# Measure the Business Value of Communities of Practice

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# Schneider Electric en chiffres

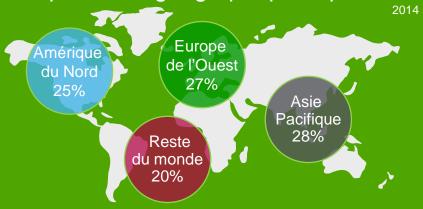
25 milliards d'euros – CA 2014

43% du CA réalisé dans les nouvelles économies

170000+
collaborateurs dans plus de 100 pays

4-5% du CA consacré à la R&D

Une présence géographique équilibrée



#### Des marchés finaux diversifiés - 2014

IT	Régies et Infrastructures	22%
m/	Industrie et machines	22%
	Centres de données et réseaux	14%
小儿	Bâtiments résidentiels et non-résidentiels	42%



# Communities are the Best Place to Learn



CM program Value and drivers Who are the promoters Influence of manager 2015 campaign



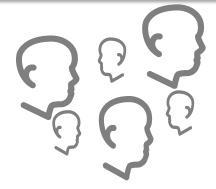
# **Enterprise Community Management Program**

Started in 2011

# A Community@Work is

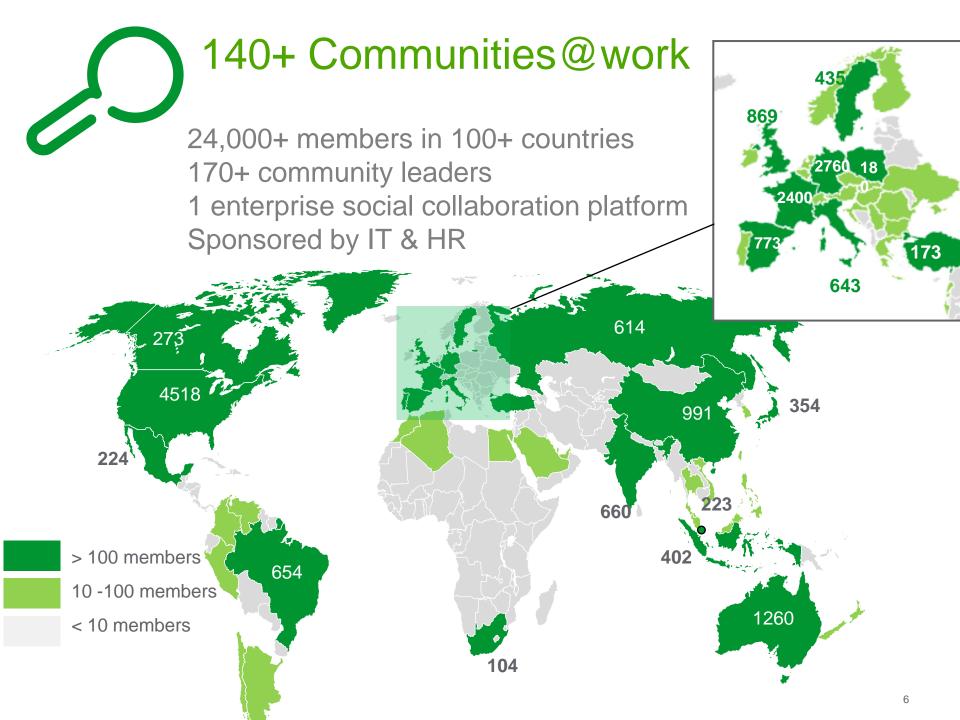
# A group of people who share

Common objectives written in a charter

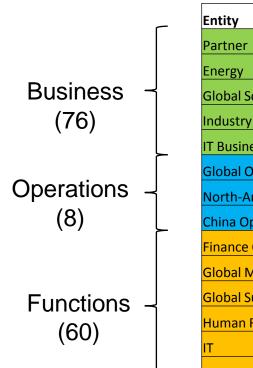


Collaborative working environment animated by the leader

Common strategic vision provided by the sponsor



# Diversity of the Communities



Entity	Number of communities
Partner	14
Energy	7
Global Solutions	33
Industry Business	14
IT Business	8
Global Operations	6
North-America Operations	2
China Operations	С
Finance Control & Legal	4
Global Marketing	8
Global Supply Chain	g
Human Ressources	5
IT	6
R&D	28

