Complexity University – 22 June, 2020 | Session 1

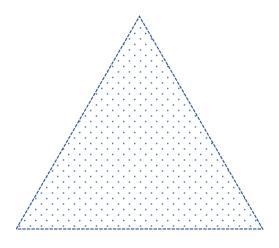
an introduction to complex challenges

- 1. Understand what makes systems "complex" and the characteristics of complexity
- 2. Understand what makes challenges characterised by complexity different from other situations (for example technical problems)
- 3. Understand the differences between responses to complexity that are "fit for purpose" and those that are not.

what is complexity?

three characteristics of complexity

emergent



adaptation

information

"pigeon"

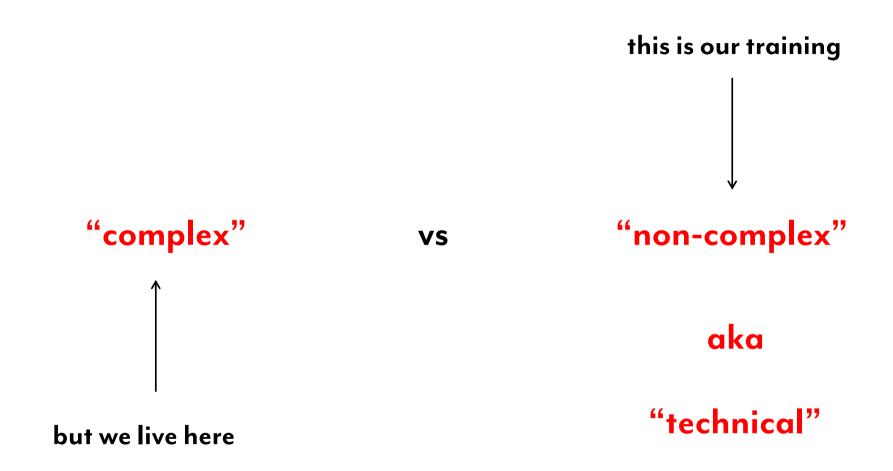
VS

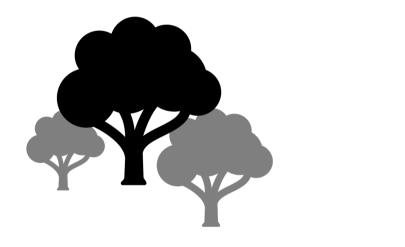
"rocket"

"complex"

VS

"non-complex"







