# 식스시그마와 PM의 비교 (Comparision of Six Sigma and PM)

최 성 운 \*

(Sungwoon Choi)

#### Abstract

This paper discusses the relationship between project management and six sigma and the derivation of overall related table. This paper proposes an integrated approach by blending CMM project management and six sigma to meet business goals.

Keywords: Six Sigma, PM, CMM

#### 1. Introduction

# 1.1 History of PM

Traditional PM: 1960s

- · Time, Cost Management
- · Critical Path Scheduling
- · One Single, Mega Project

Modern PM: Mid of 1980

- · PMBOK from PMI
- · More Time, Cost Management
- · Human Resource, Communication, Risk Management

Enterprise PM: 1990~

- · Many, Small Project
- · Virtual Team, Global Project
- · Enterprise PM Methodology

#### 1.2 Progress In Efforts For Performance Improvement [3]

T&I: Testing and inspection

SPC: Statistical process control

SS: Six Sigma

DFSS: Design for Six Sigma

<sup>\*</sup> Department of Industrial Engineering, Kyungwon University

Methodology	Т&I	SPC	Six Sigma	DFSS
· Approach	Defect detection	Defect prevention	Defect prevention	Value creation
· Method	Samplings plans	Control charts	DMAIC	DIDOV
· Focus	Product	Process	Project	System
· Infomation	Static	Dynamic	Varied	Uncertatinties
· Medium	Observation	Data	Knowledge	Perspectives
· Nature	Passive	Defensive	Active	Pre-emptive
<ul> <li>Deployment</li> </ul>	Exit point	Downstream	Midstream	Upstream
· Application	Isolated	On-line	Off-line	Organization wide
· Format	As needed	Continuous	Project by project	Subject by subject
· Operation	Single location	Single function	Cross function	Business wide
· Execution	Prescriptive	Rule-based	Needs driven	Proactive
· Criterion	Conformance	Stability	Optimality	Predictability
· Improvemet	Irrelevant	Absent	Incremental	Fundamental
· Problems	Unsolved	contained	understood	Anticipated
· Solutions	Unavailable	Ad hoc	Remedial	Built-in
· Result	Damage control	Capability	Sigma level	Robustness
· Framework	Instantaneous	Short term	Long term	Life cycle
· Customer reacion	Acceptance	Satisfaction	Appreciaiton	Trust
· Gains	None	Confidence	Savings	Profit
· Enhancement	Production	Engineering	Bottom line	Market share
· Requirements	Unsophisticated	Procedural	Organizational	Cultural
· Core skills	Procedures	Analysis	Communication	Synthesis
· Leaders	Technicians	Engineers	Managers	Chief executives
<ul> <li>Applicability</li> </ul>	Traditional	Modern	Contemporary	Current
· Start	1940s	1970s	1990s	2000s

# 2. Six Sigma Project Selection Rule [5]

Project Selection Rule = Project Score \* PPI Priority

COMMONALITY: MANAGEMENT OF VARIABILITIES WITH STATISTICAL THINKING

\* RDI Priority \* Throughput Priority

# 2.1 Project Score

Project Name:	Date of Assessment:
Black Belt:	Master Black Belt:
Weighted Overall Project Score:	Project Number:

Criteria	Score		Weight	Weighted Score
1.Sponsorship			0.23	
2.Benefits(Specify main beneficiary) 2.1 External customer: CS, CTQ 2.2 Shareholder: FB, CTR, RE 2.3 Employee or internal custormer: ES 2.4 Other(e.g., supplier, environment): SS	Overall Benefit	Score	0.19	
3.Availability of resources other than team			0.16	
4.Scope in terms of Black Belt Effort			0.12	
5.Deliverable(Scope)			0.09	
6.Time to Complete			0.09	
7.Team Membership			0.07	
8.Project Charter			0.03	
9.Value of Six Sigma Approach(DMAIC, DMADV, DLDOV)			0.02	
TOTAL(sum of weighted score column)			1.00	
Note: Any criterion scores of zero must be addressed before project is approved.				

# 2.2 Prioritizing Projects With The Pareto Priority Index

 $PPI = \frac{Savings \times probability of success}{Cost \times time \ to \ completion \ (years)}$ 

#### 2.3 ROI Priority

- 화폐의 시간가치를 고려한 방법
- -순현재 가치법(NPV, Net Present Value)
- -내부 수익률법(IRR, Internal Rate of Return)
- -경제적 부가가치(EVA, Economic Value Added)
- 화폐의 시간가치를 고려하지 않는 방법
- -Payback Period(PP)
- -Benefit Cost Ratio(BCR)

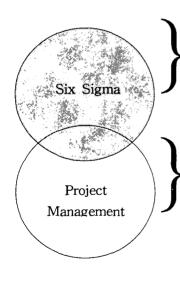
## 2.4 Project Throughput Priority Versus Project Focus

Focus of Six Sigma Project				
CTX:		Before the constraint	At the constraint	After the constraint
Characteristic addressed is critical to	Quality(CTQ)	Д	0	0
	Cost(CTC)	0	Δ	0
	Schedule(CTS)	Δ	0	0