#### **Profile**

- 30-4000 members
- Median: 160
- Mostly worldwide
- R&D: along R&D domains
- Business related by design
- Leaders are mostly nominated

# **Examples of Communities**

- Solution Purchaser Community
- Schneider Production System
- Country President Community





# **Show me the Value**

# Value of the communities

#### How do we measure it?

# **ROE\*** instead of ROI



ROE\*: return on engagement

NPS\*\*: net promoter score

# 3. Efficiency

- Success stories with benefits
- The value realized

# 2. Engagement /satisfaction

- Community NPS\*\*
- Voice of the members Active community



# 1. Adoption and participation

- Platform measurements (Spice)
- Number of attendees at events

# "Active Community" Campaign 2014

# Rules of the game

### A Community@Work was considered Active IF

- 1. the participation rate to the poll was at least 30%
- 2. Net Activity Score<sup>1</sup> was at least 60

## A Community could participate IF

- 1. It has a sponsor
- 2. It has at least one leader
- 3. It has a charter
- 4. It has been created a least 6 months ago

Members could vote for 3 communities maximum

# The prize: Active Community Label 2014



1. Net Activity Score: weighted agreement (1.0xStrongly agree + 0.5xAgree - 0.5xDisagree - 1.0xStrongly disagree)
Advantage: integrates all opinions, similar to Net Promoter Score
Net Activity Index = 100 if all the answers are "I strongly agree"

Net Activity Index = -100 if all the answers are "I strongly disagree"

Net Activity Index = 0 if neutral

# Active Community – VALUE – Members' voice

Question: I consider that my community is ACTIVE, because it provides tangible VALUE to me, my business or my clients.

#### Participation & outcome

**24,100** community members 15000 in 2013 assessed worldwide

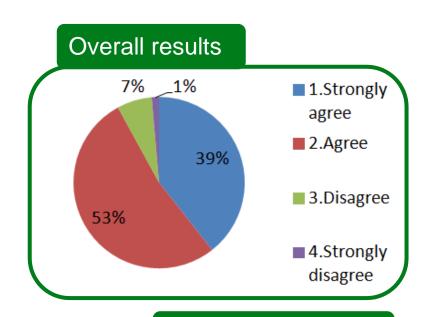
**5100** voters

**126** communities short-listed 60 in 2013

32 communities awarded "Active

Community 2014'





#### Profile of the voters

**94%** of the voters are members of up to **3** communities

**73%** of the respondents voted for one **1** community Voters' sample is representative of member's population

#### Overall satisfaction

Net Activity Score 61

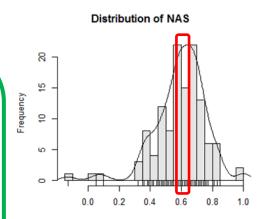
56 in 2013

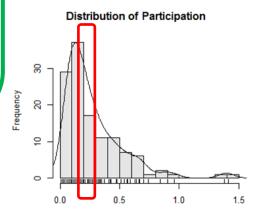
# Active Community Assessment – Drivers

# What makes a community win the label?

#### **Profile of the winners**

- •Providing a list of members for the vote gives a much greater chance of winning (3 times more) than using the community followers in the social media platform
- •Winning the label in 2013 gives a much greater chance of winning in 2014 (3 times more)
- •A community whose Leader or Sponsor voted has a greater chance of winning (3 times more)
- •Communities from R&D have a much greater chance of winning (3 times more)



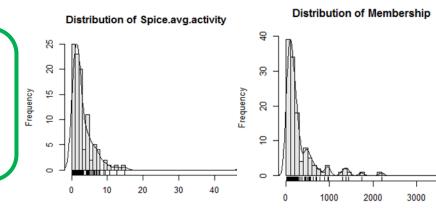


# Active Community Assessment – Drivers

# Guess which ones have influence on the NAS or Participation?

## **Community profile**

- Community size (membership)
- Activity on Social Collaboration Platform
- Average hierarchical distance between the voters
- Average physical distance between the voters



#### Member's profile

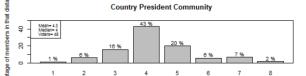
- Diversity of the job code of the voters
- Voters average age
- Voters average seniority
- Percentage of voters who are female.

