

ADVISORY GROUP ON Elimination of Duplicative and Non-Essential Services **PROPOSAL #:** AGDNES # 34
SUBJECT: Adoption of LEAN Principles **DATE ADOPTED BY ADVISORY GROUP:** November 19, 2009
COMMISSION ACTION: ADOPTED **DATE:** November 23, 2009 **RECOMMENDATION #:** 153

RECOMMENDATION: State agencies, including higher education and state public hospitals, are directed to explore adoption of LEAN principles to improve efficiency, increase productivity, eliminate waste in system processes and save money.

Summary Description/Nature of Change	Key/Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/ Study
State agencies, including higher education and state public hospitals, are directed to explore adoption of LEAN principles to improve efficiency, increase productivity, eliminate waste in system processes and save money.	All state agencies	LEAN principles are a part of a successful streamlining and efficiency program developed by the manufacturing industry in the 1930s to reduce costs, increase services, minimize waste and improve performance and productivity. LEAN also as applications for government. The Center for LEAN Excellence (CLE) at UL Lafayette is working to apply LEAN principles to the public sector and is current working successfully with LA Workforce Commission, the City of Monroe, the City of Alexandria, the City of New Iberia, and others to streamline processes and realize cost savings.	All state agencies should work with CLE to implement LEAN principles. LEAN should change the way entities think and create a true focus of management from optimizing separate technologies, assets, and vertical departments to optimizing the flow of products and services through entire value streams that flow horizontally across technologies, assets, and departments to consumers.	To be determined. Implementation of LEAN principles develop into improved efficiency, increased productivity, overall cost saving measures, and elimination of waste.	Could be implemented at anytime.