Managing Change

15:322

Fall 2003

John Van Maanen

Three Perspectives

Strategic Design

Organizations are **machines**

An organization is a mechanical system crafted to achieve a defined goal. Parts must fit well together and match the demands of the environment.

Action comes through planning.

Political

Organizations are contests

An organization is a social system encompassing diverse, and sometimes contradictory, interests and goals. Competition for resources is expected.

Action comes through power.

Cultural

Organizations are **institutions**

An organization is a symbolic system of meanings, artifacts, values, and routines. Informal norms and traditions exert a strong influence on behavior.

Action comes through habit.

Change is Difficult ...

- Resistance to Change Comes from Many Sources
- Fear of Loss of Power
- Loss of value (eg, losing jobs, having experience discounted)
- Anxiety about new skills being required
- Negative assessment of the need for change
- And don't forget past resentments, sense of nobility & expectation of more work!

... and has to be managed

Make the right diagnosis

- Analyze the situation carefully
- Understand the trade-off involved in different change strategies
- Develop adequate and realistic goals

Implement the change Effort

- Make sure you have the resources you need to drive process
- Build the necessary support
- Manage the cultural assumptions

Managing change is about understanding and managing perceptions ...

- Understanding how <u>others</u> see the situation
- Convince others that the status quo is not working
- Explain the logic of the change agenda

Schein's Model of Personal Change

Unfreezing

Disconfirmation
Guilt & anxiety
Psychological Safety

Changing

Scanning, Trial & Error Identification, Imitation

Adoption

Integrate into role
Supportive social relationships

Dimensions of Organizational Change

Top Down	Bottom-up
Radical	Incrementa
Discontinuous	Continuous
Planned	Emergent

Rules for the Change Agent

Rule One: Try to Stay Alive

- Is this for you?
- What are the real benefits and costs?
- What are the real chances of success?

Rule Two: Learn

- Learn how others see you and what you represent.
- Are your ends getting in the way of the project?