

Practical Management for Career Readiness



Fundamentals of Management



with Dave Nagy

Organizational Behavior

Questions we'll address:

- What are the drivers of organizational behavior?
- How does organizational behavior relate to lean and change?
- How do people react to change?

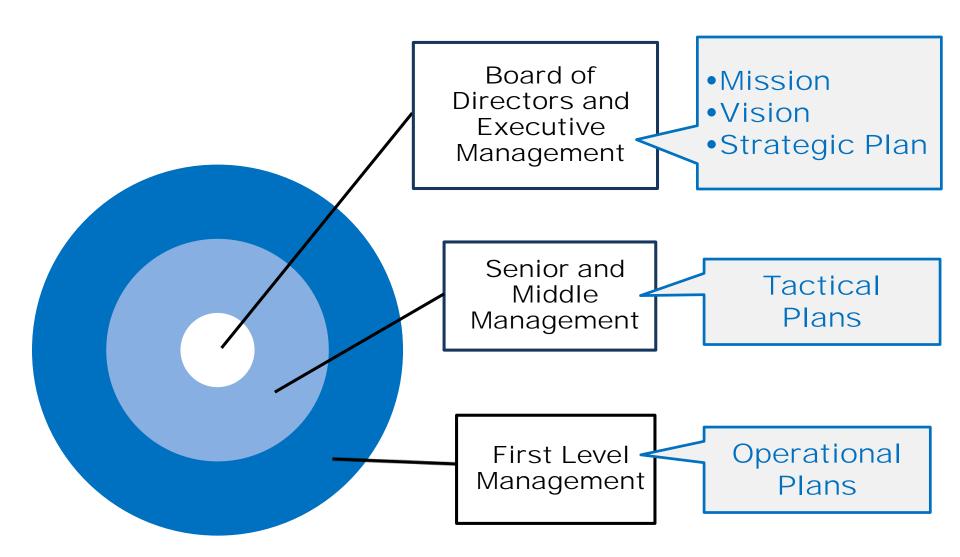
Lesson Topics

- Organizational drivers of behavior
- The effect on the organization's alignment
- The lean concept
- A change process and the transition link
- Common reactions to change

Organizational Drivers

- Competition
- Customer satisfaction
- Financial pressures
- Mergers and acquisitions, revolving executives, global economy, geopolitical issues)
- Making a profit
- Process and product improvement
- Going Lean
- Stakeholder interests

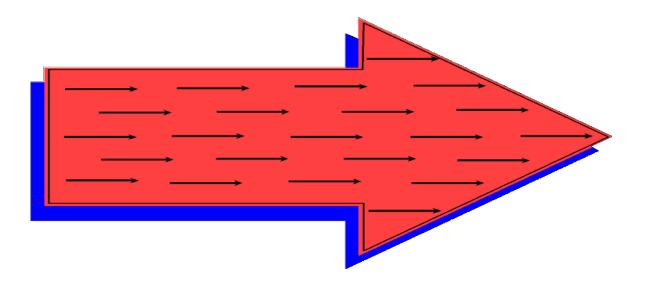
Hierarchy of Planning



Organizational Planning

- Aligns to organizational goals
- Develops an intended course of action to achieve organizational objectives/goals
- Communicates a vision, provides clear direction, and is a roadmap for achieving the objective/goal
- Helps managers achieve goals by answering the important questions, like: who, what, when, where, how, and how much

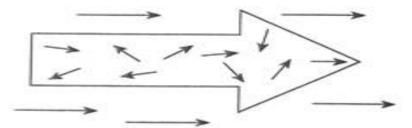
One Vision - One Goal - One Team



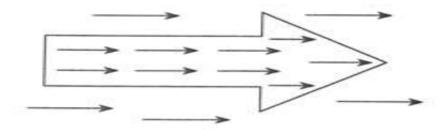
Drivers: The Effect on Operational Success



