Learning curve theory



Learning Curve Theorybased on three assumptions:

- 1. The amount of time required to complete a given task or service will be less each time the task is undertaken.
- 2. The unit time will decrease at a decreasing rate.
- 3. The reduction in time will follow a predictable pattern.

Individual Learning (autonomous)workers perform tasks more proficiently; tendency for performance improvement to "plateau"; occurs naturally ONLEARNING CURVE THEORY SPECIFICALLY FOR YOUFOR ONLY\$13.

90/PAGEOrder NowOrganizational Learning (exogenous)new "production" methods and tools; improved service design from the standpoint of ease of "production"; layout; automation; administrative changesInterruptions in the learning curve (Re-learning)occur when:

- (i) new services are introduced
- (ii) the design of the process is changed
- (iii) intermittent " production" occurs for the same service

Plateauingtypically has two phases:

- (i) initial or start-phase representing the early manufacturing experience with the service
- (ii) the steady state phase representing the point at which learning is minimal

Has been observed with a much greater frequency in machine-intensive (as opposed to labor-intensive) production environments