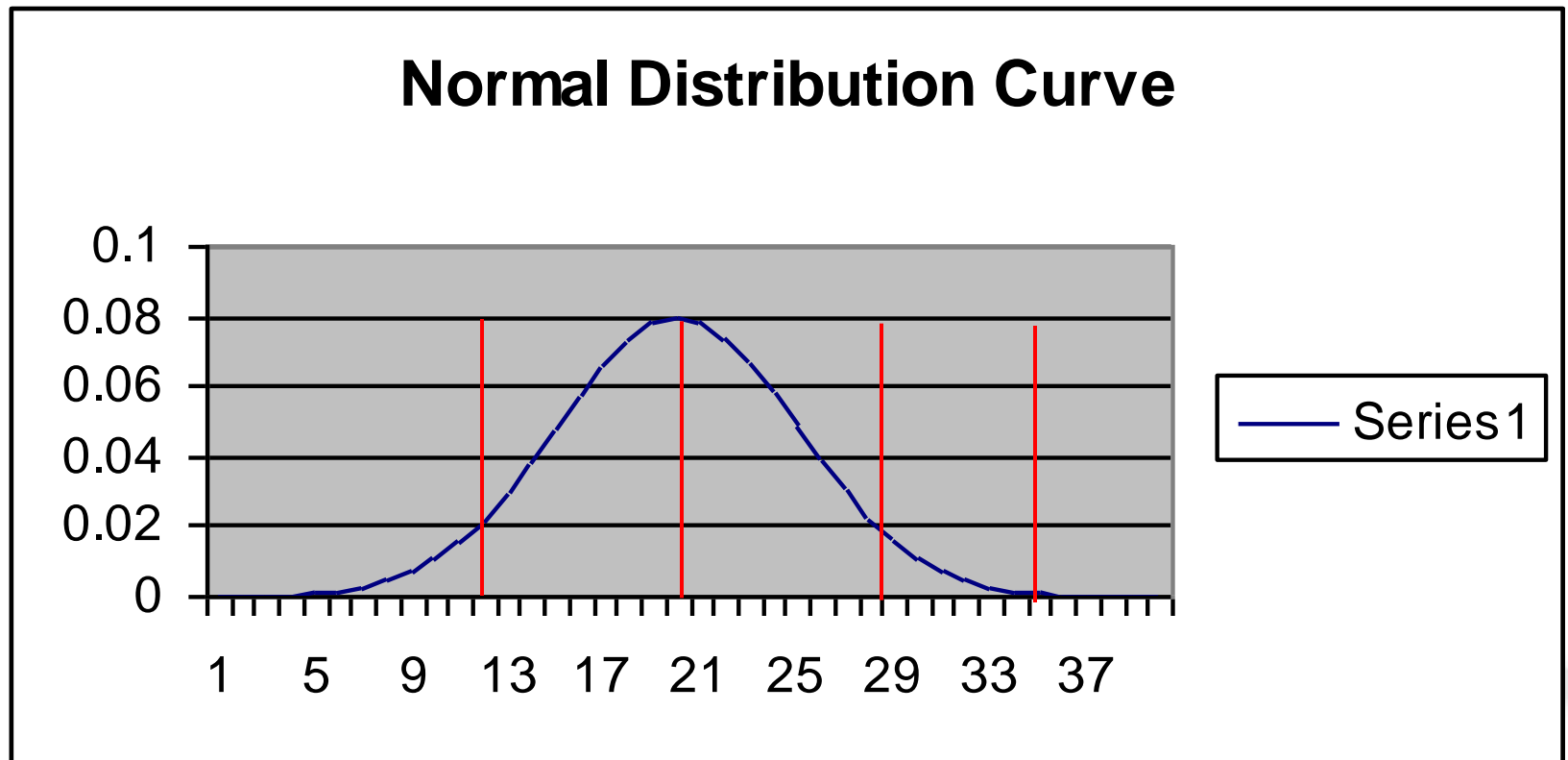
What is the worst case? (b)

What is the most likely case? (m)