Misaligned organization without a strategic plan



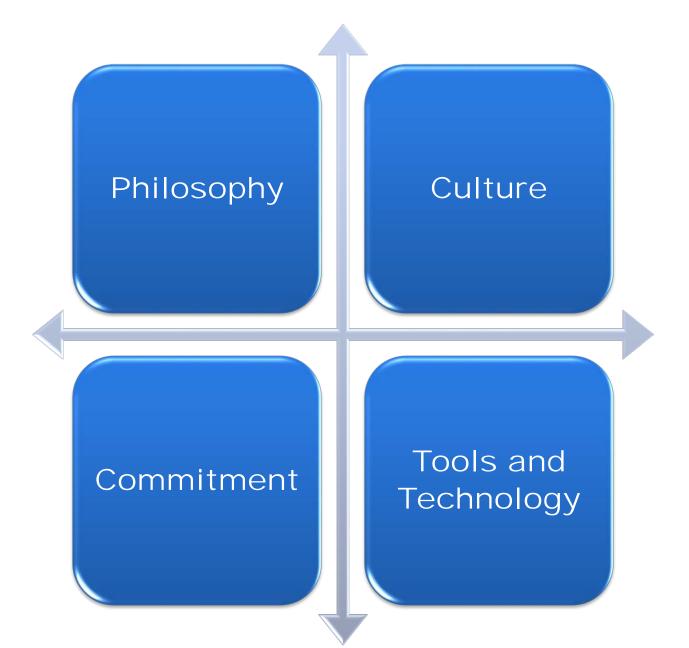
Organization has a strategic plan but members are not aligned with the plan



Organization has a strategic plan and its members are aligned with the plan

Lean - A Natural Part of the Journey

Lean is not:	Rather:
about eliminating people	It may happen, but the reverse happens more often
a flavor of the month	It's something we do on the journey to high performance
a temporary change	It requires changes in thinking, feelings, actions, and habits
just for managers	It's a neighborhood that everyone moves into and works hard at maintaining.