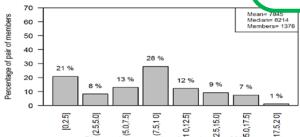
# NONE!

Schneider Production System (SP:

# Leader's profile\*

- Leader average seniority
- Leader average age
- Gender of the leader
- Leader is manager or not



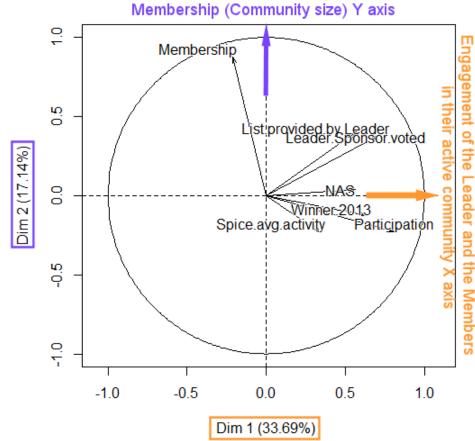


\*Not tested: type of university studies, management style, etc

# Active Community Assessment – Summary

# **ENGAGEMENT** is the MAIN drivers (leaders, members)

#### Variables Factor Map (PCA)



PCA: Principal Component Analysis
The shorter the arrow, the lower the influence

#### Individuals Factor Map (PCA) •109 Participant ACL 2014 Winner ACL 2014 3 72\* 2 115\* The Winners are on this side of the graph, on the X axis of engagement. Dim 2 The center of gravity of the communities 33 that won and of those that did not win C are roughly on the level relative to the Y axis. thus community size has allow influence NewComp Dim 1 R&D

Variable describing		Mean in	Overall		
"Winning ACL 2014"	v.test	category	/ mean		
Participation	7.79	0.57	0.28		
NAS	4.50	0.71	0.60	Ì	
List.provided.by.Leader	3.92	0.52	0.26	Ì	
Winner.2013	3.90	0.36	0.15		
Leader.Sponsor.voted	2.59	0.88	0.70		
Membership	-2.54	133.03	321.02	Ì	

# Verbatim of C@W Sponsors in 2014

The best performers in our H2I business are the most active community members. The community helped resolving problems customers encountered after a sale. Sponsor of Human Intelligent Interface Community

The communication and sharing certainly assisted the entire community to drive improvements in Quality and Service, Efficiency and Productivity, Inventory, and Safety.

Sponsor of =S= Production System Community

Help growing cross-selling, all countries, all market segments Sponsor of Secure Power Systems Community

Increase time-to-market and product quality Sponsor of CAD Design Methods & Tools Community

Reduce the non-invented-here syndrome. Sponsor for ZigBee Community



# Who are the Promoters of the Communities?

# Community Net Promoter Score

Question: "How likely are you to recommend to a colleague participation to the Schneider Electric communities?"