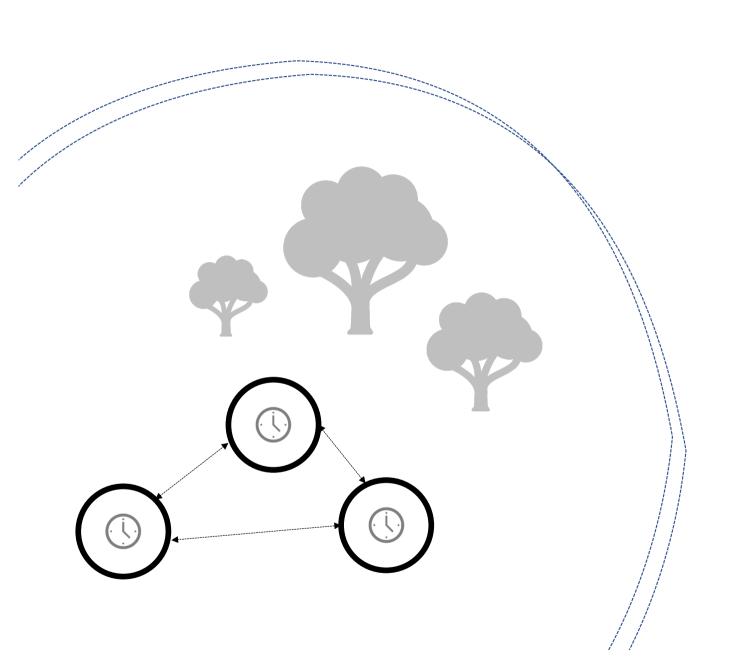
Axiom 1

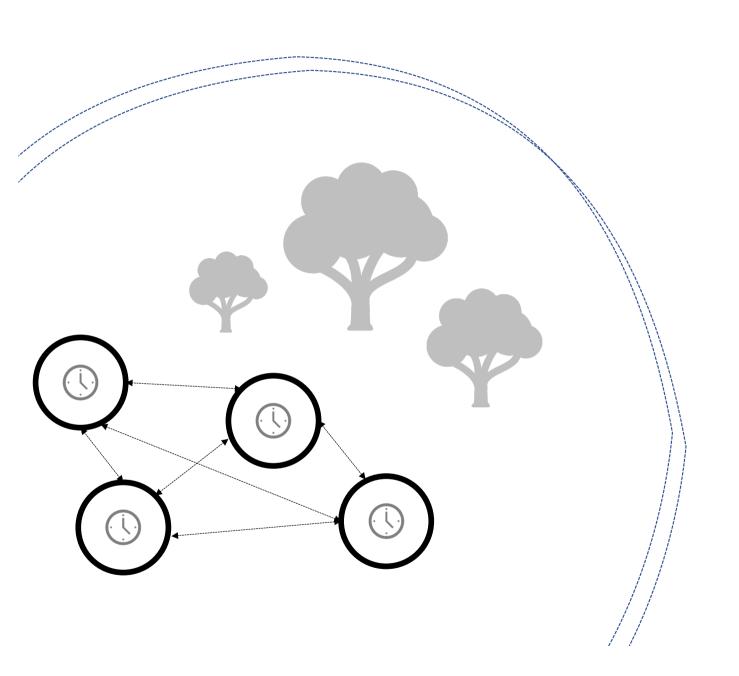
non-complex systems are always part of complex systems

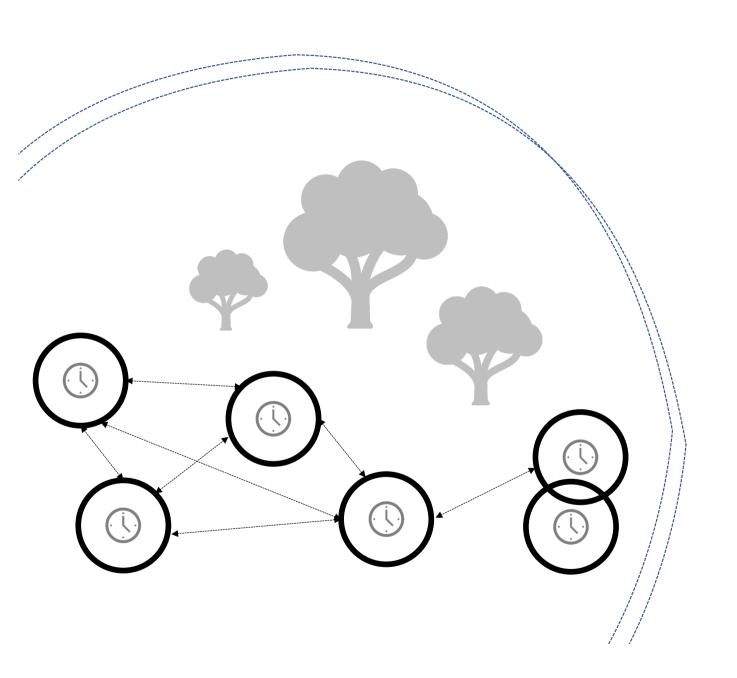


but complexity is increasing

out complexity is increasing as non-complex systems	grow







what is does it mean? why should we care?

