

Change Management
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What is change?

What is organizational change?

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### **PEST MODEL**

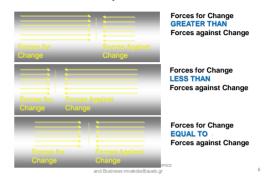
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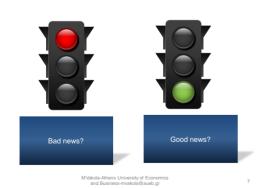


#### Force-Field Analysis



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70% failure rate in change projects

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The role of middle management The sandwich effect

MVakola-Athens University of Economics and Business-mvakola@aueb.gr ARROGANCE

Levis

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The superiority syndrome

When a successful brand cannot ensure a successful future

IVakola-Athens University of Econom and Business-mvakola@aueb.gr 'The only thing in life that is constant is change'

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### **CHANGE AGENTS**

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# Choosing a Change Agent

# Internal Change Agents **External Change Agents** Have more objective views of the organization Have more experience in dealing with more diverse problems Can call on more individuals with diverse expertise Have more technical knowledge, competence, and skills available Possess better knowledge of the organization Are more quickly available Require lower out-of-pocket costs Have more control and Advantages authority

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### Choosing a Change Agent (Cont.)

	Internal Change Agents	External Change Agents
Disadvantages	May be too close to the problem     May hold biased views     May create additional resistance if views as part of the problem     Must be reassigned; not available for other work	Have less knowledge of the organization     Require higher out-of- pocket costs     Have longer start-up time     Reflect unfavorably on the image of management
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#### ORGANIZATIONAL CULTURE

How do we define it & why is it important?

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### THE CHALLENGE OF CULTURE CHANGE



Source: Culture Transformation Report: Sustaining Culture Change. Hay Group 2012

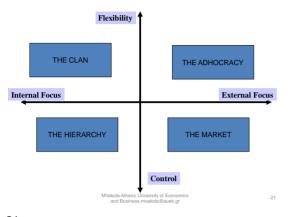
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# Organizational Culture

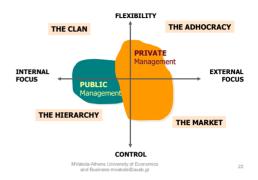
- 'Culture is the set of shared, taken-for-granted implicit assumptions that a group holds and that determines how it perceives, thinks about, and reacts to its various environments' (Schein, 1996: pp236)
  - 'The way we do things around here'

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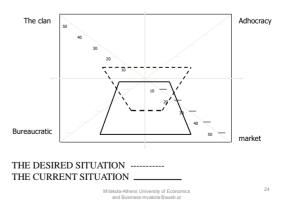
# Public and private sector



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#### **CULTURE GAP - EXERCISE**



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RESISTANCE TO CHANGE

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Why old habits die hard?







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Even in ideal change circumstances do you think that all the people would accept change?

Personality factors (Big 5)
Extraversion
Neuroticism
Agreeableness
Openness to new ideas
Conscientiousness



Self Esteem Locus of control (internal-external) Resilience Tolerance to ambiguity Optimism

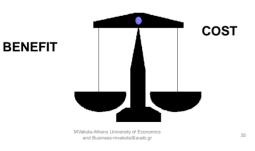
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# More specifically.....

Perceived benefit

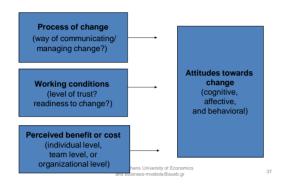
Low
High

Low	High	
Low Cost + Low Benefit	Low Cost + High Benefit	
=	=	
Indifference	Favorable	
High Cost + Low Benefit	High Cost + High Benefit	
=	=	
Resistance	Conflict	

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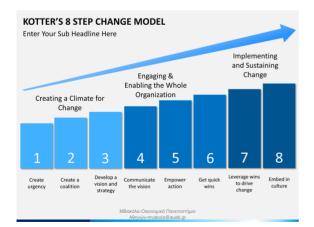
#### More inclusively



# **Dealing with resistance**



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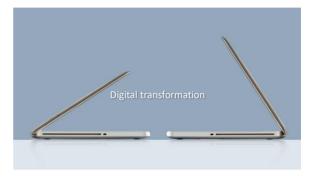


Communicating change

•Face-to-face
•Supervisor's key role
•Informal leader
•Use of many communication channels
•Targeted communication - Communication plan

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 Digital transformation is not only related to technology

# Obstacles to digital transformation

- 1. Organizational Culture
- 2. Resistance to change
- 3.Infrastructure
- 4. Lack of digital skills

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EXAMPLE
DIGITAL TRANSFORMATION
PRIVATE HEALTH SECTOR

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#### Notes from a meeting

Doctors can see all the measurements at any time and so we do not have delays in decisions, no mistakes are made, you have the information you need exactly at the time you need it, it is great, why we didn't implement it recover?

2) A nurse from a department with no changes at all

However, I do not trust machines and I do not see what they can do. We have machines we do not need more. It is not so bad to go upstairs to bring a file. You see your colleagues and say good morning. It is not bad. We will be alienated at the end.

3) A doctor

I am so tired after a surgery that there is no way that I will use a PC for inserting the data. It is not my job. My job is to save lives. An administrator can do it.

4) An administrator

I cannot see how we can benefit from the new system. We will still need to keep paper records, so why doing double the effort. I cannot see how

5) A supervisor nurse from a department that the change was announced

I will inform the nurses in my team to send you what you want but I am not part of it. I am sorry, I have patients to take care of.

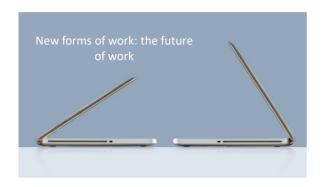
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#### The ADKAR model

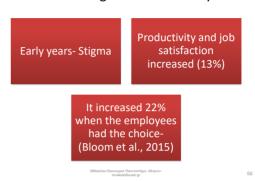
- The ADKAR model was developed by Jeffery Hiatt (founder of the PROSCI organisation in the USA) and is an acronym for the 5 key elements (goals) of change. The ADKAR model can be used to effectively plan out change both for individuals and organisations by delivering against the 5 goals/elements
- 1. Awareness (of the need to change)
- 2. Desire (to engage & participate in and actively support the change)
- 3. Knowledge (on how and what to change)
- Ability (to adopt/develop the required behaviours and skills successfully)
- 5. Reinforcement (to sustain the change and resist return to old ways)



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### From teleworking to work from anywhere



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# Benefits



-FLEXIBILITY





INCREASED PRODUCTIVITY



COST SAVINGS



TALENT ACQUISITION AND RETENTION

Issues

- Burnout and Isolation
- Digital Skills
- Performance Management
- Security

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• Work life balance

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### Short case

- A private real estate agency of 67 employees want to implement a hybrid working model. The owner and managing director thinks that employees will not be so productive.
- He thinks that hybrid work is not for his company and they will lose contact with their clientele.
- The management team is also reluctant.
- How can we change this culture?

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Thank you for your cooperation!