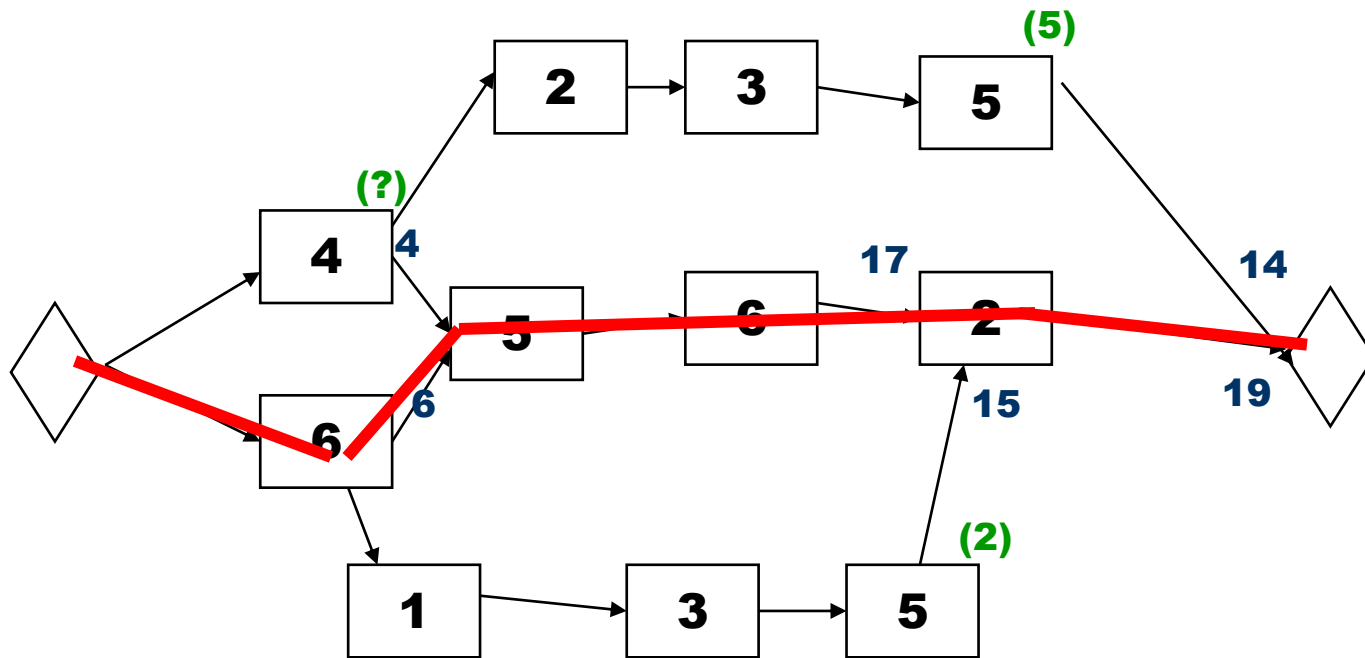
- The best fit estimate $E = (a+4m+b)/6$
- The Standard Deviation $SD = (b-a)/6$