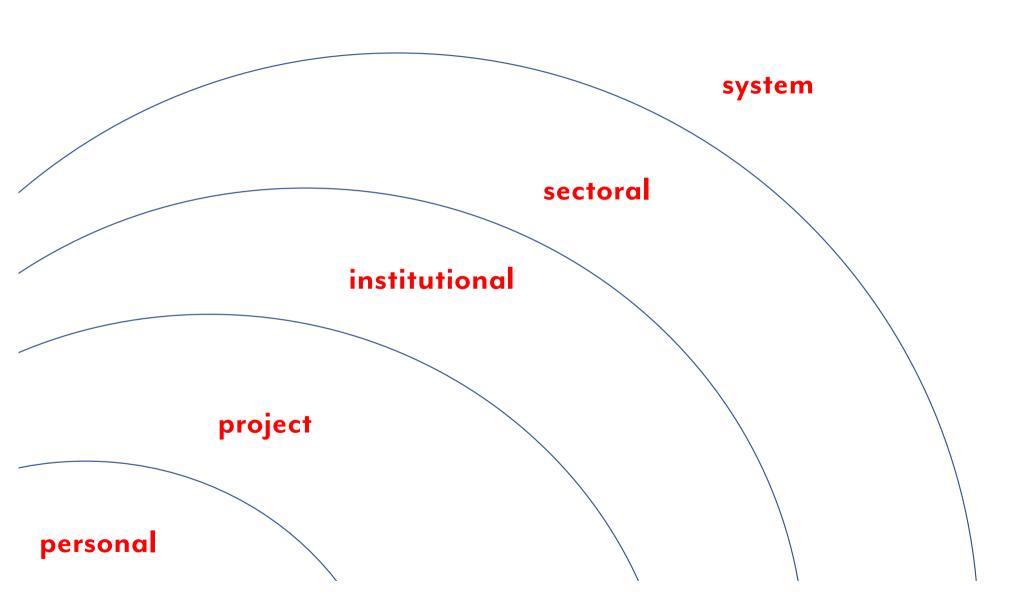
what happens when we ignore Axiom 1?

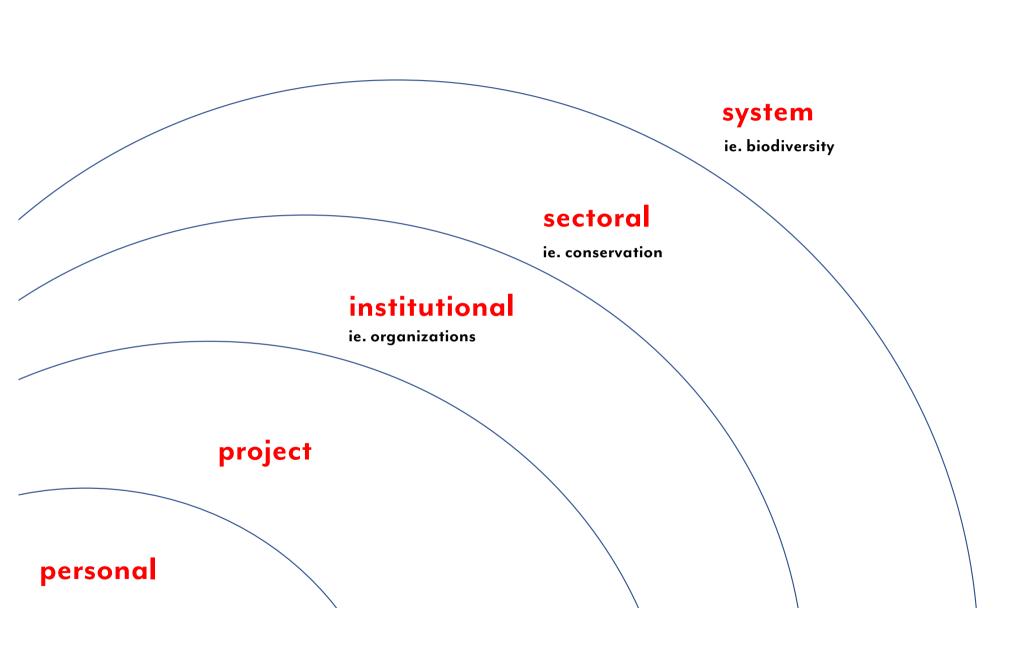
the probability of catastrophic failure grows

the probability of catastrophic failure grows how? why?

"[In a crisis] We don't rise to the level of our expectations, we fall to the level of our training."

