Interrelationship Diagram (Network Diagram)

Problem

How to determine the most important problem factors?

Difficulty

Easy to use

- An Interrelationship Diagram (ID) shows the cause and effect relationship among different factors.
- The factors are connected by arrows, tail is a driver and head is an effect.
- An ID finds key factors by counting the number of in and out arrows.

Solid line: strong influence Factor Factor

Many root causes

Interrelationship Diagram Process

Most important root causes

- 1. Define the problem statement to explore.
- 2. Use brainstorming to identify the key factors (or root causes).
- 3. Lay out the diagram, with each key factor placed around a circle.
- 4. Put arrows on the diagram
 - For each pair of factors A and B, ask "Does A influence B?". If "yes," then draw an arrow from A to B (a solid arrow for strong influence, a dotted arrow for a weaker influence). Repeat for "Does B influence A?".
- 5. Count the number of arrows going in to, and out of, each factor.
 - Optional: weight dotted arrows as ½.
- The most important factors are the one with the most lines in or out.

Interrelationship Diagram – Example – Attrition

Problem to address: Why are employees quitting?

Step 1: "Employees are quitting" **Step 2:**

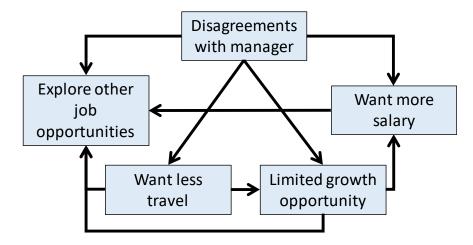
- "Disagreements with manager"
- "Explore other job opportunities"
- "Limited growth opportunities"
- "Want less travel"
- "Want more salary"
- ... (for a realistic analysis, many more factors would be included)

Steps 3 & 4: see figure (top)

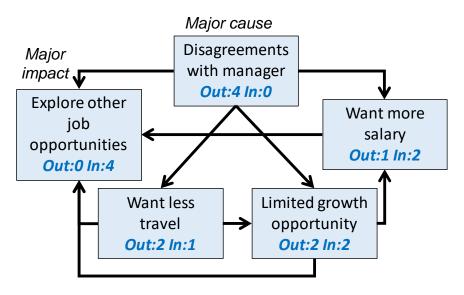
Step 5: see figure (bottom)

Step 6: Conclusions

- Major cause (most out arrows):
 "Disagreements with manager"
- Major impact (most in arrows):
 "Explore other job opportunities"



Steps 3&4 (above), Step 5 (below)



Interrelationship Diagram – Notes

Slide 1 Slide 2

- Creating an ID helps a team identify a complex problem's logical relationships and create a common understanding.
- 2. An ID can clearly and concisely communicate a problem's relationships.
- An ID can be used to better understand and identify root causes.
- 4. An ID helps identify which factors are causing problems and which are an outcome of other factors.
- An ID can quantify and prioritize the strength of each factor. Hence, it can find the factors having the largest improvement impact.
- 6. An ID can better explore the problem space after creating a fishbone diagram.

Here are some tips for creating an ID:

- Keep the factors simple (few words)
- Ensure that the relationships between different factors are clear.
- Document, for later review/updating, why a specific link/arrow was created, and what assumptions are behind it.
- Obtain the advice of a SME when assigning different values to solid and dotted lines.