

RICARDO SEMLER'S GUIDE TO STRESS MANAGEMENT

There are two things all managers have in common—the 24-hour day and the annoying need to sleep. Without the sleeping, 24 hours might be enough. With it, there is no way to get everything done. After years of trying to vanquish demon sleep and the temptation to relax, I tried an approach suggested by my doctor, who put it this way: “Slow down or kiss yourself good-bye.”

Struck by this imagery, I learned to manage my time and cut my work load to less than 24 hours. The first step is to overcome five myths:

1. *Results are proportional to efforts.* The Brazilian flag expresses this myth in a slightly different form. “Order and Progress,” it says. Of course, it ought to say, “Order or Progress,” since the two never go together.

2. *Quantity of work is more important than quality.* Psychologically, this myth may hold water. The executive who puts in lots of hours can always say, “Well, they didn’t promote me, but you can see how unfair that is. Everyone knows I get here at 8 A.M. and that my own children can’t see me without an appointment.”

3. *The present restructuring requires longer working hours temporarily.* We think of ourselves as corks on a mountain stream headed for Lake Placid. But the lake ahead is Loch Ness. The present, temporary

emergency is actually permanent. Stop being a cork.

4. *No one else can do it right. The truth is, you are replaceable, as everyone will discover within a week of your funeral.*

5. *This problem is urgent.* Come on. The real difference between “important” and “urgent” is the difference between thoughtfulness and panic.

Those are the myths. The second step is to master my eight cures:

1. Set an hour to leave the office and obey it blindly. If you normally go home at 7:00, start leaving at 6:00. If you take work home on weekends, give yourself a month or two to put a stop to this pernicious practice.

2. Take half a day, maybe even an entire Saturday, to rummage through that mountain of paper in your office and put it in three piles.

Pile A: Priority items that require your personal attention and represent matters of indisputable importance. If you put more than four or five documents in this category and are not currently the president of your country, start over.

Pile B: Items that need your personal attention, but not right away. This pile is very tempting; everything fits. But don’t fall into the trap. Load this stuff on your subordinates, using the 70% test to help you do it. Ask yourself: Is there someone on my staff who can do this task at

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least 70% as well as I can? Yes? Then farm it out. Whether or not your subordinates are overworked should not weigh in your decision. Remember, control of your time is an exercise in selfishness.

Pile C: Items that fall under the dubious rubric “a good idea to look at.” One of the most egregious executive fallacies is that you have to read a little of everything in order to stay well-informed. If you limit the number of newspapers, magazines, and internal communications that you read regularly, you’ll have more time to do what’s important—like think. And remember to keep your reading timely; information is a perishable commodity.

3. In dealing with Pile A, always start with the most difficult or the most time-consuming. It also helps to have a folder for the things that *must* be done before you go home that day and to make a list of the things that simply cannot go undone for more than a few days or a week. Everything else is just everything else.

4. Buy another wastepaper basket. I know you already have one. But if you invited me to go through that pile of papers on your desk, I could fill both in a trice. To help you decide what to toss and what to save, ask yourself the question asked by the legendary Alfred P. Sloan, Jr.: “What is the worst that

can happen if I throw this out?” If you don’t tremble, sweat, or grow faint when you think of the consequences, toss it.

This second wastebasket is a critical investment, even though you’ll never be able to fill both on a regular basis. Keep it anyway. It has a symbolic value. It will babysit your in-basket and act like a governess every time you wonder why you bought it.

5. Ask yourself Sloan’s question about every lunch and meeting invitation. Don’t be timid. And practice these three RSVPs:

“Thanks, but I just can’t fit it in.”

“I can’t go, but I think X can.” (If you think someone should.)

“I’m sorry I can’t make it, but do let me know what happened.”

Transform meetings into telephone calls or quick conversations in the hall. When you hold a meeting in your office, sit on the edge of your desk, or when you want to end the discussion, stand up from behind your desk and say “OK, then, that’s settled.” These tricks are rude but almost foolproof.

6. Give yourself time to think. Spend half a day every week away from your office. Take your work home, or try working somewhere else—a conference room in another office, a public library, an airport waiting room—any place you can concentrate, and the farther away

from your office the better. The point is, a fresh environment can do wonders for productivity. Just make sure you bring along a healthy dose of discipline, especially if you're working at home.

7. About the telephone, my practical but subversive advice is: Don't return calls. Or rather, return calls only to people you want to talk to. The others will call back. Better yet, they'll write, and you can spend ten

seconds with their letter and then give it to the governess.

Two ancillary bits of phone advice: Ask your assistants to take detailed messages. Ask them always to say you cannot take the call at the moment. (Depending on who it is, your assistants can always undertake to see if you can't be interrupted.)

8. Close your door. Oh, I know you have an open-door policy, but don't be so literal.

we work at the high end on quality and price. So our critics may be right. Perhaps nothing we've done can be a blueprint for anyone else. Still, in an industrial world whose methods show obvious signs of exhaustion, the merit of sharing experience is to encourage experiment and to plant the seeds of conceptual change. So what the hell.

PARTICIPATORY HOT AIR

The first of Semco's three values is democracy, or employee involvement. Clearly, workers who control their working conditions are going to be happier than workers who don't. Just as clearly, there is no contest between the company that buys the grudging compliance of its work force and the company that enjoys the enterprising participation of its employees.

But about 90% of the time, participatory management is just hot air. Not that intentions aren't good. It's just that implementing employee involvement is so complex, so difficult, and, not uncommonly, so frustrating that it is easier to talk about than to do.

We found four big obstacles to effective participatory management: size, hierarchy, lack of motivation, and

ignorance. In an immense production unit, people feel tiny, nameless, and incapable of exerting influence on the way work is done or on the final profit made. This sense of helplessness is underlined by managers who, jealous of their power and prerogatives, refuse to let subordinates make any decisions for themselves—sometimes even about going to the bathroom. But even if size and hierarchy can be overcome, why should workers care about productivity and company profits? Moreover, even if you can get them to care, how can they tell when they're doing the right thing?

As Antony Jay pointed out back in the 1950s in *Corporation Man*, human beings weren't designed to work in big groups. Until recently, our ancestors were hunters and gatherers. For more than five million years, they refined their ability to work in groups of no more than about a dozen people. Then along comes the industrial revolution, and suddenly workers are trying to function efficiently in factories that employ hundreds and even thousands. Organizing those hundreds into teams of about ten members each may help some, but there's still a limit to how many small teams can work well together. At Semco, we've found the most effective production unit to consist of about 150 people. The exact number is open to argument, but it's clear that several thousand people in one facility makes individual involvement an illusion.

When we made the decision to keep our units small, we immediately focused on one facility that had more than 300 people. The unit manufactured commercial food-service equipment—slicers, scales, meat grinders, mixers—and used an MRP II system hooked up to an IBM mainframe with dozens of terminals all over the plant. Paperwork often took two days to make its way from one end of the factory to the other. Excess inventories, late delivery, and quality problems were common. We had tried various worker participation programs,