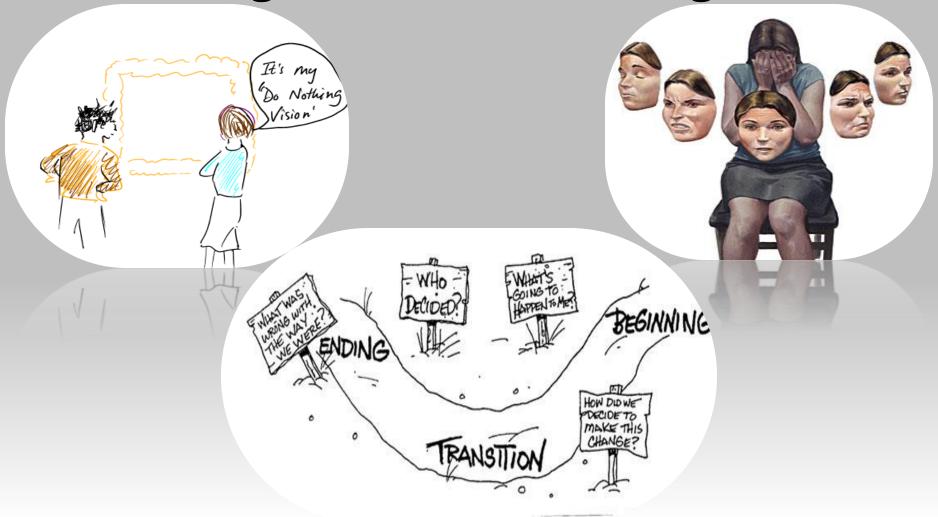
## Organizational Change



## **Expecta**tions from the Program

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0

C h a n g e s



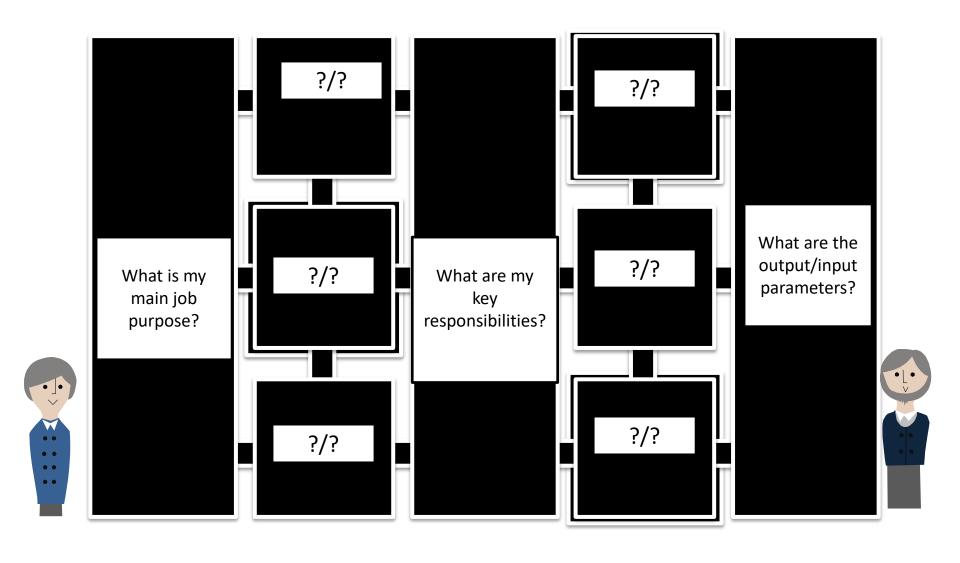
#### **Program Objectives**

By the end of the program, you will be able to:

1 2 3 4 5

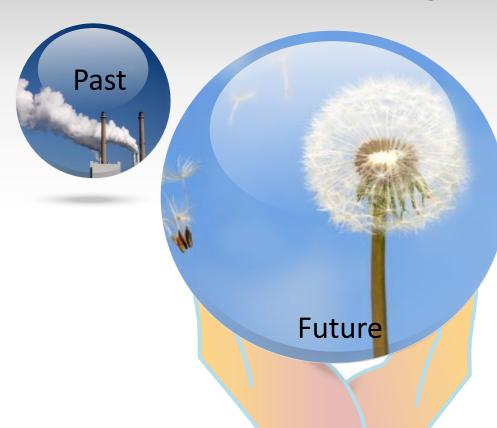
- Understand change and its importance to individual and the organisation
- Understand the need for change
- Understand the concept of organizational change
- Understand
   barriers to
   change
   \*Generating
   action plan for
   individual/
   organizational
   change
- Learn tools and techniques of change management
   r (change management
   l model, change cycle)

## My Roles and Responsibilities



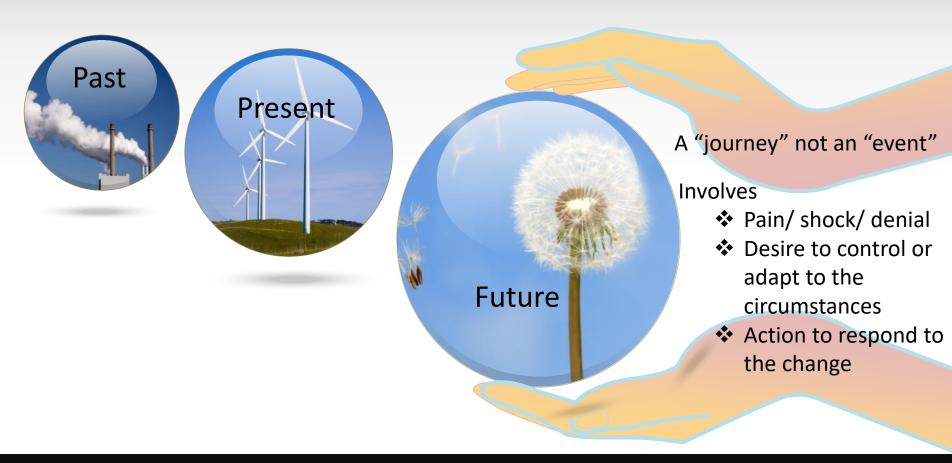


#### **Change and Us**



- What is change?
- What is organisational change?
- What is the importance of change in life?
- Do you have some examples/example of changes in your life/work/Institutional shifts?
- What is your opinion about those changes, why do we need change?