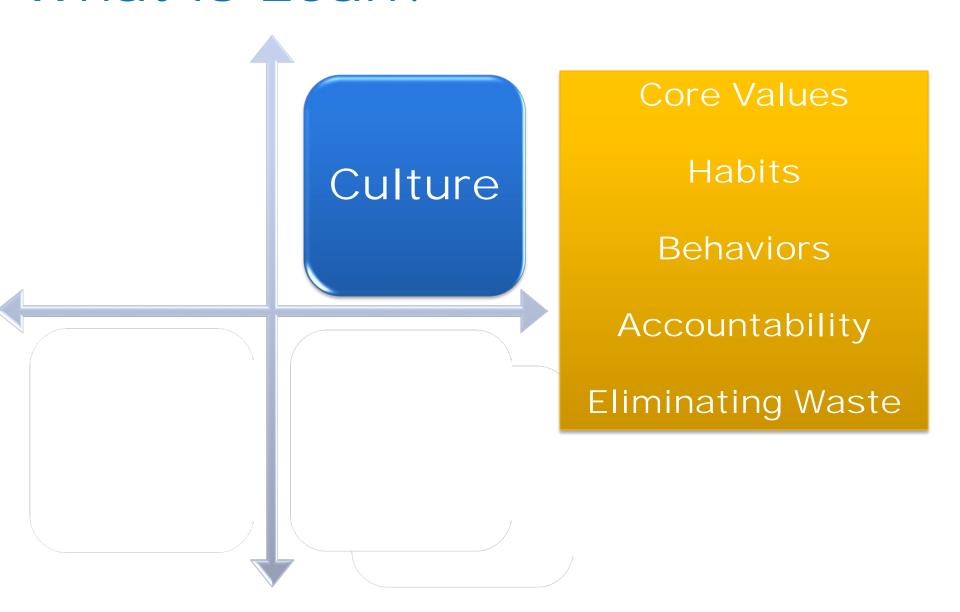


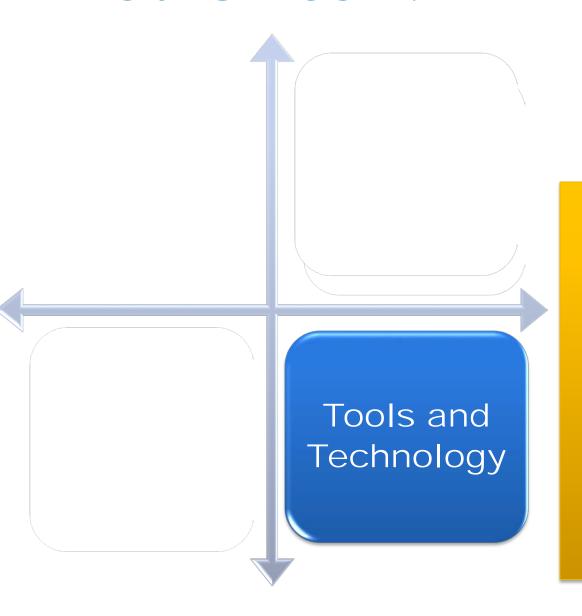
Creating value with fewer resources

Continual improvement of processes and product

Holistic

Focused on the flow





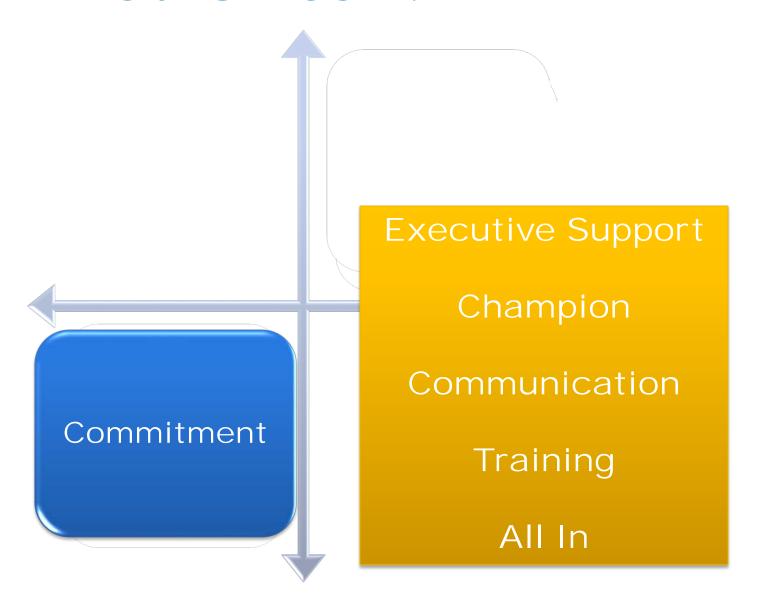
ISO Standards / MRP / ERP

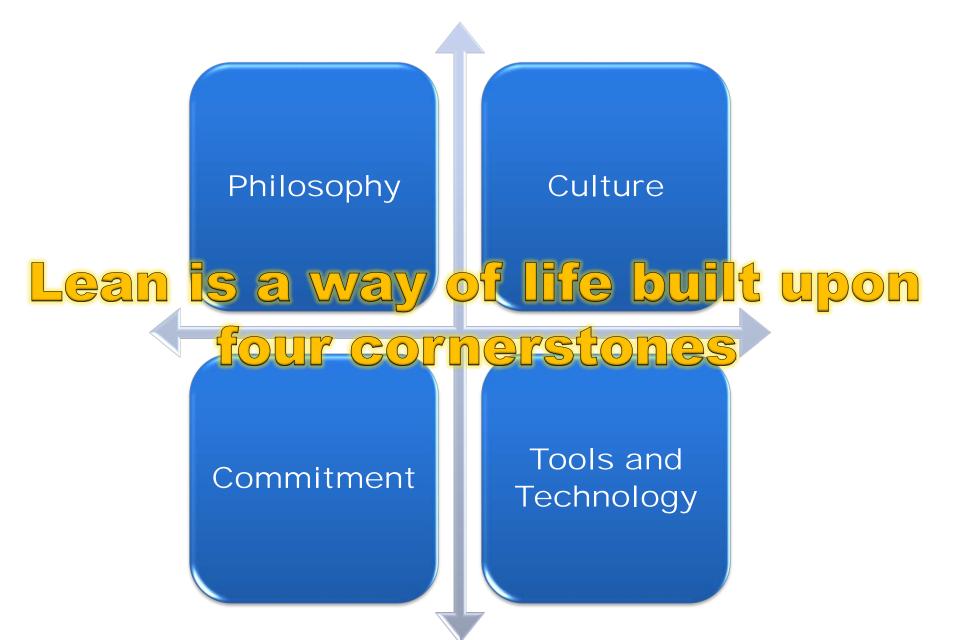
Problem Solving / PDCA

Value Stream

Mapping

Six Sigma / Kaizen



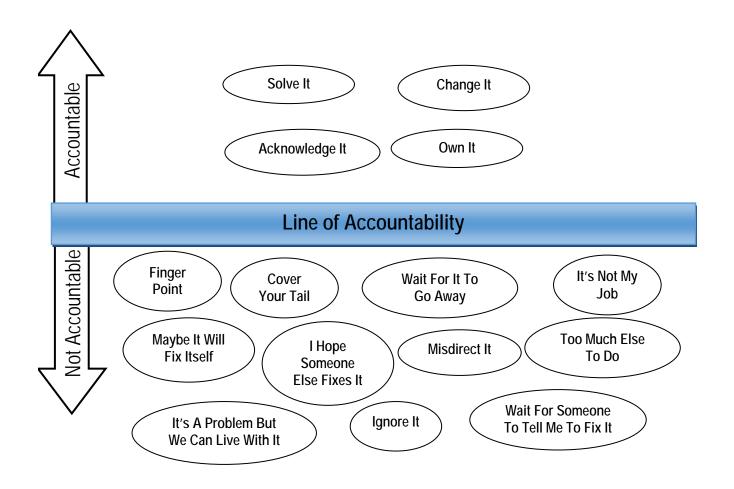


The Nine Wastes

- 1. Overproduction
- 2. Waiting
- 3. Looking
- 4. Transportation
- 5. Non-Value-Added Processing
- 6. Excess Inventory
- 7. Defects
- 8. Excess Motion
- 9. Underutilized Resources