- Archilochus





Axiom 2

we adapt and learn our way into catastrophic failure

Axiom 2

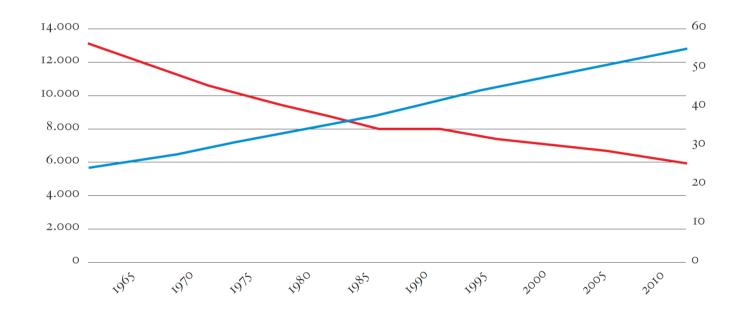
we adapt and learn our way into catastrophic failure one day at a time

how?

demand for multiple forms of capital increases

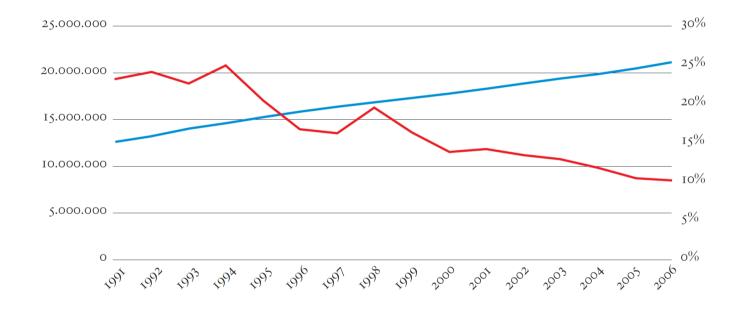
(natural resources, infrastructure, services)

our ability to supply demand decreases



- Renewable Freshwater (cubic meters)
- Population Density (people per sq. km)

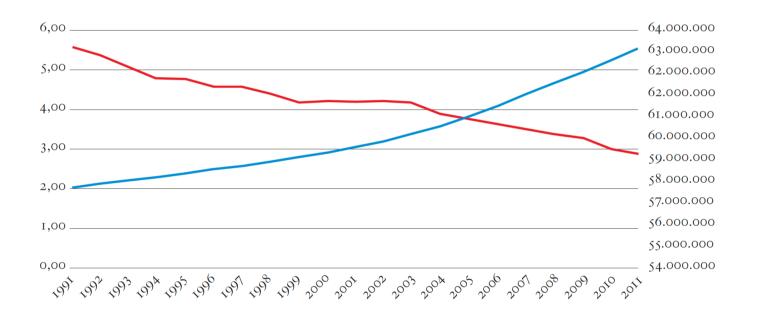
Figure 1: World Renewable Internal Freshwater Resources Per Capita vs World Population Density Source: Data from World Bank



- Agriculture, value added (% of GDP)
- —Yemen Population

Figure 2: Yemen Population vs Agriculture Value Added

Source: Data from World Bank



- Hospital Beds per 1,000 People (UK)
- UK Population

Figure 3: UK Population vs Available

Hospital Beds

Source: Data from World Bank

Discuss in small groups, instances, where you see in systems you're a part of, demand increasing while supply is constant or declining...

