# Change Management

Strategische Prozessmanagement







### Agenda

Need for Change Management

Managing Changes

Roles in Change Management

Vision as Guiding Principle for Change

Outlook













# Which kinds of corporate changes have you been involved in?

Introduction of new ERP System

Bei der Einführung Microsoft Teams

Einführung von Microsoft Teams

Es wurden neue Teams gebildet. Die es vorher so in dem Bereich nicht gab. Führungskräfte wurden ausgetauscht.

completely new it-landscape

Umstieg auf Teams während Corona Pandemie

Umstellung der kompletten Kommunikation auf MS Teams

change of Manager (direct mgr as well as CTO change with different vision)

Application Decomissioning

Expansion of corp with introduction of joint venture partners

von SAP R/3 auf SAP Hana

expansion into new region (with cultural differences)

new system rollout

Schließung von Unternehmensabteilungen

IT Ticketing system

Zusammenführung von zwei Tochterunternehmen

Umstellung auf Homeoffice (VPN und Hardware Rollout, Corona bedingt)

















## Changes are necessary



Source: https://changeactivation.com/who-wants-to-change/







## Changes are unpopular



Source: https://changeactivation.com/who-wants-to-change/







# Changes are hard to perform!



#### Source:

https://www.chrisdunnconsulting.co.uk/w business-change-fails-and-how-to-fix/









# Why do people resist to change?

Angst

Habits

"Haben wir schon immer so gemacht"

Faulheit

die Menschen lieben ihre Gewohnheiten

"Never change a running system" Mentalität

Menschen neigen dazu aus Faulheit und Gewohnheit sich nicht ändern zu wollen

"es geht doch auch so"

Faulheit - keine neuen Dinge mehr lernen wollen

Ungewissheit

MA müssen Arbeitsalltag ändern / Komfortzone verlassen

> Angst den Kopf hinzuhalten, Angst vor Jobverlust. Angst verantwortlich für etwas zukünftig potenziell gescheitertem zu sein

"Neumodischer Mist brauche ich nicht"

wollen nicht die Zeit investieren um sich auf was Neues einzustellen

Angst vor Kompetenzverlust

Kostet Geld











## Reasons for Resistance to Change

Reason Examples	
1 Lack of awareness	Underlying problem & details not defined or communicated
2 Change-specific resistance	Workload or wrong methodology
3 Uncertainty & fear	Loss of power, status, influence or compensation
4 Lack of leadership	No guidance or missing trust in leadership
Change saturation	Too many or even unsuccessful changes in the past







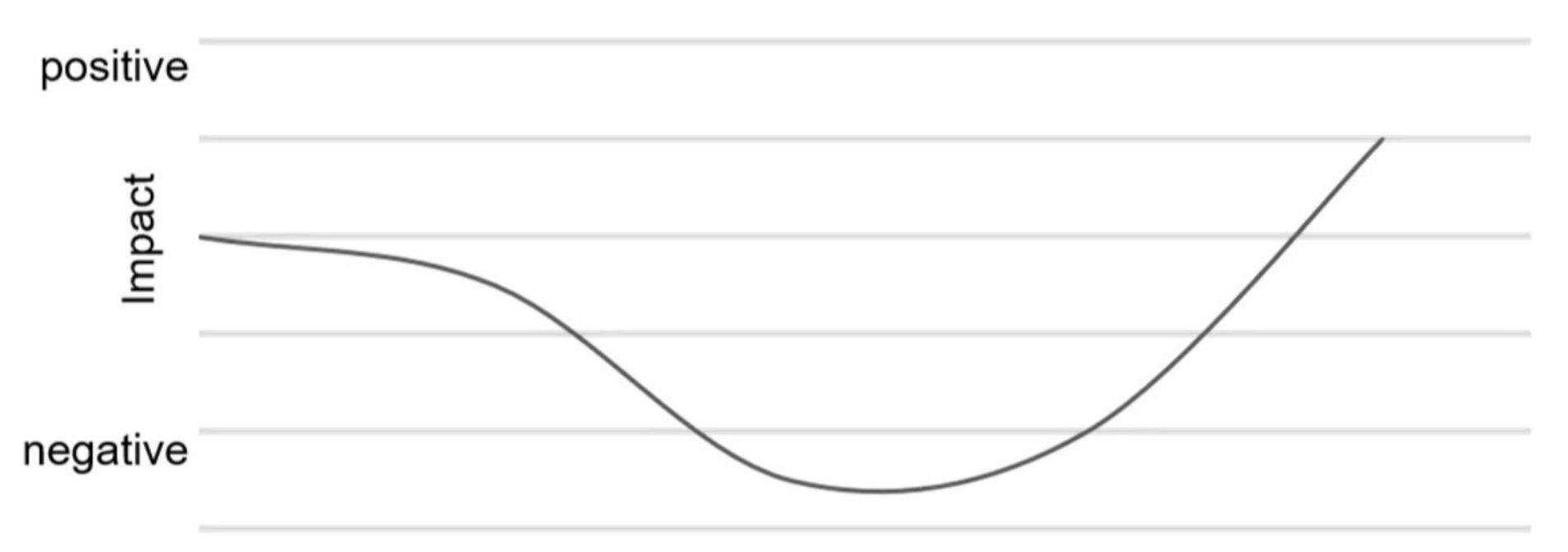






## Impact of Change on Productivity

The change curve describes stages of personal transition and organisational change. The objective of change management is facilitating the change so that early stages are shortened.



