



Lean Construction for Improving Productivity in the Hong Kong Construction Industry Workshop

Lean Construction Status Quo, Benefits and Future Development

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@ Graduate House, The University of Hong Kong, 27 August 2015

Outline

- Understanding and perspectives of lean
- Benefits and drivers for lean construction
- Lean related tools, methods & approaches
- Future development of lean in Hong Kong





http://www.leanvalidation.eu/



Participants in Interviews







Does the Term "Lean Construction" Matter?



Nearly two thirds are not familiar with the term of "lean", but actually follow the lean principles in their practices.



Understanding of Lean Construction

From Lean Production	"Lean construction was originated from Lean production in factory."	
	"For the best of my knowledge, lean is a concept for manufacturing, which is developed by auto-motor industry, it is a very good model in helping company."	
	"Lean originated form manufacturing industry many years ago. It moved to the similar context in the building industry. "	
Reduce Waste	"For my opinion, lean is actually a tool to reduce waste, improve efficiency and can also improve the overall turnaround time of a project.	
	"My understanding of lean construction is to eliminating waste."	
	"Mainly it's to decrees the time waste, material waste and labor waste."	
	"lean construction is to reduce the unnecessary waste, improve efficiency and improve the quality and safety."	
Minimize resources	"In my mind, lean construction is simple for construction, simple for design."	
	"Lean construction should to minimize the material, time and cost, to achieve the maximum value."	

"You can produce that with the minimum cost, as well as the minimum manpower, and time required."



Perspectives of Lean Construction in HK





Definitions of lean construction

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Lean production is perceived as the emerging mainstream approach to main principles, ideas, and techniques as JIT and Total Quality Control.

Koskela, L. (1992). Application of the New Production Philosophy to Construction, Stanford University



A conceptualization of lean production in the context of construction.

Alarcon, L. F. (1997). Lean construction. Brookfield, VT, USA, Rotterdam.

APPLICATION OF LEAN MANUACHING PRINCIPLES TO CONSTRUCTION Provide Construction Provide Construction A Report to The Construction Industry Institute The University of Yeans & Austin The University of Yeans & Austin Under the Guidance of Project Team Number 191 Austin, Texas July 2004

Lean construction is the continuous process of eliminating waste, meeting or exceeding all customer requirements, focusing on the entire value stream and pursuing perfection in the execution of a constructed project.

Diekmann, J. E., M. Krewedl, et al. (2004). Application of Lean Manufacturing Principles to Construction. The Construction Industry Institute



Lean - raise up to **strategic systems** level?

- Lean is a total organisational and operational approach to business that is customer focused and people centric.
- Often thought to be no more than tools, lean is widely misunderstood, but lean is as much about the way you think and the way you feel about your thoughts.
- You will not get to be a sustainable lean company unless you have a system that includes all managers, all operatives and a skilled support team of lean leaders working as an integral part of your business.







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Benefits and Drivers of Lean Construction

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Benefits of Lean Construction





Drivers for Lean Construction





Lean Related Tools, Methods & Approaches



Perspectives of Emerging Themes with Lean Construction





Good Practices in Use of Improving Efficiency

Quality control circle (QCC)

'5S' model

Partnering

Just-in-Time

Prefabrication/precast

Sharing platforms

Modular construction

Software

Critical Path Method

SAP (Systems, Applications & Products in Data Processing)

Safety management

BIM



Based on 30 semi-structured interviews done in the HK construction industry

Lean Related Tools and Techniques from Literature

Name	Description		
3D modelling	The process of developing a mathematical representation of any three-dimensional surface of an object (either inanimate or living) via specialized software.		
5S	A disciplined approach to maintaining order in the workplace, using visual controls, to eliminate waste. The 5S words are Sort, Set in Order, Shine/Sweep, Standardize and Self-Discipline/Sustain.		
A3	A one-page report prepared on a single 11 x 17 sheet of paper that adheres to the discipline of PDCA thinking as applied to collaborative problem solving, strategy development or reporting.		
BIM	The process of generating and managing building data during the life cycle of a building.		
Cost-benefit analysis (CBA)	The weighing-scale approach to decision-making		
Last Planner	A production planning system designed by to produce predictable work flow and rapid learning in		
System (LPS)	programming, design, construction and commissioning of projects.		
Lean Project Delivery System (LPDS)	An organized implementation of Lean Principles and Tools combined to allow a team to operate in unison.		
Just-in-time (JIT)	A system for producing or delivering the right amount of parts or product at the time it is needed for production.		
Plan Do Check Act (PDCA)	A structured four-step approach to process improvement.		
Root Cause Analysis/5 why	A systematic method of analyzing possible causes to determine the root cause of a problem		
Value stream mapping (VSM)	A diagram of every step involved in the material and information flows needed to bring a product from request to delivery.		
Visual Management	Placing tools, parts, production activities, plans, schedules, measures and performance indicators in plain view		
Others	Kanban, Hoshin Kanri, Failure mode effect analysis (FMEA), Constraint analysis, etc.		

The University of Hong Kong

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Dimension 1 (17.35%)

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Future Development of Lean Construction in Hong Kong



Future Development Scenarios of Lean in HK



- Today's solution: This is the trend. HK is facing a lot of challenges (e.g. labor, environment, low productivity) and lean construction should be the solution.
- Dynamics scenario: There is a need to promote lean construction, but the future development depends on how to implement. Also it depends on the project.
- Deferring scenario: It will happen slowly, and next generation might use it, but not in the nearly future.

Potential Challenges to Implementing Lean Construction Standards





Successful Cases are Highly Required to Promote Lean Construction

Pilot cases involving key stakeholders

"we need to do some pilot cases which include the government people, construction people, and also the relevant stakeholders. We can get all these people together, and conduct some pilot cases." Successful lean construction adaptors showing benefits

"If there is successful project/ case with adoption of lean construction in Hong Kong as reference for the future development, the developer/ client would likely to adopt the lean construction management approach in their future projects to enhance the quality and cost of the development."

"We need to create the story and then publicise it."

Successful examples can help to change people's mindset

"I think there is a need to promote the idea of lean construction especially to use some successful examples."



Collaboration is Critical to Improving Productivity and Achieving Lean





International Promotion of Lean Construction





Lean Construction Institute

Transforming Design and Construction

Instruction

- Founded in 1997
- Founded in 1993 a network of professionals and researchers in Architecture, Engineering, and Construction (AEC)
- Goal to better me HOW about HO dramatically improve the AEC process as well as the formula of the formula o

Through ... new principles & methods for product development and production management like lean production in manufacturing.

LC approach maximizes value delivered to the customer while minimizing waste.

To develop knowledge on project

based production management in

http://www.leanconstruction.org/

• http://iglc.net/

Other National Institutions	Year of Established	Scope
Lean Management Institute (LMI)	2004	Germany
Lean Construction Institute UK (LCI-UK)	2006	U.K.
Lean Construction Institute Finland (LCI-Finland)	2008	Finland
Lean Construction Institute of Australia (LCIA)	2012	Australia
Lean Construction Institute Denmark (LCIDK)	2012	Denmark
Lean Construction Norway (LC-No)	2012	Norway
Lean Construction Institute Israel (LCI-Israel)	2015	Israel







Thank you !

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@ Graduate House, The University of Hong Kong, 27 August 2015