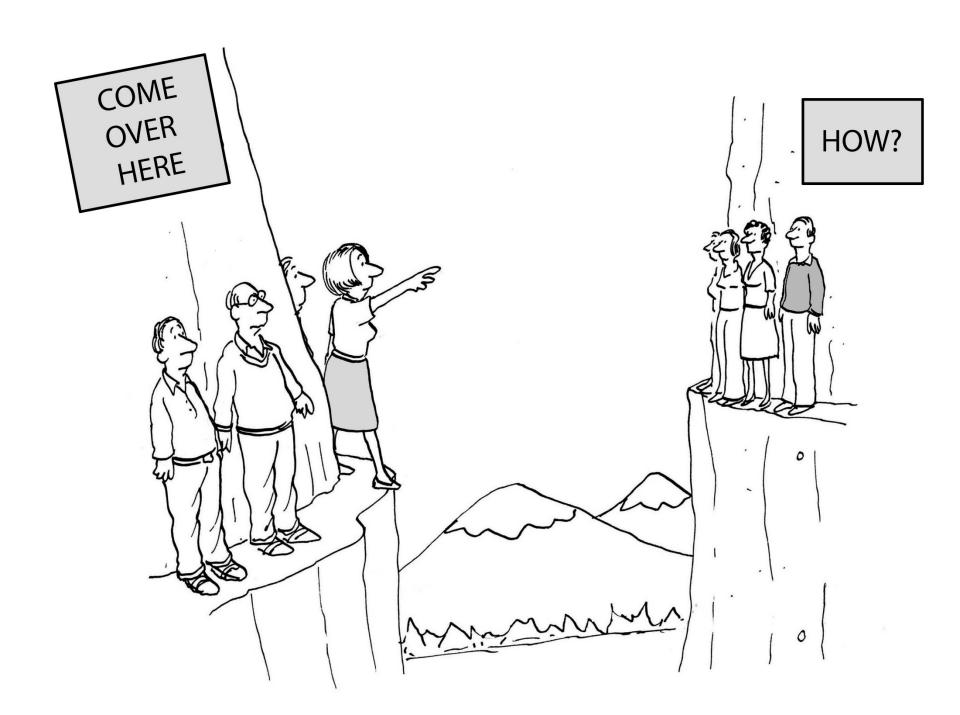
Accountable Leader Model



Change and Transition

People don't resist change; they resist being changed.

-Peter M. Senge

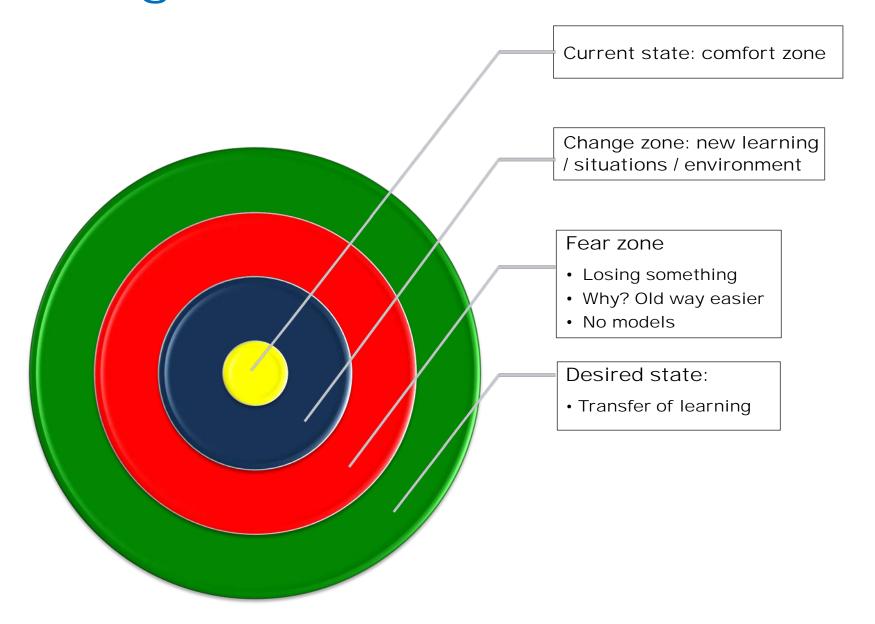


The Change Barrier

- People are curious and want to know what the change is before committing
- People have a hard time dealing with change
- People view change as a barrier to overcome
- People's attitudes influence how large they view the barrier