session #2 avoiding catastrophic failure in complex systems

Complexity University – 26 June, 2020 | Session 2

an introduction to complex challenges

session #2 avoiding catastrophic failure in complex systems

desired future state

current realities

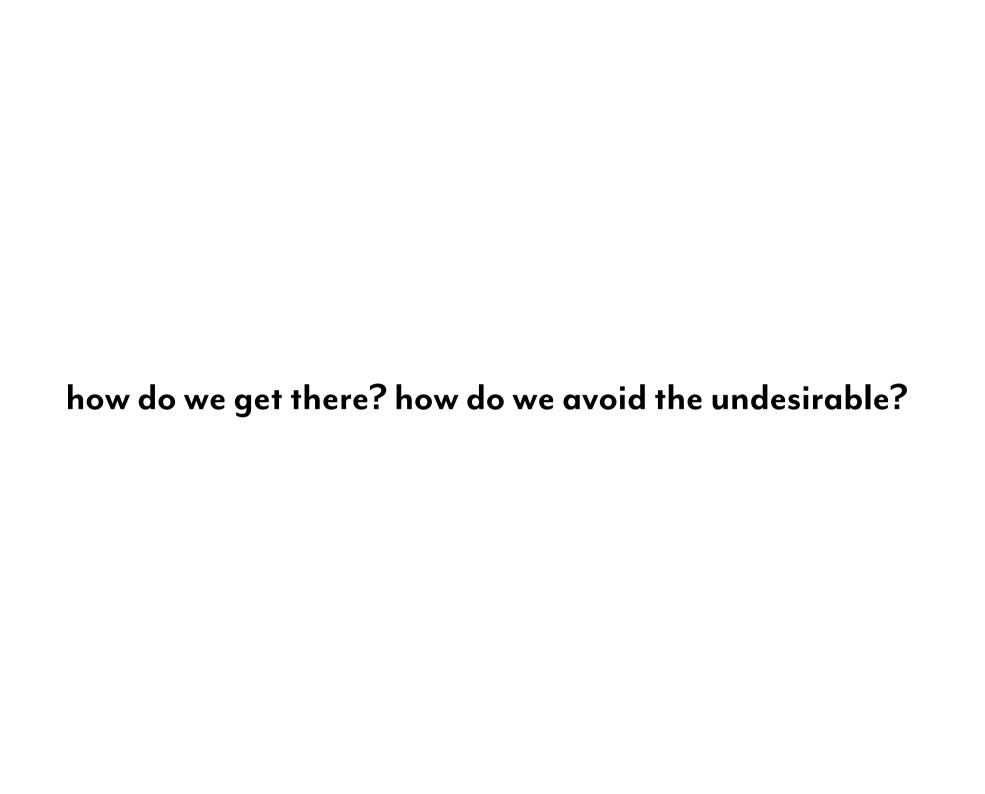
undesirable future state



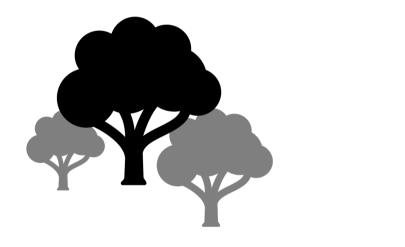




how do we avoid this? undesirable future state



two approaches



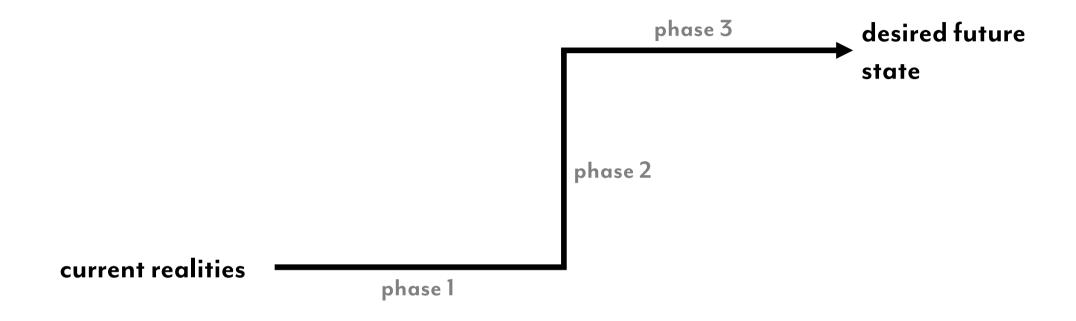


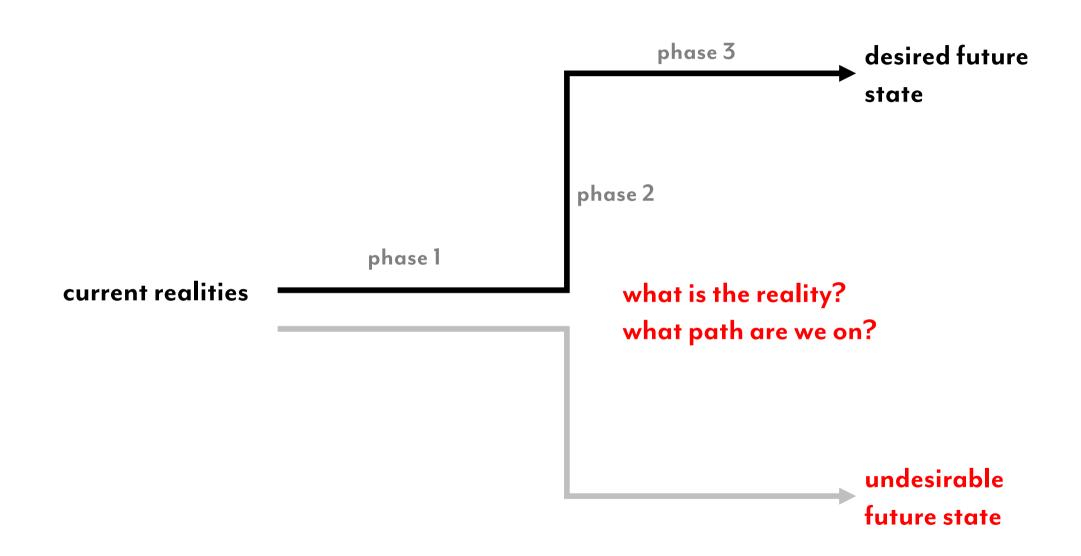
the dominant response = strategic planning ()



desired future state

current realities