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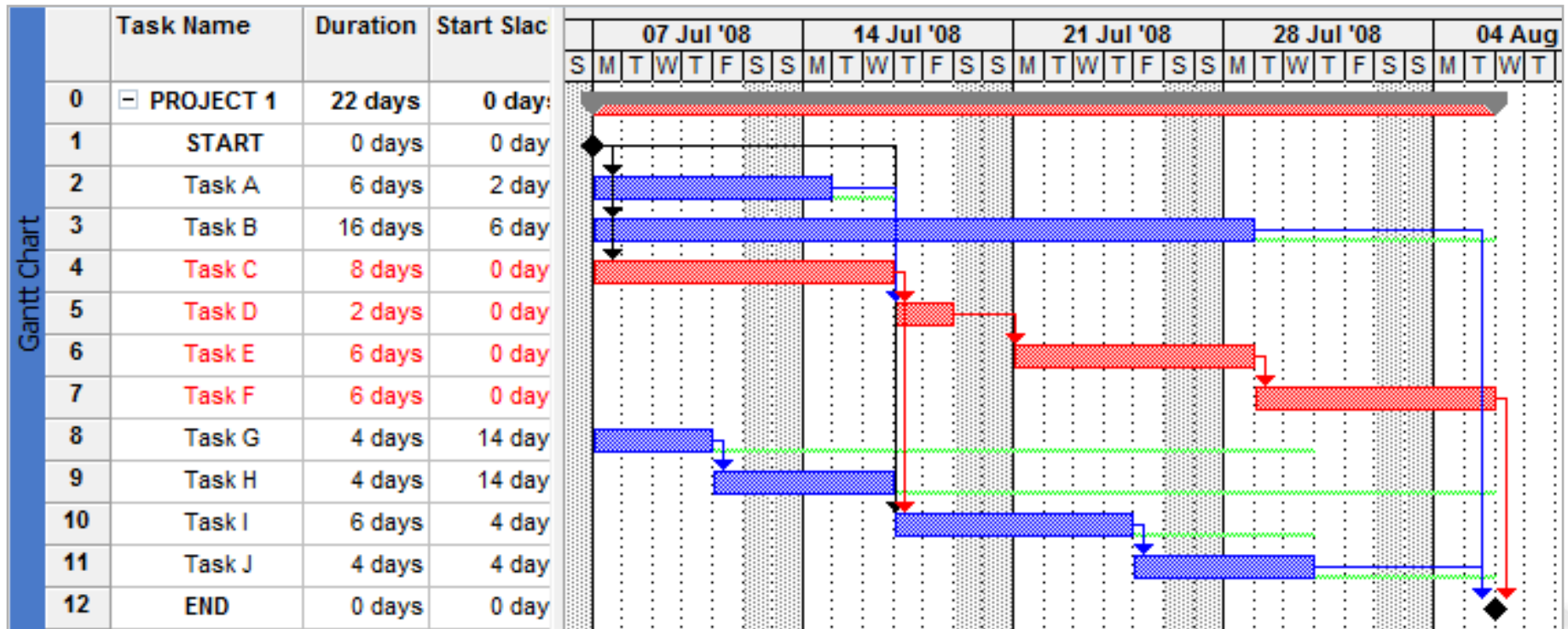
Normal Distribution