#### **Impact of Change**



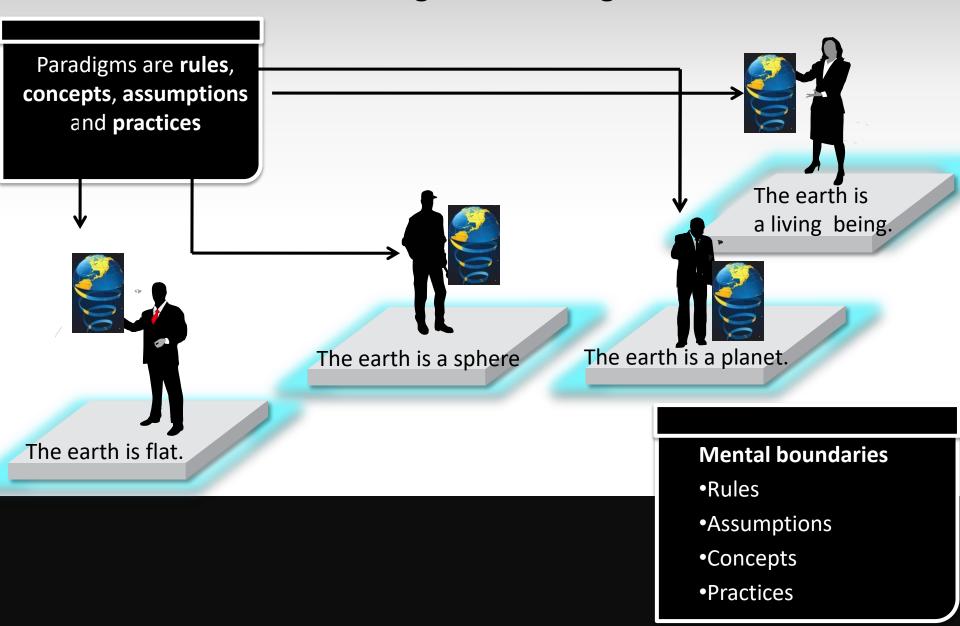
- ❖ Can it be predicted?
- **❖**Can it be managed?

#### How do people react to change?



- Here are some thoughts that might be expressed by someone passing through the "bad news" curve:
- Oh no!
- It can't be true!
- You cannot be serious!!!
- Can we sort this out some other way?
- That's it after 20 years of service they want me to...
- Am I going to be part of this?
- Yes, I can live with this it's not bad really.

#### **Paradigms and Change**



## **Paradigm Paralysis**



#### **Paradigm Paralysis**

**Self actualization Change your Prospective to see beyond** 



**Paradigm Flexibility** 

**Different** 

People:

**Different** 

**Perspectives** 



Opt a new idea/prospective



The world in full of information and stimuli



What do you see



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## **Paradigm Pioneers**



#### People who:

- Imagine new possibilities
- Spot new opportunities
- Adapt old ideas and information
- Change existing practices
- Plan for the new order
- Take the necessary action

#### **Are You A Paradigm Pioneer?!**

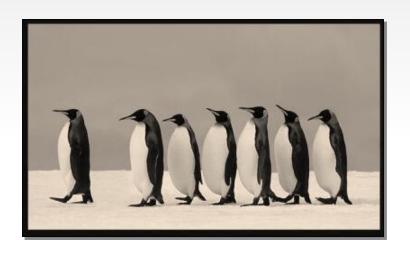


Answer this question:

What is it you are not doing today, which – if you were to start doing – would change the way you work...for the better?



#### Importance of change to individual



When leaders or managers are planning to manage change, there are five key principles that need to be kept in mind:

- Principle1- Different People React Differently To Change
- Principle2- Everyone Has Fundamental Needs That Have To Be Met
- Principle3- Change Often Involves A Loss, And People Go Through The "Loss Curve"
- Principle4- Expectations Need To Be Managed Realistically
- Principle5- Fears Have To Be Dealt With

#### Importance of Change to the Organisation

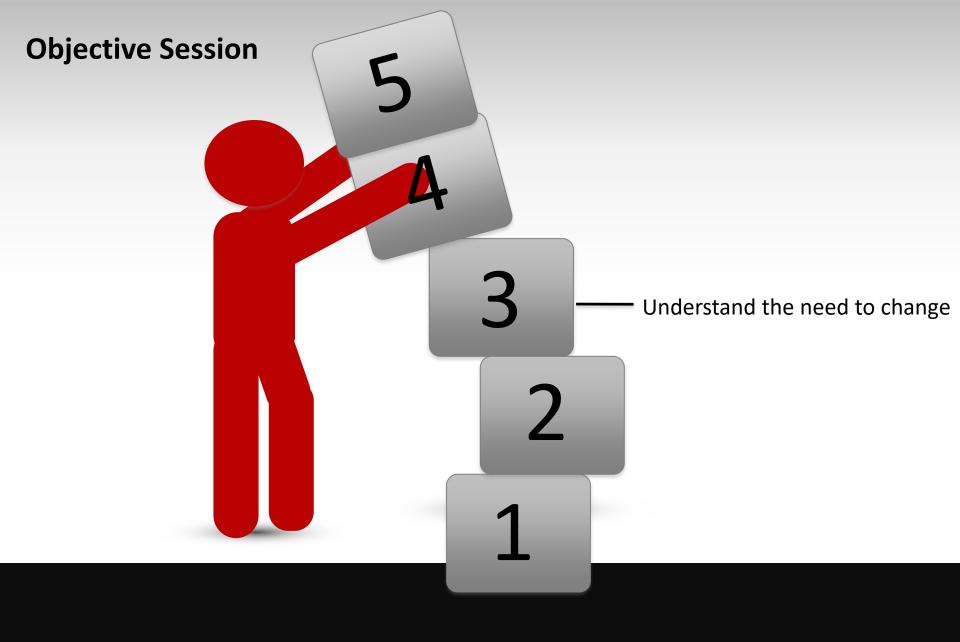




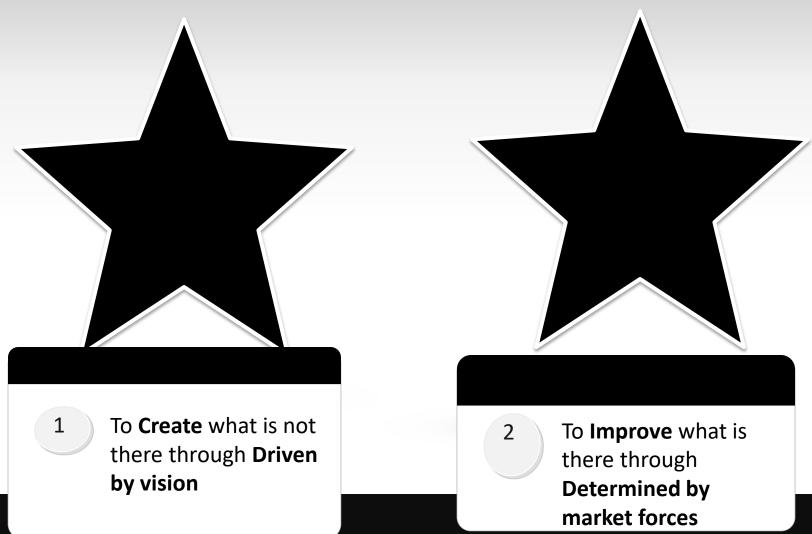
Change Management issues need to be clear at the start of the project so that appropriate activities, plans, and roles and responsibilities can be established.

Here are some of the key issues:

- Is there a compelling
- ❖ Who are the owners and sponsors of this change?
- Will they actively promote the change and apply pressure as needed?
- What are the populations involved,
- How can we encourage them to act in a way which will support the project's objectives?
- What style of participation will work best?
- How can we communicate these messages to the target population?