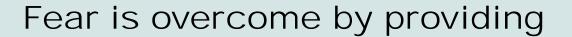
Change and Fear of Transition



Bridging the Fear Gap







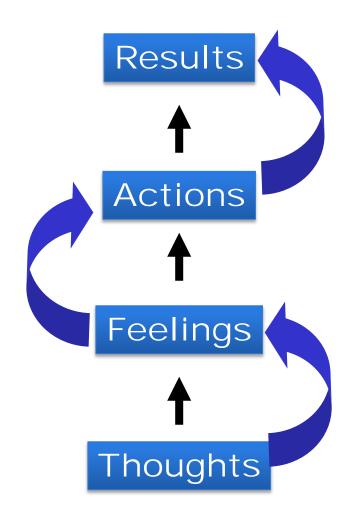
- ✓ Support
- ✓ Trust
- ✓ Enthusiasm
- ✓ People helping one another



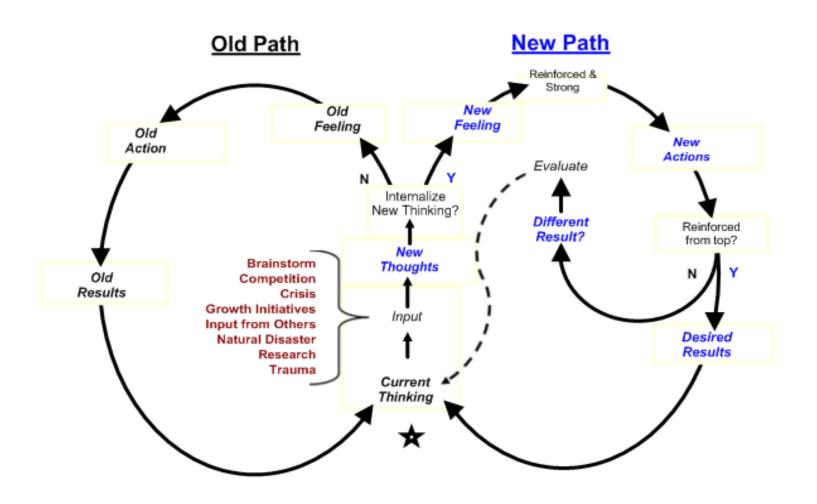
Understanding Change



The Behavioral Change Model



Change Behavior Model



Facilitating Change



- Social psychologist Kurt Lewin, developed the Three Step Change model in 1947
- Change should be introduced as a three-step process

Unfreezing

- "Unfreezing" prepares people for impending change
- Make people aware that the current situation is unsatisfactory
- May be opportunities for employees to suggest improvements

Change Occurs

- After unfreezing, change is introduced
- Employees can cope because they are expecting it
- Conduct training to ensure everyone understands

Refreezing

- Refreezing allows the new change to become the regular way of doing things.
- Organizations must constantly reinforce desired change
- Othewise change could be abandoned and people return to the old ways

Change Agent Behaviors

What should you focus on?	Why is it important?
Ask questions	Most change initiatives are works in progress; be part of the solution
Actions	Choose your battles wisely
Attitude	The magnitude of your resistance is in your control
Flexible	Change happens with or without you; get on board
Ownership	Make the change work rather than holding onto the past
Patience	It could get worse before it gets better
Supportive	Team members may need a support hand to overcome fear

Reaction to Change

SUPPORTER

proactive, positive, assertive, productive, innovative, engaged,

and involved

GOAL

DISTRACTOR

reactive, negative, critical, pessimistic, hostile, agressive, and disruptive



public statements

- Is passive agressive
- Sabotages



inactive, neutral, unconcerned, inattentive, uncaring, and indifferent



- Complains
- Withholds support
- Has a wait-and-see attitude
- Does not commit



- Is first on board
- Solves Problems
- Asks questions



Reaction to Change

productive, innovative, engaged,

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- Makes negative public statements

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- Complains
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- Easily adapts
- Is first on board
- Solves Problems
- Asks questions



GOAL