strategic planning aims for optimisation optimisation as a strategy in situations of diverging supply + demand curves does not work



the culture of strategic planning is not fit for purpose it violates Axiom 1 + 2 + 3

non-complex systems are always part of complex systems

we adapt and learn our way into catastrophic failure one day at a time

if demand is increasing and supply is constant or declining in a system, it is heading for catastrophic failure (if we can get gravity wrong for 20 centuries, shouldn't we consider possibility that we've gotten strategic planning wrong?)

strategic planning in complexity is malpractice just don't do it

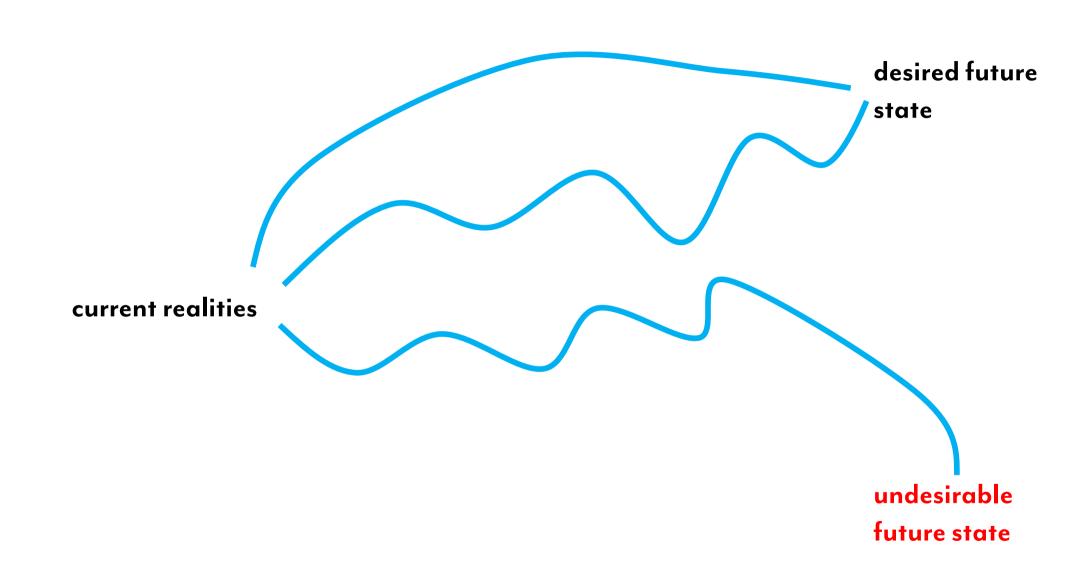
what is a better way?