## **Why Do Organizations Need Change**



## When Is Organizational Change Inevitable?





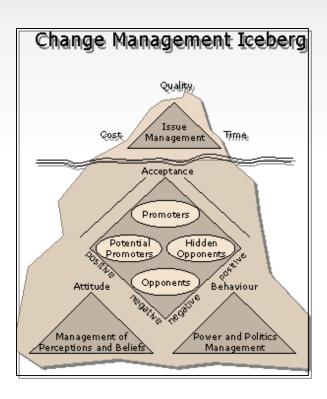
#### **Gliecher's Equation**

- Organisational dissatisfaction [D]
- Vision for the future [V]
- Possibility of immediate tactical action/ first steps [F]

When D x V x F > Resistance to change

Then, organisational change becomes acceptable

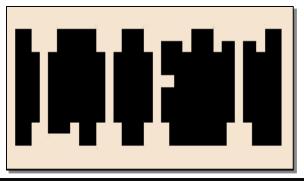
#### **Change Management**



- ... about "getting there'
- ... about "navigating the journey"
- planning and designing the components of the change program
- managing the implementation of the program, and the process of change, to minimise disruption and maximise benefits
- continuously monitoring progress and fine-tuning the change journey as required

#### The Goal of Change Management & Perspectives





- Reduce productivity loss
- Avoid employee turnover
- To eliminate any adverse impact of change on the customers
- Achieve desired results
- Individual Change Management:
  - Bottom-up
  - Employees' perspective
- Organizational Change Management:
  - Top-down
  - Managers' perspective

#### **Individual Change Management**



#### Employees' perspective:

- Focus on daily operations
  - Don't know all about the business issues
  - Won't know why changes are being made
- Not as accountable as managers

#### Primary concern:

To know how change will impact them

## **Organizational Change Management**



#### Managers:

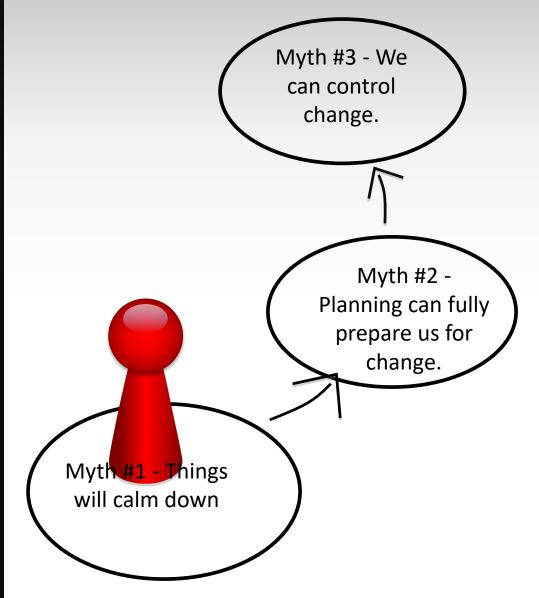
- Have awareness of larger context
- Are accountable
- Have to take action
- Are result-oriented
- Weigh Return on Investment in comparison to other strategic initiatives

#### Primary concerns:

- Time frame for effecting change
- Financial outcome
- Investment required
- Impact of change on customers

#### **MYTHS OF CHANGE MANAGEMENT**





## **Plotting Shifts in Commitment** (Example)

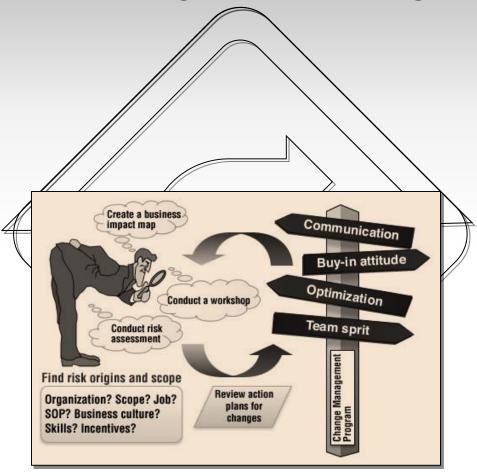


Key Players	No Commitment	Let It Happen	Help It Happen	Make It Happen
			•	
Line Managers	•	Х —		<del></del>
Senior Team		Х	0	
Board		0 ←	X	
HR			ХО	
Employees	. Х	<del></del>		
Project Sponsor		ХО		
	Key: X = Present sta O = Minimum (	ite commitment needed		

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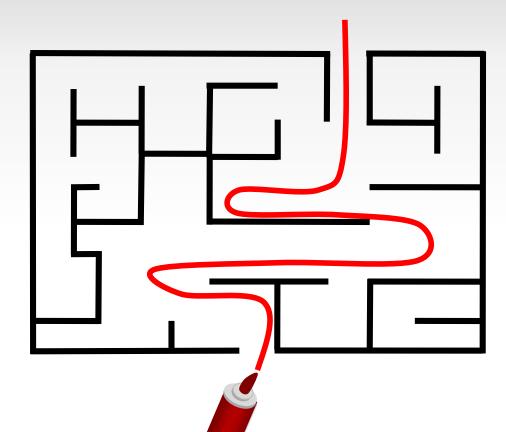
## What is Organizational Change