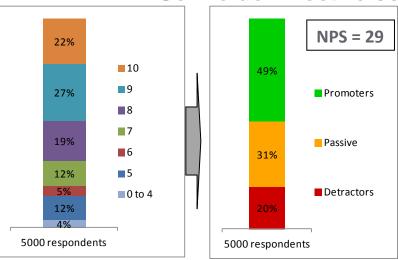
60

Net promoter Score

1.6 1.4

8.0 5.0 0.6

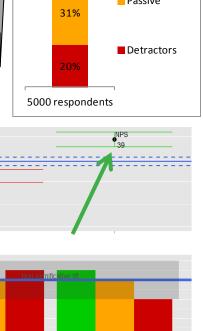
0.4



Net promoter Score

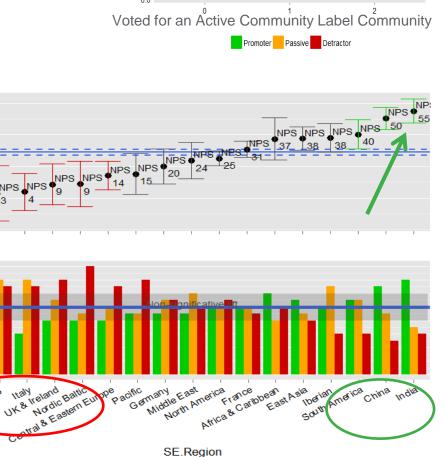
1.2

0.6 -0.4 -0.2 -0.0 -



Member is Manager

Promoter Passive Detractor



Detractor

Promoter Passive

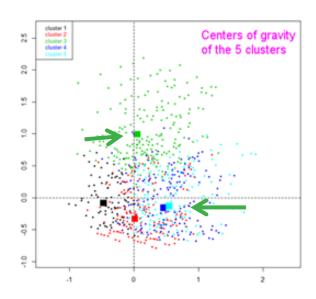
1.4 1.2 1.0 ± 0.8

□0.6

0.4

# Community Net Promoter Score - Drivers





#### **CLUSTERING**

			Manager 's							
Cluster	NPC	Gender	Gender	Senior	Function	Manager	SE Region	Economie	NewComp	Voted ACL
							Africa & Caribbean , Middle East, Central			
							& Eastern Europe, East Asia, Italy, South			
1	Detractor, Passive	Male	Male	(0,10]	D, S	No	America, Nordic Baltic	New	Yes	0
2	Detractor	Male	Male	(25,50]	T	No	France, Germany, Japan, India	Mature	No	0
3	Promoter	Female	Female	(0,5]	F, H, M, U, P	No	East-Asia, China, North-America, Pacific		No	0
4	Passive	Male		(15,25]	G, P	Yes	France, Iberians	Mature	No	1
5	Promoter	Male		(5,15]	I, Q, L, E	Yes	China, India, South-America	New	No	1

Code	Function	Code	Function
С	In form ation Technology	L	Logistics
D	Customer Projects & Services	М	Marketing
Ε	Sustainable Development	Р	Purchasing
F	Finance	Q	Customer Satisfaction & Quality
G	General Management	S	Sales
Н	Hum an Resources	Т	Technical
	Industrial / Manufacturing	U	Utilities / Facilities



# Influence of the profile of the manager

# Influence of the Manager Profile

## Manager of the leaders OR Manager of the members

# **Influence on Community NPS**

Age of member's manager

Seniority of member's manager N

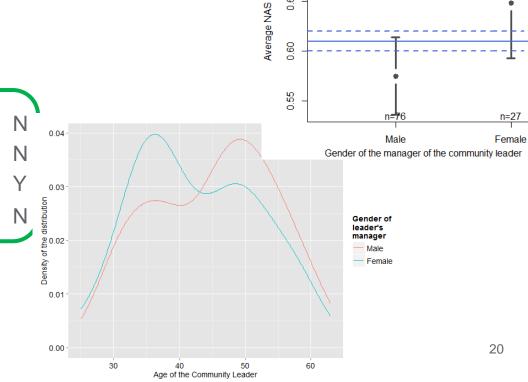
Gender of member's manager

There is considerable evidence that female leaders have a somewhat more participative, androgynous, and transformational leadership style than their male

counterparts. (HBS 2013)

#### **Influence on Net Activity Score**

- Age of community leader's manager
- Seniority of community leader's manager
- Gender of community leader's manager
- •% member's manager who are female



Average Net Activity Score of the 103 non- NewComp communities

Average NAS = 0.61

Mean & confidence interval for Male and Female



# 2015 Campaign

# 2015 Campaign – Active Community Label

## Same as 2014, with extra questions

#### Impact of last year campaign

- •Q1: "I am aware of action plans in the community I am voting for, linked to the outcome of the Active Community Label campaign of last year?" Yes/No
- •Q2: "If YES, These action plans had a **positive impact on my engagement** in this community?" Yes/No

### Communities are the best place to learn

- •Q3: "I am **learning from the other community members** (...) in the community I am voting for" (Strongly agree, Agree, Disagree, Strongly disagree)
- •Q4: "During the last 3 months, I have **provided expertise/experience** (...) **to my peers** in the community I am voting for" (Never, 1-5 times, 6-10 times, 11-20 times, more than 20 times)



Q&A

