

Project Management

Topic 1.3

Multi-company Projects



FULCRUM *EDGE*, INC.

Multi-company Project Definition

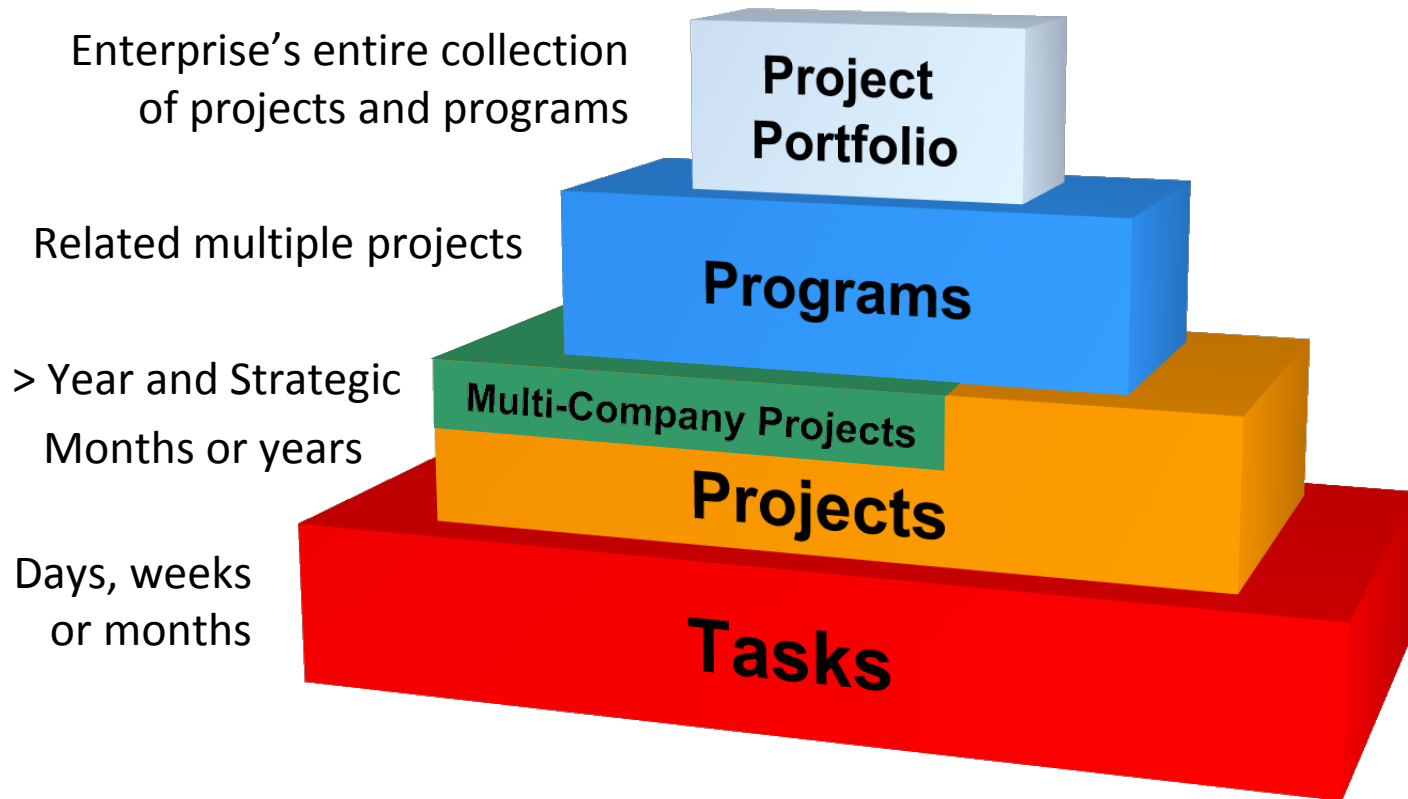
Special project case involving **large cost** and **long duration** with following characteristics:

- Strategic value to participating companies in terms of size, risk, opportunity, or complexity
- Major impact on multiple companies
- Contains major content from multiple companies (i.e. Major equipment manufacturer supplying a customer with site prep & installation responsibility)
- Typically each company assigns a project manager & team

Multi-company Project Application Examples

- New or Refurbished Major Facilities
- Manufacturing Equipment Acquisitions
- Retail Supply Chain Issues
- Large Government Projects in Defense, Transportation, Exploration, etc.
- Multi-national and cross-cultural projects
- Outsourcing Projects
- Joint Ventures and Company Mergers

Project Hierarchy



Multi-company Project Management (MPM)

- Initiated by any major participant
- Requires formation of a Leadership Team
- Integrates individual project teams from multiple companies into a single team
- Team leadership is shared
- Each company provides the following:
 - Project Sponsor (Key Executive)
 - Project Manager
 - Other representatives as appropriate

MPM Critical Elements

- ✓ Project must be of **strategic value to all** companies involved in the process.
- ✓ Requires **agreement of** the other **parties**
- ✓ Key **executives** from customer & suppliers **must participate**
- ✓ Companies must **commit to a project management discipline**
- ✓ All participants must support a **team process**

1.3.1 Team Exercise



MPM Benefits

Learn by Doing Project Management
Pages 7-8

Initiation of MPM Leadership Team

1. Set Environment – Intro & Norms
2. Build Relationships – Personal History
3. Clarify Roles – Organizational Charting
4. Org. Relationship – Situational Matrix
5. Generate Ideas & Issues – Brainstorm
6. Establish Charter & Objectives
7. Begin Action Planning & Follow Up

Leadership Team Deliverables

- Establish Charter and Objectives
- Establish Joint Teams as required for each Project Phase
- Create Situational Management Matrix
- Ensure Issues are Resolved or Delegated to Appropriate Teams
- Assess Risk Factors to Project
- Monitor Project Execution

On-going Leadership Activities

- Meet regularly to assess project status

Regular meetings create events that drive completion of commitments

- Manage risk to avoid or mitigate problems

- Collaborate to solve problems outside of a single company's control

Synergistic effect drives project success