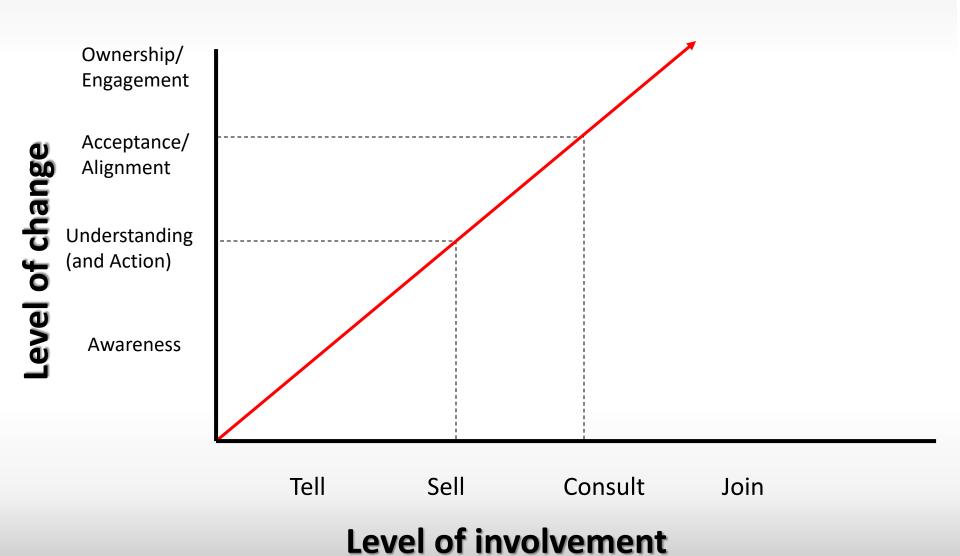
## **Coping with Change**

- They see the purpose of changing
- They are convinced about the purpose



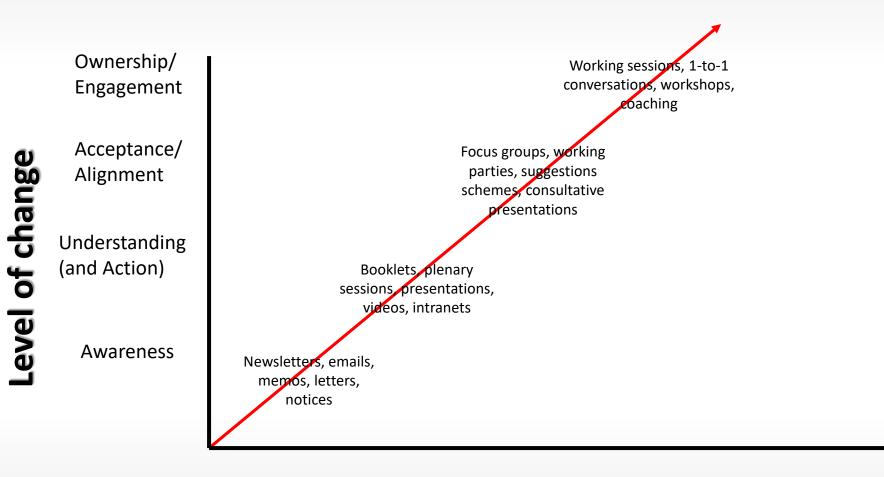
Experiments conducted by Stanford psychologist Leon Festinger show that people change their mindset only when:

## Link between desired result & communication approach



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# Choosing the Right Communications Tools & Channels

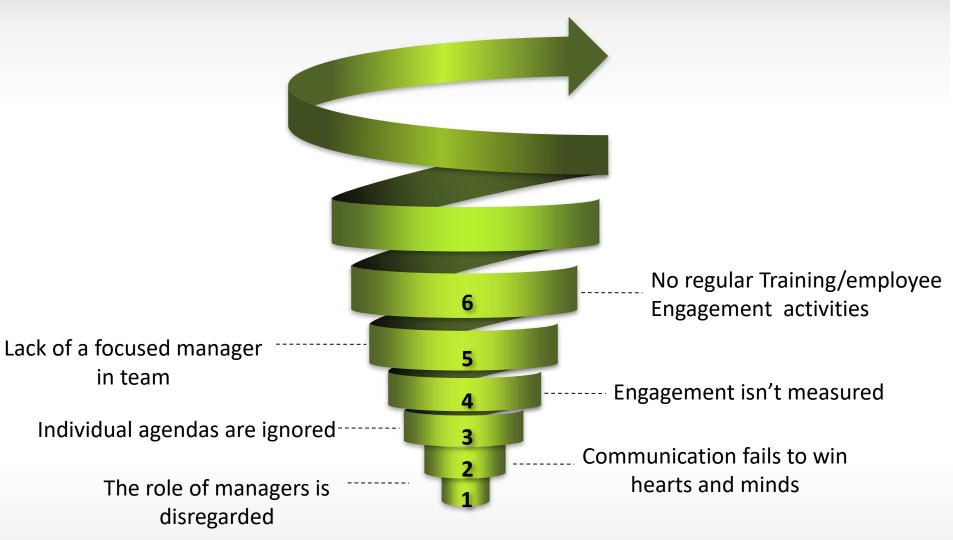


Tell Sell Consult Join

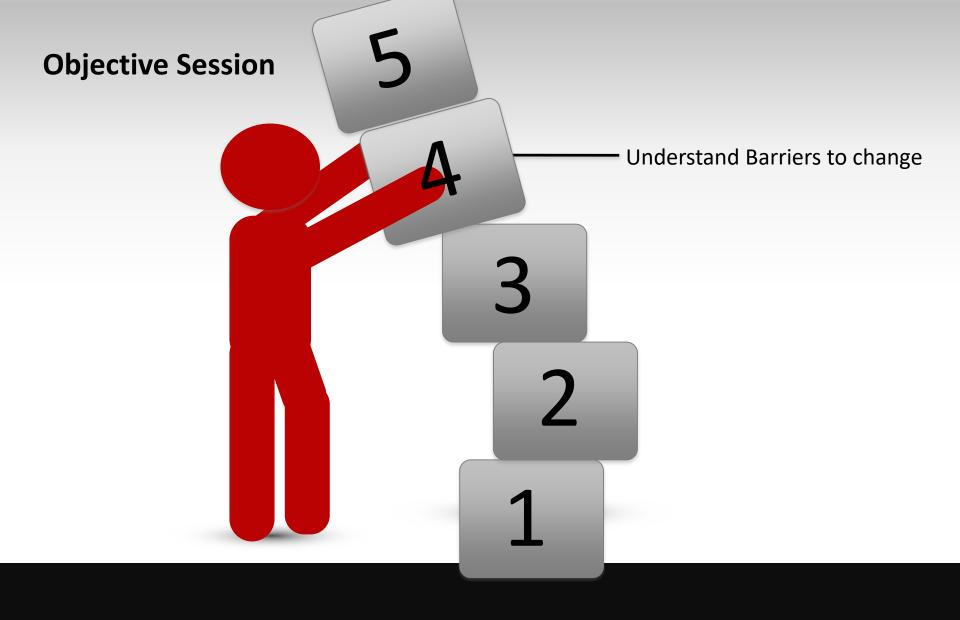
#### **Level of involvement**

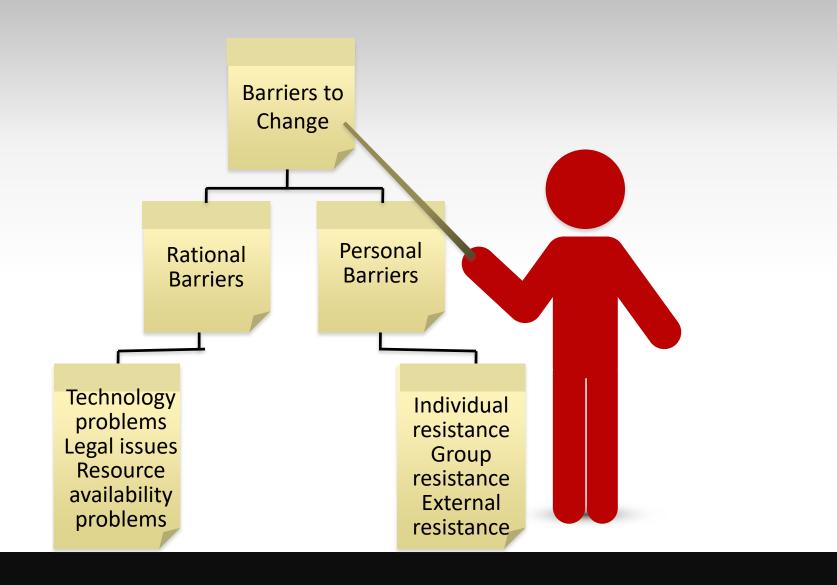
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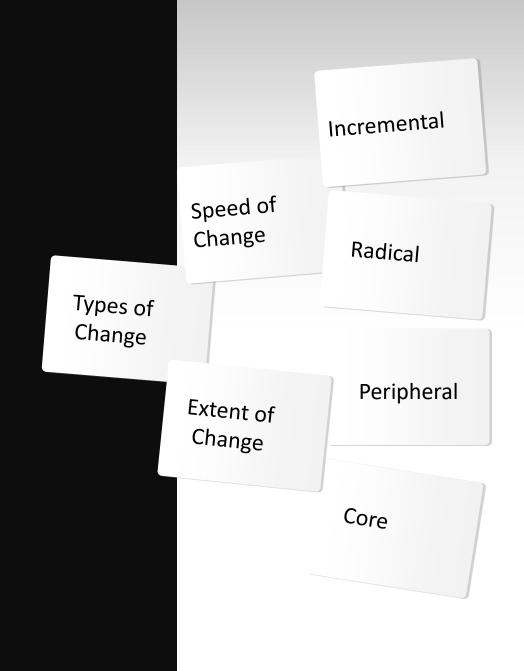
## **Why Organisational Change fails**



