OUTCOMES OVER ACTIVITY

Objective Key Result

OUTCOMES OVER ACTIVITY

INCREASE SALES, MARGINS, AND EMPLOYEE ENGAGEMENT. GET MORE TIME BY DOING LESS WASTEFUL WORK.

Right Formula Right Tactics Repeatable Actions

OKR's

Objective Key Result

OKR's



What are OKR's?



Why do you need them?



How will they help you, your team and your company?

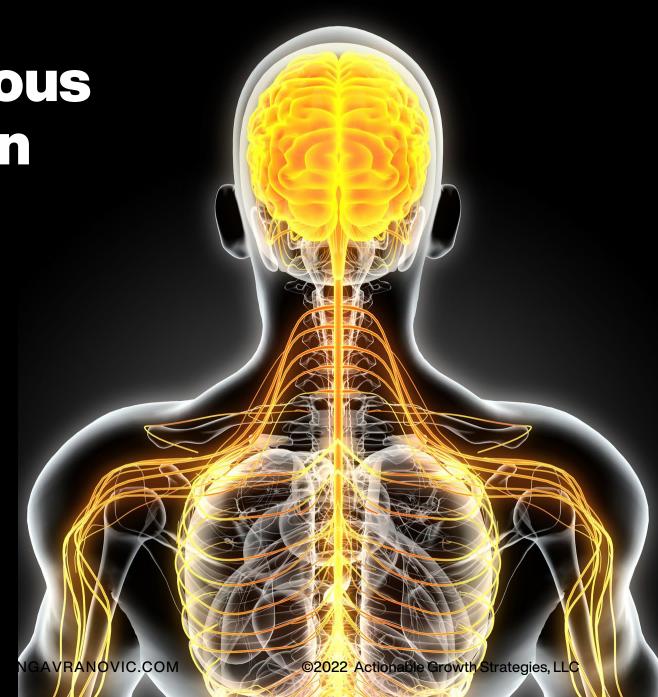
need OKR's?

Teams not aligned. **Operate in Silos.**

Low or inconsistent engagement

Inconsistent or incorrect tactics to unclear outcomes

OKR's are the nervous system of a well-run company.



WHY OKR's?

OKRs allow you to Align on Objectives instead of being divided by tactics.

WHERE TO START?



Ideally
Company or Top
of Organization



Optionally Business Unit, Organizational Unit, or Team

OKR **FRAMEWORK**

is a critical thinking framework and ongoing discipline that seeks to ensure employees work together

FOCUS ON WHAT'S IMPORTANT

In other words, the most important things need to get done first, or they won't get done at all.

MANAGE BY OBJECTIVES

"What"
Annual
Private & Siloed
Top-Down
Risk Averse



"What" & "How"
Quarterly or Monthly
Public & Transparent
Bottom-up or Sideways
Aggressive & Aspirational

ROADMAPS

Long-term

Address team-specific issues

Owned by the product manager

Planning tool

Solution-driven

OKRs

Time-bound

Contextual

Owned by the team

Measure progress towards goals

Problem-driven



OKRS ARE NEON-LIST ROAD SIGNS

- Demolish silo's and cultivate connections
- Enables front-line autonomy
- Give rise to new solutions
- Keep members continuously stretching
- Accelerate delivery of results



OBJECTIVES & KEY **RESULTS**

Objectives indicate WHAT will be achieved, no more and no less

Key Results benchmark and monitor HOW we get to the **Objective**

When properly designed and deployed, they're a vaccine against fuzzy thinking and fuzzy execution.

Goal setting isn't bulletproof. When people have conflicting priorities, unclear, meaningless, or arbitrarily shifting goals, they become frustrated, cynical, and unmotivated."

COMMITTED OKRs

Commitments are OKRs that we agree will be achieved, and we will be willing to adjust schedules and resources to ensure that they are delivered



By contrast, Aspirational OKRs express how we'd like the world to look, even though we have no clear idea how to get there and/or the resources necessary to deliver the

OKR

WHAT ABOUT **DEPENDENCIES?**

Always have the group that create the OKR be accountable to the key result.

CLASSIC OKR WRITING MISTAKES AND TRAPS

TRAP #1

Failing to differentiate between committed and aspirational OKRs

TRAP #2

Business-asusual OKRs

TRAP #3

Timid aspirational OKRs

TRAP #4

Sandbagging

TRAP #5

Low-Value
Objectives
(aka the "Who cares?" OKR)

The litmus test: If you ask your customers what they want, does your aspirational Objective meet or exceed their request?

PRACTICE

Pick an objective

PRACTICE

What is a Key Result?

OKR EXAMPLES

OK

Objective:

Win the Indy 500

Key Results:

Increase lap speed

Reduce pit stop time

DECENT

Objective:

Win the Indy 500

Key Results:

Increase average lapspeed by 2%

Reduce the average pit stop time by one second

GOOD

Objective:

Win the Indy 500

Key Results: Increase average lap speed by 2%

Test at wind tunnel ten times

Reduce the average pit stop time by one second

Reduce pit stop errors by 50%

Practice pit stops one hour per day

Next Steps #1

- Set your OKRs at the highest level you are implementing and cascade down
- Publish your OKR and progress with Red/Yellow/Green monthly status
- Review/Revise
 Quarterly or Annually

Next Steps #2

 Help the community email okrs@kengavranovic.
 com with good or bad examples of OKRs. I will remove names but share best/worst (and keep updated). You can download this presentation and crowd sourced updated of good and bad examples of OKRs at KENG.VC/OKRS

You are free to use any of the content for your companies direct benefit (i.e. not resell)

Next Steps #3

 You can download this presentation and crowd-sourced updates of good and bad examples of OKRs at KENG.VC/OKRS You are free to use any of the content for your companies direct benefit (i.e. not resell)



Want tips, tricks, this deck or examples email me at ken@kengavranovic.com