

# My Backround



- Engineering degree aerospace technology, University of Stuttgart
- PhD in the area "CAD/CAM and Expert Systems"
- 33 Years with Bosch Company:
  - Design Engineer resp. for CIM (Computer Integrated Manufacturing)
  - Director Design Power Tools
  - Director Production Power Tools
  - Plant Manager Power Tools, NC, USA
  - VP manufacturing in JV and under lead of US company, KY, USA
  - Back to Germany: Responsible for Bosch Production Systems, Bosch Corporate
  - Plant Manager for Automotive plant in Stuttgart, Germany
  - Last 3 Years: responsible for I4.0 operations and strategy in automotive division
- CO- leader and deputy professor of IPS, University of Dortmund, working together with Professor Deuse
- In the next few slides I would like to share my experience with digitization in the "tension area" between management and IT- personnel in a traditional production company
- > This are just some observations, not a scientific study!

## Generations "at Work"



## Generation X (and baby boomers):

- High importance of Work
- Carrier oriented (management)
- Self depending
- Working in structured teams
- Technical expertise
- Systematic and forward planning

#### Generation Y/Z:

- Work life balance
- More interested in "task" then management
- Networked among people with same interest (collaboration)
- IT-natives
- Multi-tasking, less planning

"X" are today majority of managers over all levels

"Y/Z": Employees joining the company now and in previous years

.....Could be good !!!!

# Industry is Changing: IT is becomming a driver for success



#### Old situation

Management and peers define structures and processes in the business

IT is of vital importance but is supporting peoples work in defined processes, like CAD/CAM, SAP, Excel....

➤ IT could be kept out of the daily business of managers

#### New situation

IT is more and more dominating the business. processes and tasks have to be redefined

..machine learning, business intelligence, Data is the new oil...

Management (..knows the Business) and IT (..knows the tools and their capabilities) have to redefine the business and develop/apply sw systems

# **Resulting Conflicts**



## Current Management

- Excellence in industrialization
- Build up knowledge in many areas over time
- Precise, come to the point,...
- Decisions well prepared or/and based on experience (...out of the stomach)
- Often slow

## IT- personnel (Y/Z)I

- Excellence in rapid prototyping
  Spontaneous meetings, Hackathons...
- Little understanding (...interest) of the challenges of business processes and industrialization
- Tasks become more and more specialized, want to stay within their tasks
- Extensive use of IT-terms and buzz words
- > Biggest challenge is to develop effective specifications for IT projects
- Managers don't understand capabilities and potentials and don't understand IT-Experts. They cannot decide by facts nor "out of stomach", becoming insecure (but don't let anybody know !!), less and less confidence, sometimes anger, often ignorance
- > IT: feel not understood, mistreated, "cannot do what they expect from the job", frustration

## .... observed reactions and consequences



....managers postpone decisions, one more planning loop, close and closer "guidance", or

....managers agree to proposals without real understanding

.... IT personal is designing and coding without clear (agreed) specs, inefficient reviews, solutions don't stand ground in application

.... IT experts get frustrated, often resign

....little progress in digitization, big waste of resources

#### ...what to do



Situation is improving slowly, "old" management drops out over time and we learn as we go, but this still take a lot of time and is a waste of resources!

What else to do?

- Understand the situation and where the others come from and "why they act as they act"
- ➤ Try to build up Project managers, which understand both sides. They are currently very rare, good start is hiring production engineers with strong IT background (f.e. from IPS, Dortmund ②)

> Some more ideas.....

### ...some more ideas



### For managers....

- Utilize knowledge in social medias to learn quickly about terms of new technology
- Utilize reverse mentoring with one "Y-IT"
- Participate in training sessions "new technology", f.e. Bosch is now setting up extensive training programs for managers and employees

#### For Y-IT...

- Work close with IT-affine experienced domain engineers or experienced IT -Personnel, utilize them as mentors
- Some patience may be ....

.... to support the future of our companies