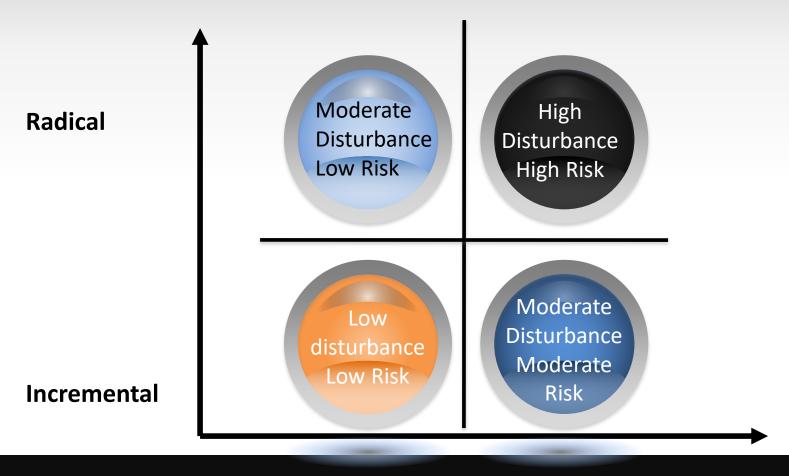
McCarthy's 6 reasons why organizational change fails







