



Making Innovation Work for Your Organization

MIT Sloan Executive Education Webinar Summary – April 30, 2025

The session featured Dr. Phil Budden, Professor Dame Fiona Murray, and Dr. Kate Isaacs, exploring how leaders can define, enable, and scale innovation authentically within their organizations.

Key Takeaways:

What Is Innovation?

- MIT defines innovation as *the process of taking ideas from inception to impact*.
- Impact is defined by the organization- it can mean *profitability, societal change, efficiency, or more*.
- Innovation is not just about technology; it's about **leadership, implementation, and ecosystem collaboration**.
- Ideas are defined as *matches between problems and solutions, not just moments of invention*.

Leadership for Innovation

- Innovation leadership requires distinct roles: Architecting Leaders (senior), Enabling Leaders (middle), and Entrepreneurial Leaders (frontline).
- Architecting Leaders create strategic clarity and design systems that reduce organizational friction.
- **Culture is strategy, not separate from it.** Innovation needs *trust, clarity, and cultural reinforcement*.
- Strategic clarity should be bi-directional: both top-down and bottom-up.

Overcoming Organizational Barriers

- *Inertia, bureaucracy, and risk-aversion* are the enemies of innovation.
- Organizations must actively **kill unproductive projects and redirect resources to scalable ideas**.
- Middle managers are often wrongly blamed. Innovation needs cross-level ownership.
- **Culture is not static. It can be shaped by leadership behaviors, structure, and clear values.**

Ecosystems and External Innovation

- Tapping into innovation ecosystems (like Kendall Square or Silicon Valley) accelerates impact.
- Corporations, universities, governments, and entrepreneurs all play crucial roles in regional innovation.
- Large organizations gain competitive advantage by partnering with external stakeholders and startups.

Building Innovation Culture and Capabilities

- **Trust** and **purpose** are key to engaging teams in innovation.
- Clear frameworks and simple rules help guide bottom-up innovation.
- **Radical innovation must be protected from inertia; incremental innovation must be strategically prioritized.**
- Leaders must assess innovation health by tracking project flow, stakeholder engagement, and employee empowerment.