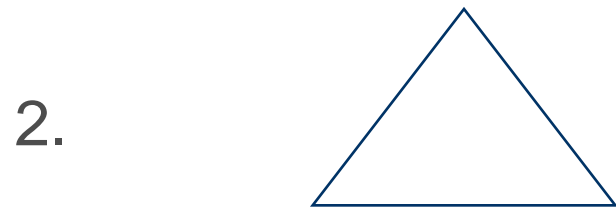
Network Diagram



Gantt Chart



Welcome Back



3. Stakeholders

4. Scope

5. Goal

6. Deliverables

7. Work Breakdown Structure

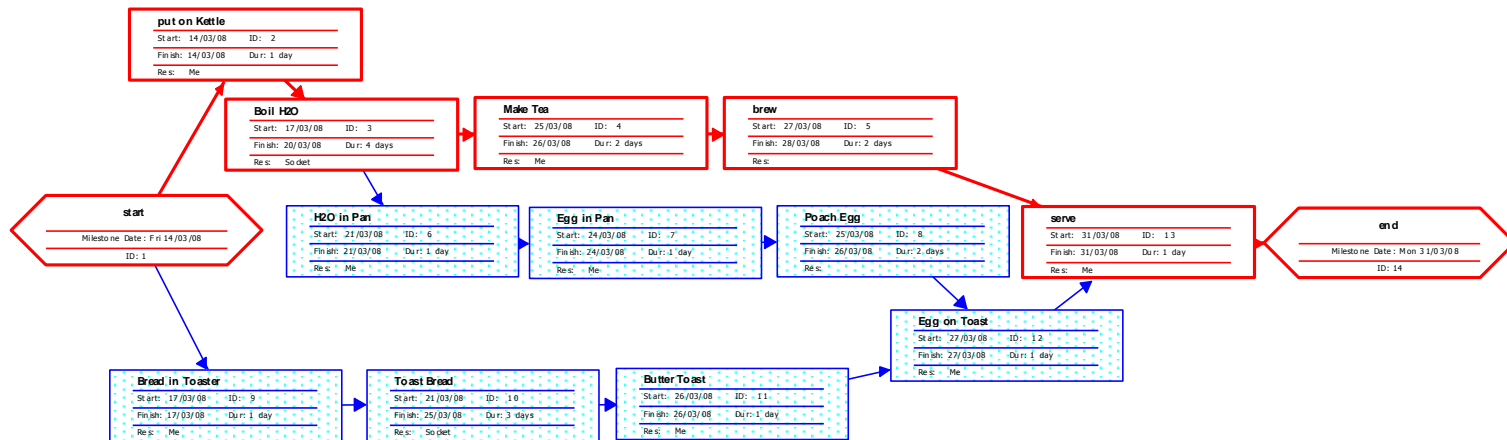
8. Duration

9. Network Diagram

10. Critical Path

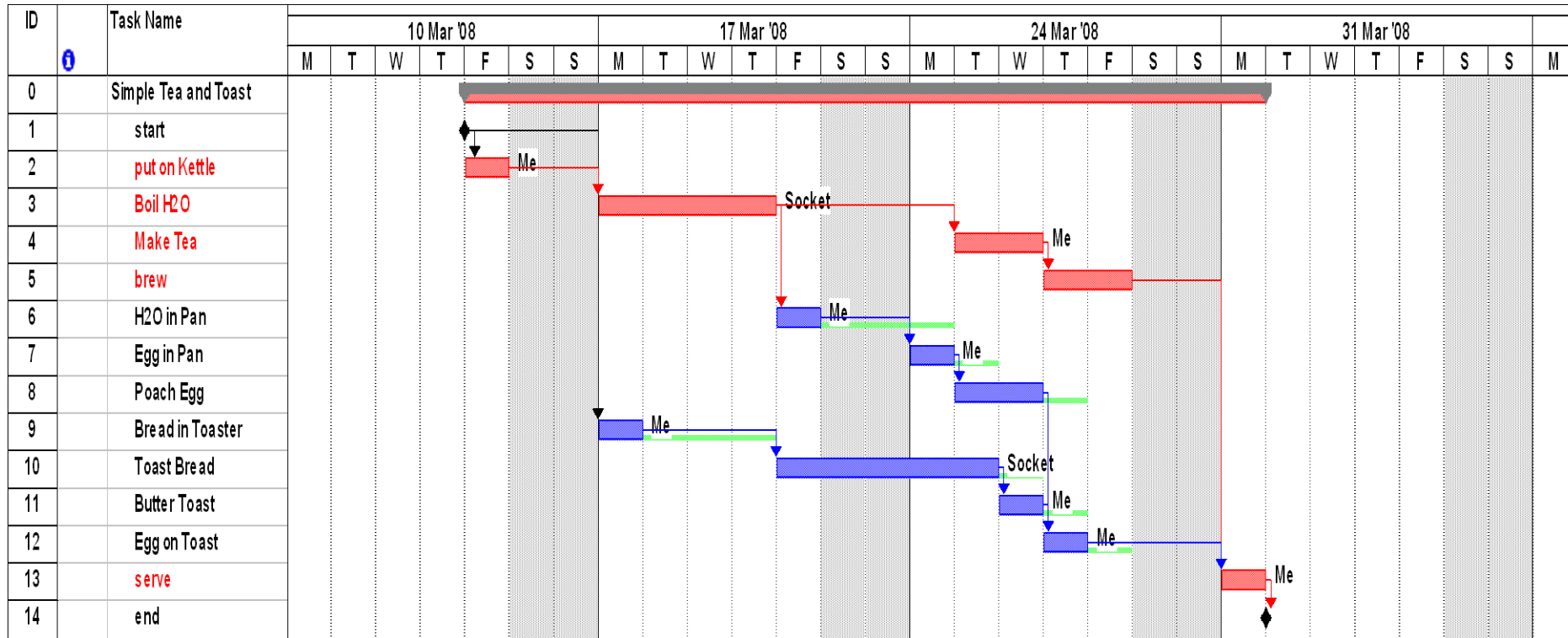
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Network Diagram Tea and Toast