- △ Low throughput priority
- O Moderate throughput priority
- High throughput priority

# 3. PM and Six Sigma [2]

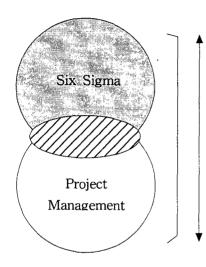
# 3.1 Conceptual Comparison



- · Small project orientation
- · Focused on results
- · Systematic data-driven methods
- · Incorporates project management concepts
- · Large project orientation
- · Focused on coordination and management
- · Data-driven and management processes
- Provides a foundation for organizing, planning, managing and controlling projects

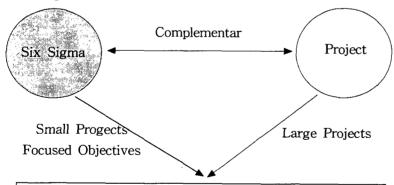
# 3.2 Pragmatic Comparison

## A Synergistic Relationship



- · Six Sigma leverages Project Management concepts
- · Project Management leverages Six Sigma's data-driven techniques
  - · Improved scope management
  - · Reduced schedule pressure
  - · Improved quality planning and control

### 3.3 Implications



### Intergrated Environment

- Leverages the strengths of both
- Provides comprehensive support for a wide range

### 3.4 CM and PMBOK

구분	품질	일정	я]- <del>8</del>	비고
CMM	- 품질관리	- 계획수립	- 요구사항관리	프로세스
	- 구성관리	- 진행관리	- 협력업체관리	관리측면 중심
_	- 측정 및 분석			
PMBOK	- 품질관리	- 일정관리	- 범위관리	프로젝트
	- 리스크 관리	- 의사소통관리	- 자원관리	관리측면 중심

# 4. CMM and Six Sigma [1][4]

### 4.1 Significant Differences

Six Sigma	CMM/CMMI
Assumes processes have been	Focus on defining management and
identified and defined	technial processes early
Doesn't distinguish organizational	Organizational process definition
standard and project processes	used to capture best practices
Emphasis on training to motivate	Emphsis on infrastructure to
and communicate skills	ensure key processes addressed
Reliance on statistical methods to	Statistical approach intended often
manage performance	not implemented
Focus on learning from internal	Additional mechanisms to leverage
experience and data	external technology
Prioritization of efforts based on	Link to strategic planning weak and
business payoff	often ignored
Certification of individual	Certification of assessors and
practitioners, not organizations	organizations, not practitioners

### 4.2 Elements of Six Sigma Throughout CMMI

#### 4.3 Integration Benefit[6]

• While Six Sigma relies on analytical tools and statistical methods to drive its performance improvement, these methods are only implied as an intention that is associated with the CMM approach to measurement, and

	Continuous	T-10-10-10-10-10-10-10-10-10-10-10-10-10-		
5 Optimaizing	Process	Organizational Process Technology		
	Improvement			
4 Quantitatively	Quantitative	Organizational Process Performance		
managed	management			
	Process	Organizational Process Focus		
		Organizational Process Definition		
		Organizational Training		
		Integrated Project Management		
		Risk Management		
3 Defined		Decision Analysis and Resolution		
		Requirements Development		
		Technical Solution		
		Product Integration		
		Verification		
		Validation		
	Basic project	Requirements Management		
		Project Planning		
2 Managed		Project Monitoring and Control		
		Supplier Agreement Management		
		Measurement and Analysis		
		Process and Product Quality Assurance		
		Configuration Management		
1 Performed				

is most often not well implemented.

- While Six Sigma begins by building process capability using DMAIC as the method for improving business, CMM emphasis is on technology application that is more consistent with application of the DFSS method of Six Sigma.
- While Six Sigma improvement projects should be drawn from a protfolio of problems that are identified during strategic planning by business leaders, the CMM linkage to strategy is weak and often ignored.
- · While Six Sigma emphasizes the development and certification of the

Black Belts, CMM emphasizes development of CMM assessors and certification of organizations.

#### 5. Summary

- · Six Sigma Project Selection Rule
  - · PM and Six Sigma
  - · CMM and Six Sigma

#### References

- 1. Card, D.N., "Sorting Out Six Sigma and the CMM," IEEE Software, Vol.17, NO.3, PP.11-13, 2000.
- 2. Eventoff, B., "The Relationship Between Project Management and Six Sigma," Conference, ESTM Associates, Inc., 2002.
- 3. Goh, T.N., "A Startegic Assessment of Six Sigma," Quality and Reliability Engineering International, Vol.18, PP.403-410, 2002.
- 4. Hefner, R. and Sturgeon, M. "Optimize Your Solution? Integrated Six Sigma and CMM/CMMI-Based Process Improvement," Software Technology Conference, TRW, 2002.
- 5. Pyzdek, T., The Six Sigma Handbook, McGraw-Hill: New York, 2003.
- 6. Watwon, G.H., "Breakthrough in Delivering Software Quality: Capability Maturity Model and Six Sigma," European Conference of Software Quality, PP.36-41, 2002.