a better response = the prototyping paradigm¹



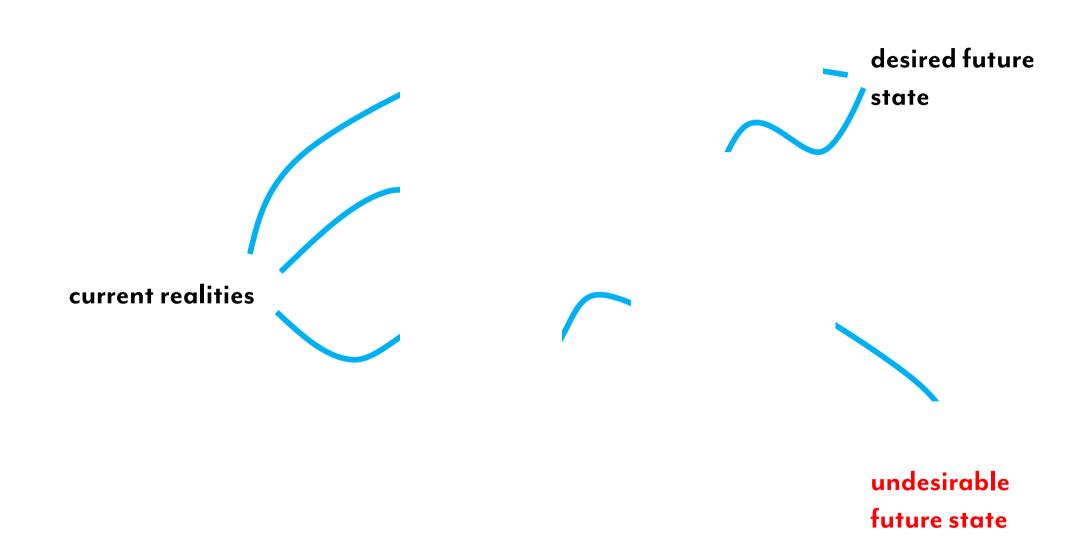
(1) Note the "prototyping paradigm" is different from "prototyping processes"

there are multiple pathways to desirable future system states but they are all emergent (unpredictable)



we cannot see very clearly into the future

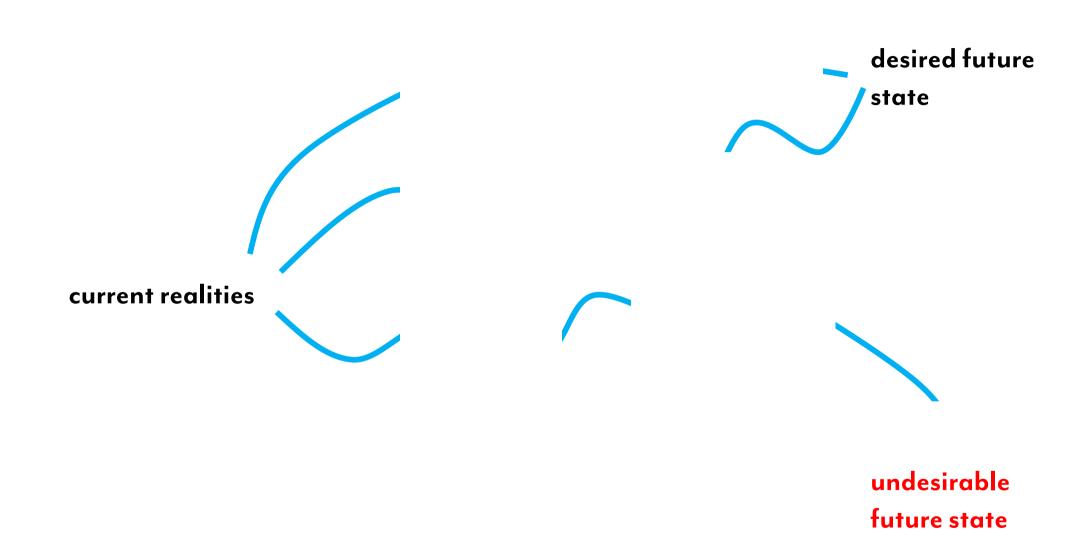
we cannot see very clearly into the future we live in an era of the law of regression to the tail