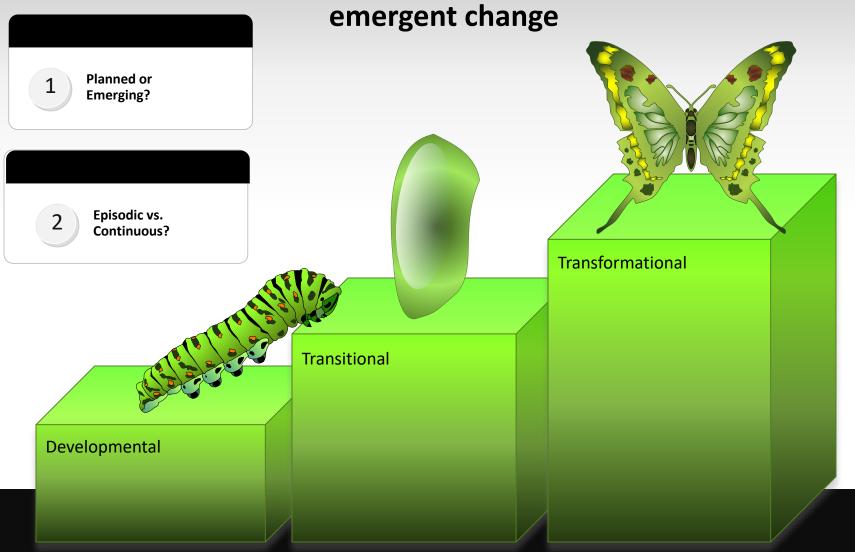
### **Types of Change**



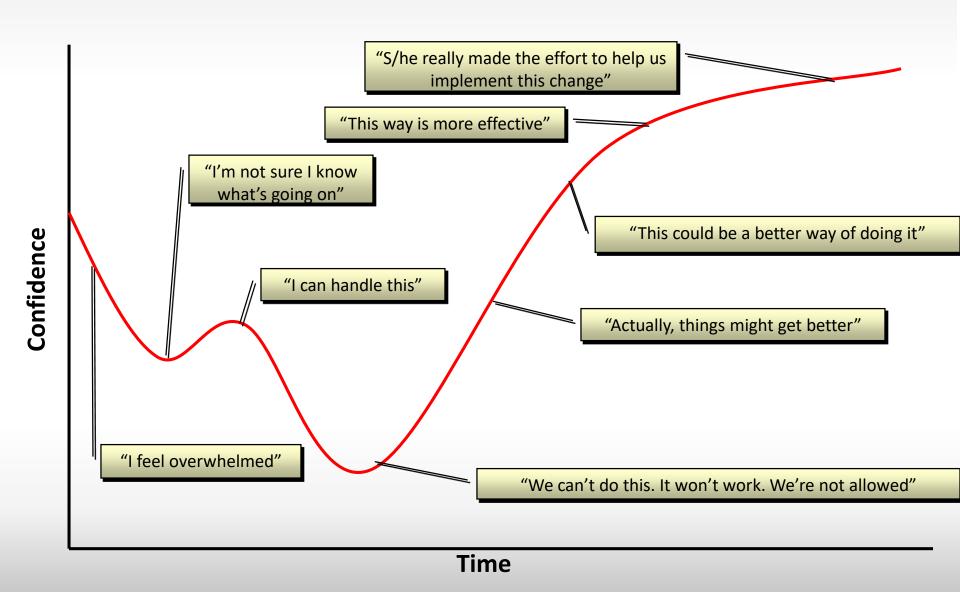
**Peripheral** 

Core

## **COCOON TO BUTTERFLY: Planned versus**



## **People's Reactions to Change**



## **How Reactions Change...**

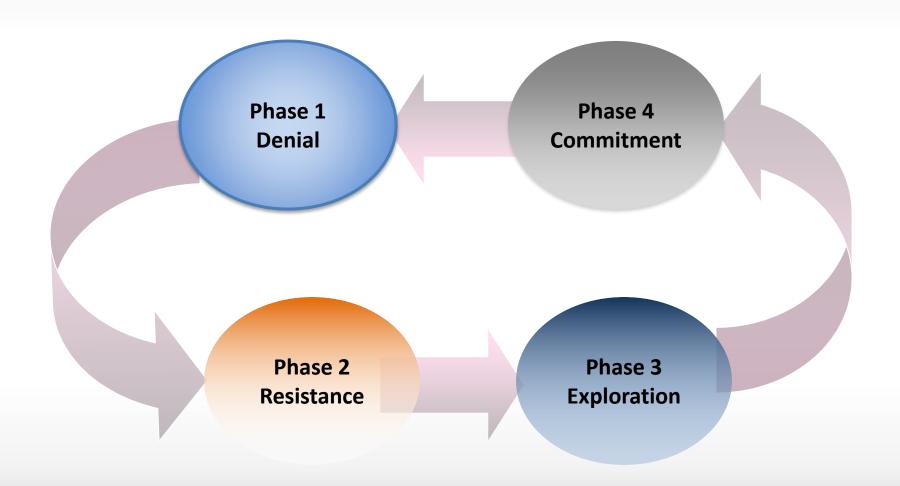


## **How Ready Am I For Change?**

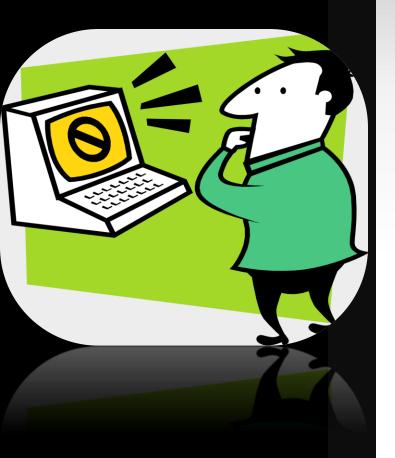


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## **The Change Cycle**



## **Denial**



Denial is running away from change

People should be helped to recognize their Denial behavior

Group Denial also impacts the organization

People generally avoid exploring new areas

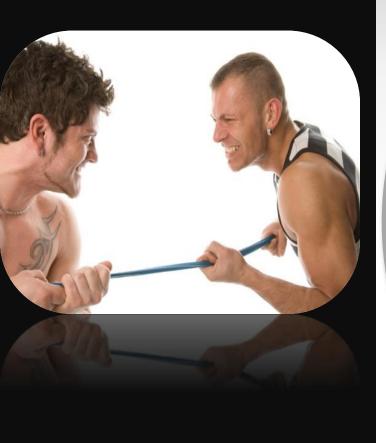
Attaining high on Denial means you:

Don't acknowledge the change

Are unaware of how the change affects you

See the change as temporary

## Resistance



Everyone resists change

Resistance is natural

Attaining high means on Resistance means, you:

Are feeling insecure

Doubt your abilities

Feel embarrassed

Think you lack power

Don't appreciate the change

## **Exploration**



Generates energy

Provides learning opportunities

People:

Accept the change

Assess the change

Have a clearer vision of the

future

Begin working towards it

Attaining high means on Exploration means, you:

Are excited about the change

Are focused on the future

Have positive feelings about the change

## Commitment



Results in effective performance
Adopts change as being normal
"Business as usual"
Comfort phase

Attaining high means on
Commitment means, you:
Accept the change as permanent
Work to carry on the change
Feel comfortable about the
change
Are prepared for the next change

## **Change Assessment**



How can you move away from Denial?

- Find out:
  - What changes are happening
  - Why the changes are happening
  - How others are coping
- Separate wishes from reality

## **Change Assessment**



How can you move away from Resistance?

- Explore your feelings of resistance
  - Accept your feelings as being natural
- Understand the need for change
- Learn from people who welcome the change
  - Seek support to adjust to the change
  - Develop a more positive outlook

## **Change Assessment**



How can you move from Exploration to Commitment?

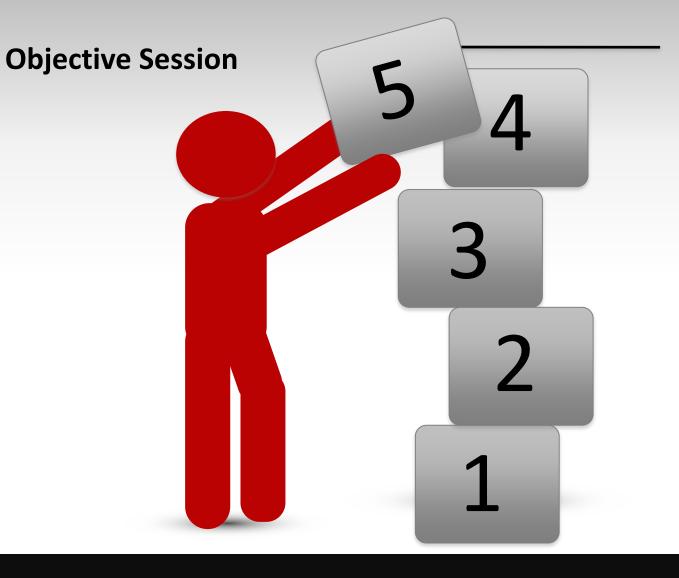
- Explore different views of change
  - Seek new ideas to adapt
- Practice new skills to manage change
- Work with others to solve problems
- Experiment before adopting new solutions

## **Change Roles**

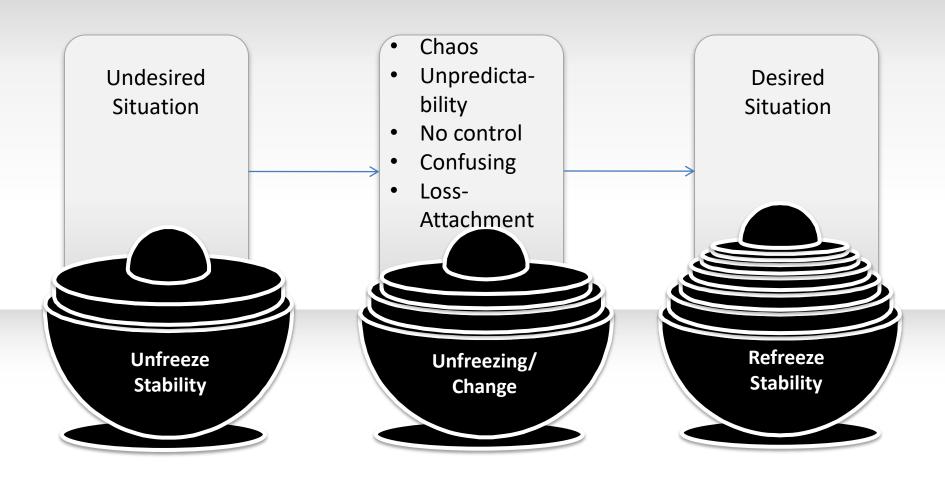
"Different role for change initiative in an Organization"

- a) Change Drivers
- b) Change Implementers
- c) Change Enablers
- d) Change Recipients