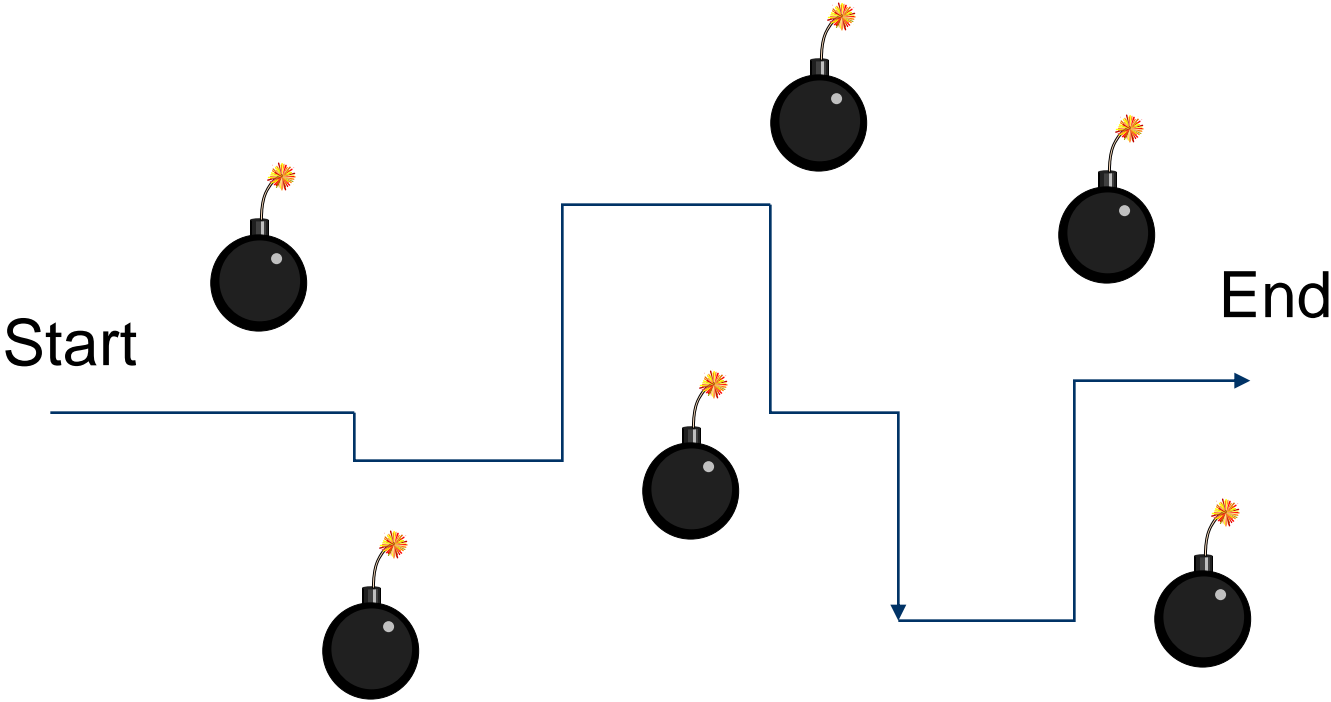


Simple Tea and Toast			
Start:	14/03/08	ID:	0
Finish:	31/03/08	Dur:	12 days
Comp:	0%		

Gantt Chart from MS Project ©



Risk Management





The Risk Process

- Identify Risks
- Quantify Risks
- Categorise into Red, Amber, Green
- Develop suitable responses
- Record in the Risk register
- Manage the Risk Plan

Risk Assessment

			Impact				
			V.Low	Low	Med	High	V.High
			1	2	4	8	16
Probability	V.Low	0.1	0.10	0.20	0.40	0.80	1.60
	Low	0.3	0.30	0.60	1.20	2.40	4.80
	Med	0.5	0.50	1.00	2.00	4.00	8.00
	High	0.7	0.70	1.40	2.80	5.60	11.20
	V.High	0.9	0.90	1.80	3.60	7.20	14.40