we don't see the pathway as a whole

we don't see the pathway as a whole we have a very partial view

we don't see the pathway as a whole we have a very partial view, the journey is unpredictable



think of a good journey you went on, think of a bad journey what were the differences?

"... the future is a teenage crackhead who makes shit up as he goes along." – Chuck Klosterman

so what do we do then?

test as many pathways to desirable systems states as possible - the more we test, the more likely we are to find a way through

desired future state

current realities

current realities

desired future state

be disciplined when testing in complex systems, draw boundaries (including temporal), be frugal in testing (jugaad innovation)

current realities

desired future state

- "effective" practice in a complex system is reflexive
- + contextual

- "effective" practice in a complex systems is reflexive
- + contextual there is no such thing as "best practice"

current realities

desired future state

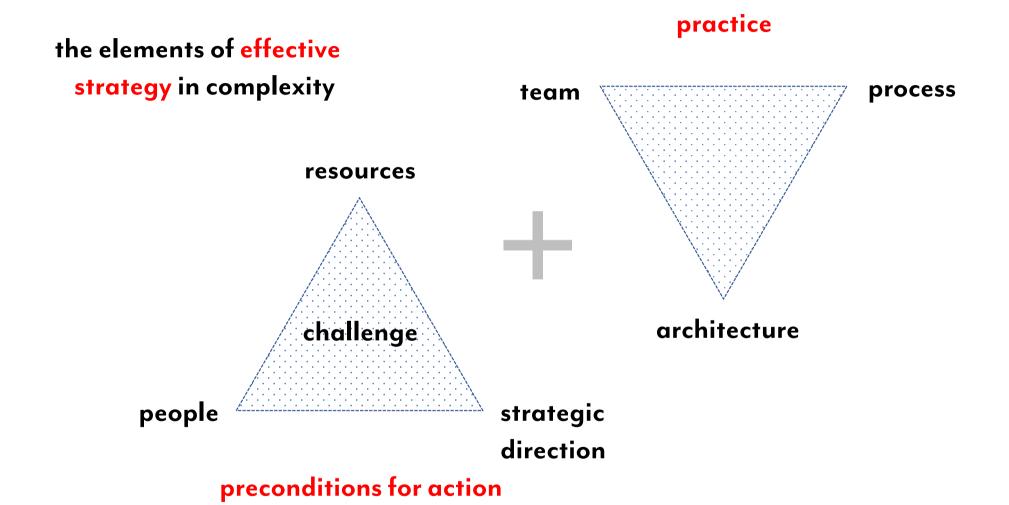
current realities

desired future state

undesirable future state

the real innovation in complex systems are teams (not plans) the best teams are the product of reflexive practice

Axiom 10 effective strategy in complex systems is a practice it is about what you actually do





Axiom 1
non-complex systems are always part of complex systems

we adapt and learn our way into catastrophic failure (one day at a time)

if demand is increasing while supply is constant or declining in a system, it is likely heading for catastrophic failure

there are multiple pathways to desirable future system states but they are all emergent (unpredictable)

we cannot see very clearly into the future, we live in an era of the law of regression to the tail

test as many pathways to desirable systems states as possible - the more we test, the more likely we are to find a way through

be disciplined when testing in complex systems, draw boundaries (including temporal), be frugal in testing (jugaad innovation)

- "effective" practice in complex systems is reflexive
- + contextual there is no such thing as "best practice"

the real innovation in complex systems are teams (not plans), the best teams are the product of reflexive practice

effective strategy in complex systems is a practice, it is about what you actually do, not what you say you're going to do