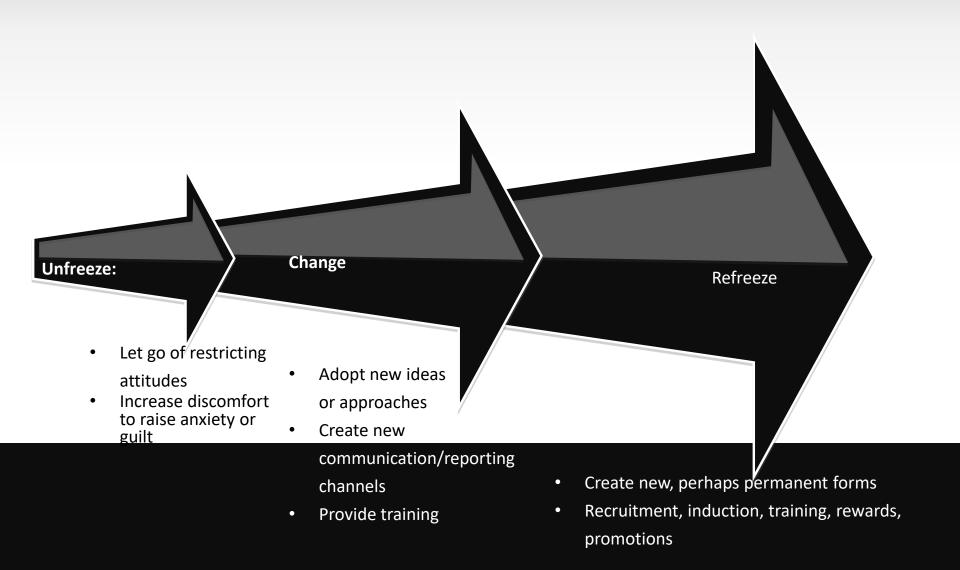
People in an organization should take one different role while a change is being initiated or implemented in an organization. They could be taking on the role of Change drivers, change implementer, change enabler and change recipients.



Learn tools and techniques of change management



## **Lewin's 3-Step Change Process**



## Programmed Change Management: The Bullock and Batten Model



**Exploration Phase** 

**Planning Phase** 

**Action Phase Integration Phase** 

## **Exploration Phase**



The organisation has to make decision on the need for change:

- Explore and decide on the need for change
- Identify what changes are required
- Identify resources required

## **Planning Phase**



#### Understanding the problem:

- Diagnosis of the problem
- Clarify goals and objectives
- Identify specific activities required to undertake change
- Agree changes with stakeholders
- Identify supports required to enable change to occur

#### **Action Phase**



- Changes identified are agreed and implemented:
- Support for change is explicit
- Changes are monitored and evaluated
- Results are communicated and acted upon
- Adjustments and refinements are made where necessary

## **Integration Phase**

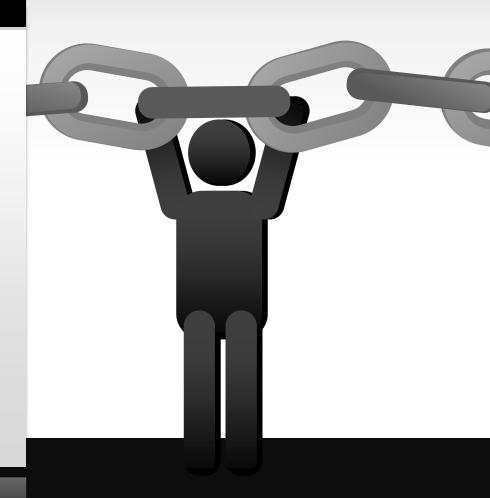


- Stabilising and embedding change:
- Changes supported and reinforced
- Results and outcomes from change communicated throughout the organisation
- Continuous development of employees through training, education
- Ongoing monitoring and evaluation

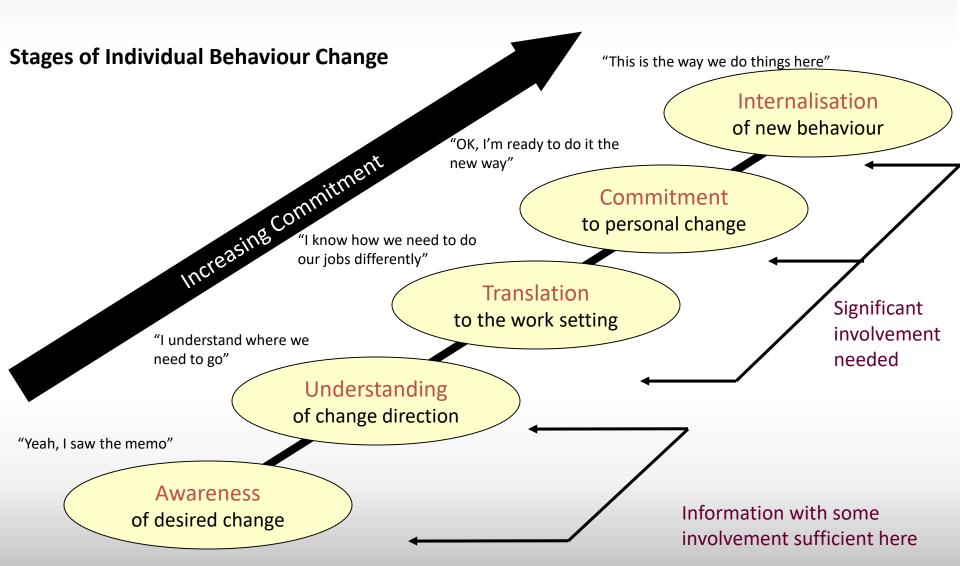
# **Kotter's 8 Steps for Managing Change**

#### **Managing Change**

- Establish a sense of urgency
- Create a guiding coalition
- Develop a vision and strategy
- Communicate the change vision
- Empower employees
- Generate short-term wins
- Anchor new approaches
- ( ) Consolidate gains for more change