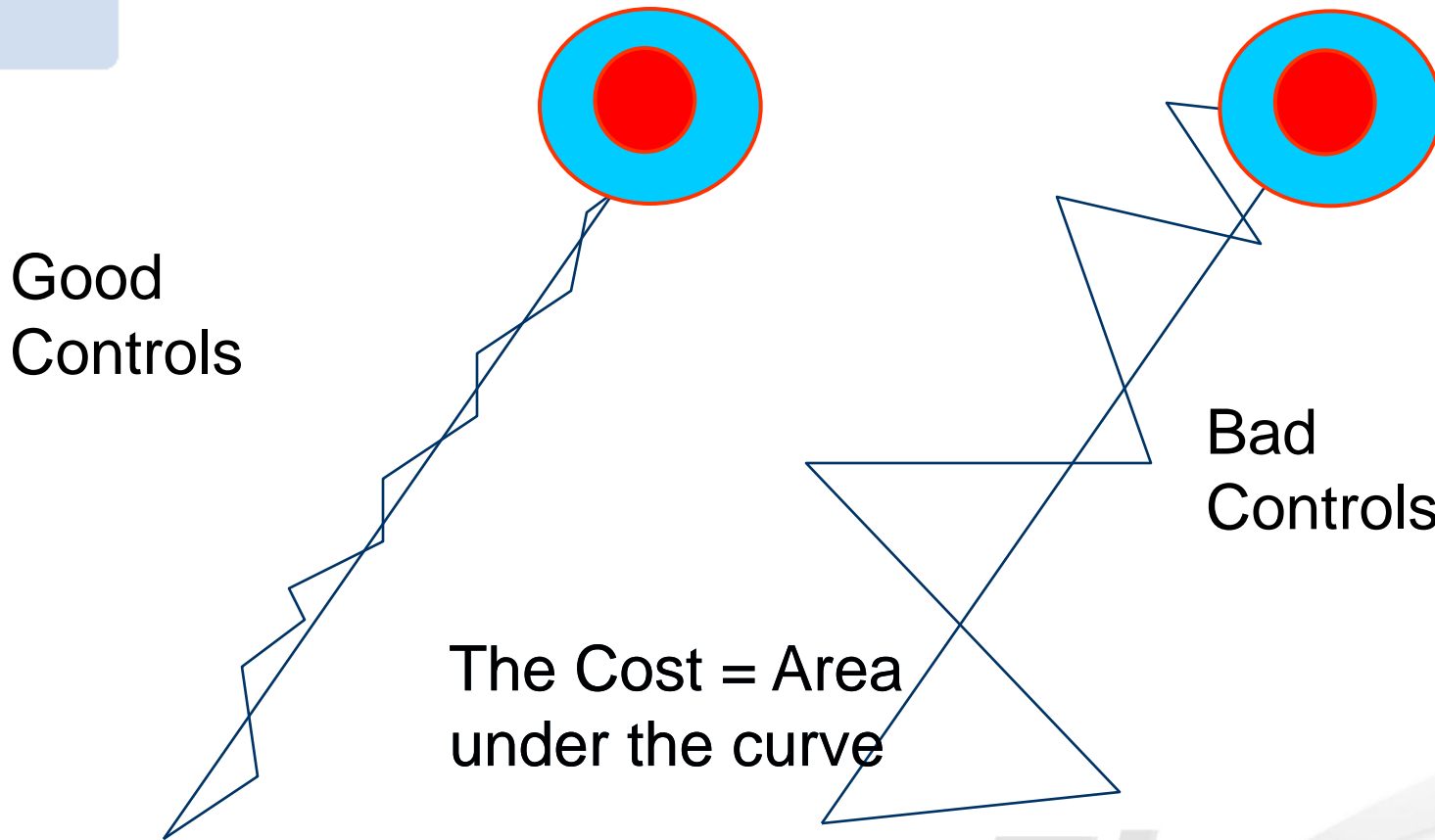
Risk Responses

- **Avoid**
 - Do things differently to avoid the risk
- **Mitigate**
 - Reduce the probability or the impact
- **Transfer**
 - Pass (or share) the risk with someone else
- **Accept**
 - Do nothing (but make sure everyone knows about it!)

Risk Register

Risk	Probability	Impact		Cost of Risk	Actuarial		Action
					Cost (EMV)	Contingency	
Late Delivery of Material	High	V.High	R	£2,000.00	£1,400.00		Negotiate Penalty clause
Security breach	Med	High	R	£10,000.00	£5,000.00		Build Security Fence
Flooding of river	Med	Med	A	£5,000.00	£2,500.00		Buy and fill sandbags
Equipment Failure	V.Low	Med	G	£1,000.00	£100.00	£100.00	

The Effect of Good Controls



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Signs to watch for...

- Arguments between team members.
- No reporting of problems.
- Late working by team member.
- Sponsor cancels project review.
- Why do I have to do everything round here?



Motivation Factors (Hertzberg)

- The major motivators are:
 - Achievement
 - Advancement
 - Responsibility
 - Pay/ reward
- The Major de-motivators are:
 - Company policies
 - Work conditions
 - Pay / reward

Completion

- Have a formal completion event.
- Produce a completion document for the file
- Thank everyone involved

and...Party! Party!



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