# **Building Commitment to Change**



# ADKAR Model: Individual Change Management

**Awareness** 

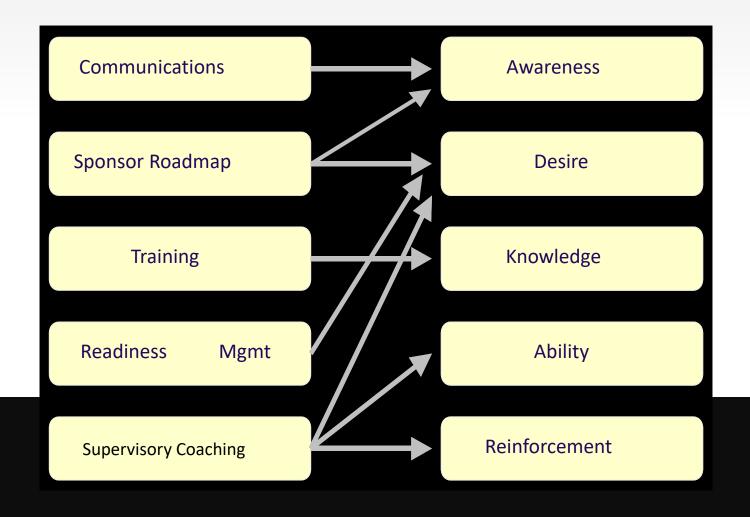
**Desire** 

Knowledge

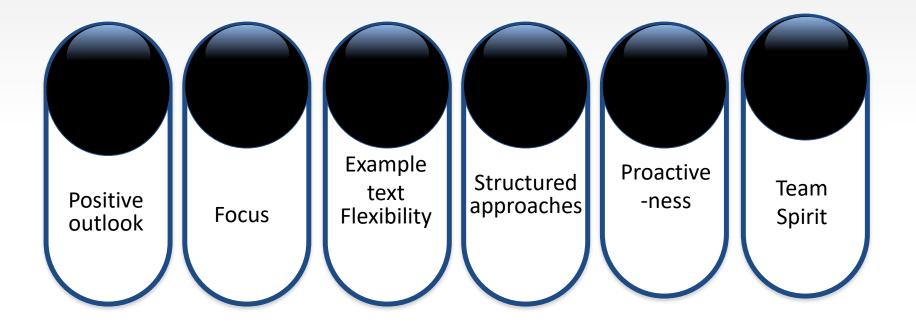
**Ability** 

Reinforcement

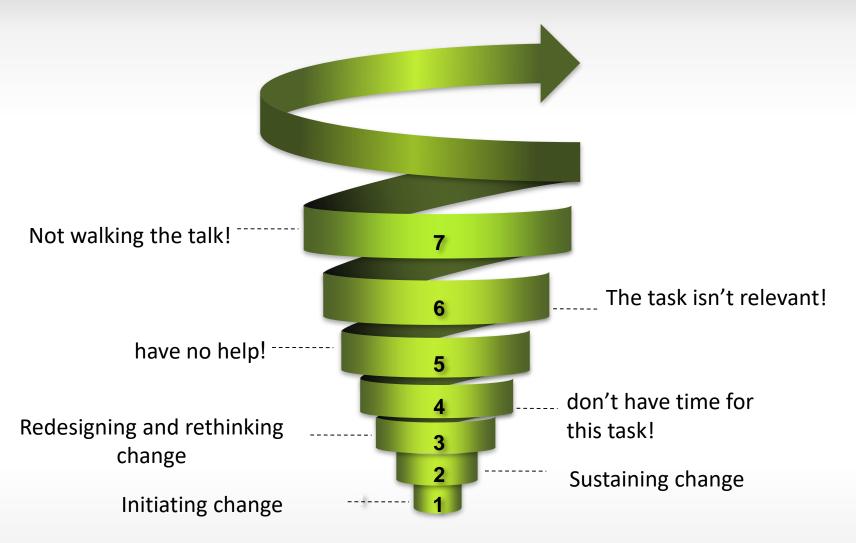
## **Mapping ADKAR to Change Management**



## **How to Enhance Your Speed of Change**



## **Managing Change: Some Challenges**



## **Managing Change: Some Challenges**

# Sustaining Momentum: Some Challenges

- This task isn't working!
- We have the right way!
- They don't understand us!

# Redesigning and Rethinking: Some Challenges

- Who's in charge of this task?
- We keep reinventing the wheel!
- Where are we going?

6

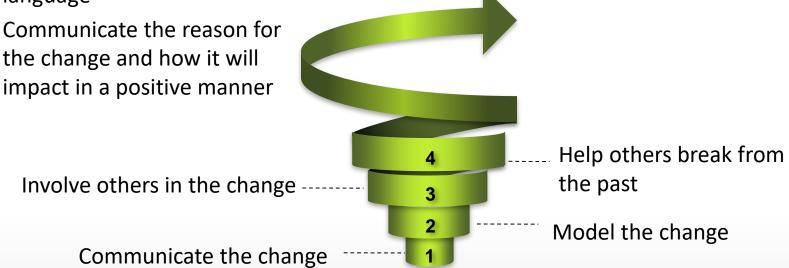
## **Managing Change: Some Strategies**

#### **Communicate the Change**

- Combine communication approaches
- Use appropriate mode of communication
- Avoid complex and vague language
- the change and how it will impact in a positive manner

#### **Modeling the Change**

- Leaders go first
- Ideally, think and evaluate your actions
- Be comfortable receiving direct and constructive feedback



## **Involve Others in the Change**

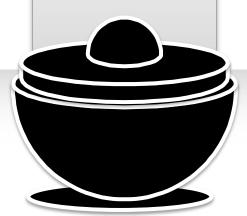


- Everyone contributes to the change
- Build a strong unified team
- Provide others with varied opportunities to shape the change
- Handle resistance effectively
- Give people time to accept and adapt to the changes

Encourage others to approach the future with a clean mental slate

Make others understand that a bright future is not an extension of the present

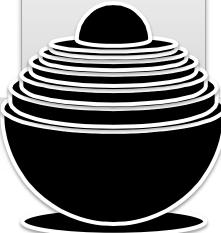
Encourage others to ask 'Why not?'



It has been noticed...
Change always takes
more time than planned
Change does not follow a
well defined path
Unexpected problems
crop up
Implementation is not
easy and many a times
not effective
Crisis situations arise
which makes people lose
focus temporarily



It has been noticed...
Not all people are
equally capable
Training given is found
to be inadequate
External factors that are
uncontrollable delay
the process of change
Activities that are being
carried out are not as
per expectations
Not everyone who will
be affected by change
was involved



Help Others Break From the Past

**While Implementing Change** 

Underestimate and disregard any new idea just because it has come from a subordinate Encourage departments to challenge or criticize each others ideas and proposals Look at problems as signs of failure



"Over control"
Have an "unplanned change"
Project an 'I know it all' attitude
Ignore the needs, feelings, and responses of the people involved in the change process



"Over control"
Have an "unplanned change"
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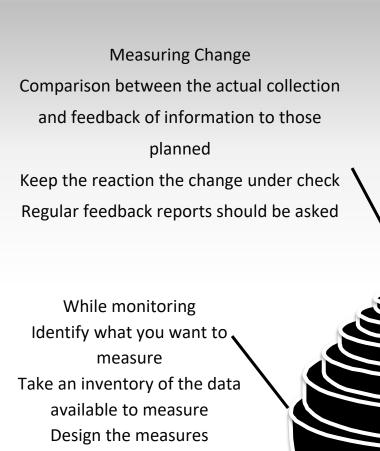


## While Implementing Change—DON'T

## **Monitoring & Measuring Change**

Monitoring is the process of collecting information about the progress made

**Controlling** is the task of taking whatever actions necessary when the outcomes are not happening as per the plan



Track the measures over time and

cross check regularly

Emails, voicemails, and other technologies
can be used for collecting information
Regular performance meetings should be
conducted

Appreciating people when they handle their tasks well

**Encourage self-monitoring** 

If targets are set by the workforce themselves:
They take responsibility
Take pride in their performance
When they fail, they won't blame anybody else.

If something goes wrong find out what went wrong.

**Monitoring & Measuring Change** 

## **KEY LEARNING**

- To bring about a change:
- ✓ Time is required
- ✓ Training needs to be provided
- ✓ Individuals need to be prepared to get trained
- New processes and procedures need to be documented
- ✓ Teams should be encouraged to learn, grow, and make mistakes
- ✓ Application of new techniques, methods, and ideas is necessary
- ✓ There has to be leadership involvement
- ✓ Dedication to the mission
- ✓ Respect for the individuals
- ✓ Decentralized organization
- ✓ Management by fact
- ✓ Empowerment