Stage	Status quo	Disruption	Exploration	Rebuilding
Reaction	Shock, denial	Anger, fear	Acceptance	Commitment









## General Phases in Change



Model usually attributed to Kurt Lewin











## Kinds of Changes

	Incremental/Continuous	Strategic/Radical
anticipatory	<ul> <li>Incremental &amp; anticipatory</li> <li>Need is for internal alignment</li> <li>Focuses on individual components or sub-systems</li> <li>Implementation is the major task</li> </ul>	<ul> <li>Strategic proactive changes based on predicted major changes in the environment</li> <li>Need is for positioning the whole organization to a new reality</li> <li>Focuses on all organizational components</li> </ul>
reactive	<ul> <li>Incremental changes made in response to environmental changes</li> <li>Need is for internal alignment</li> <li>Focuses on individual components or sub-systems</li> <li>Implementation is the major task</li> </ul>	<ul> <li>Response to a significant performance crisis</li> <li>Need to reevaluate the whole organization, including its core values</li> <li>Focuses on all org. components to achieve rapid, system-wide change</li> </ul>

Source: Cawsey, Deszca, and Ingols. Organizational Change, Third

Edition. © 2016, SAGE Publications.















# Which roles are required for conducting changes?







### Roles in Change Management

#### Sponsor

- Identifies need and vision
- Promotes execution of change

#### Implementer

- Chart the detailed path forward & make it happen
- Nurture support and alleviate resistance

#### Facilitator

- Aids in analysis & issue management along the way
- Provides advice and council

#### Recipient

- Affected by the change (have little input to the process)
- Have to alter behaviour to ensure change success

Source: Cawsey, Deszca, and Ingols. *Organizational Change*, Third



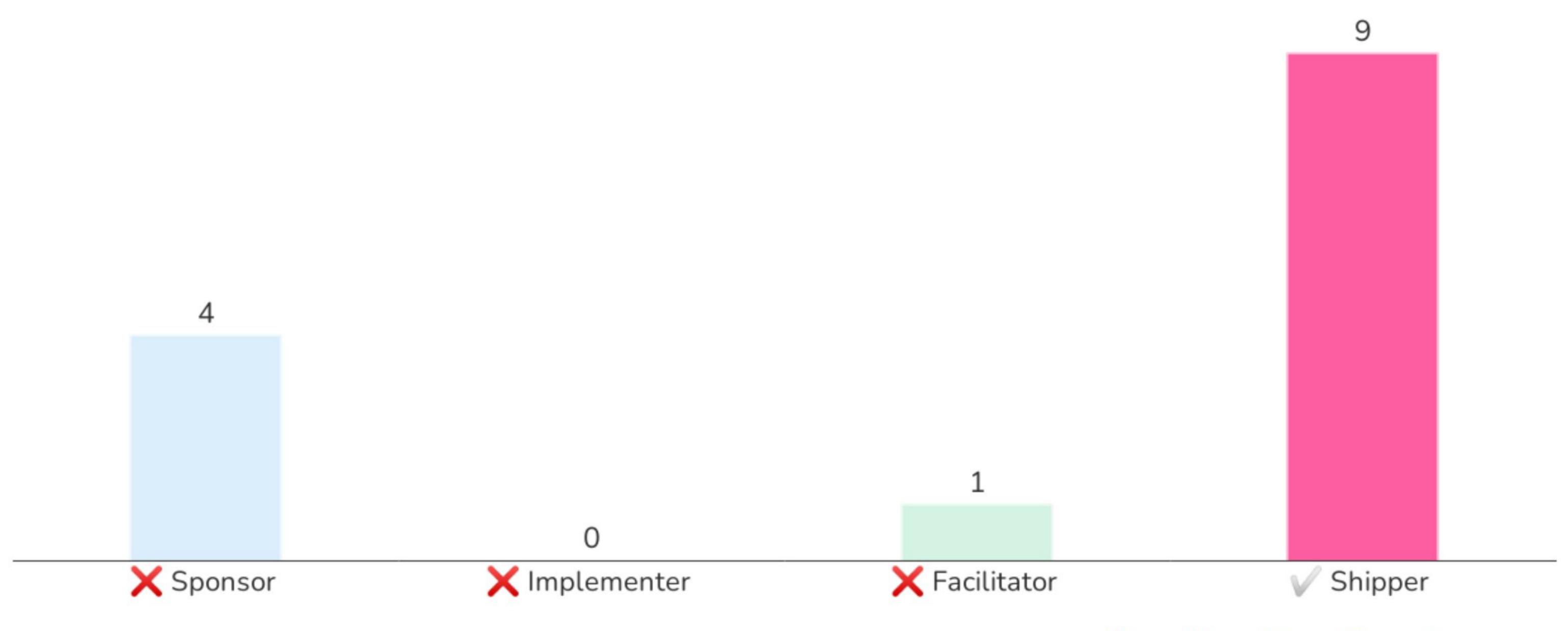








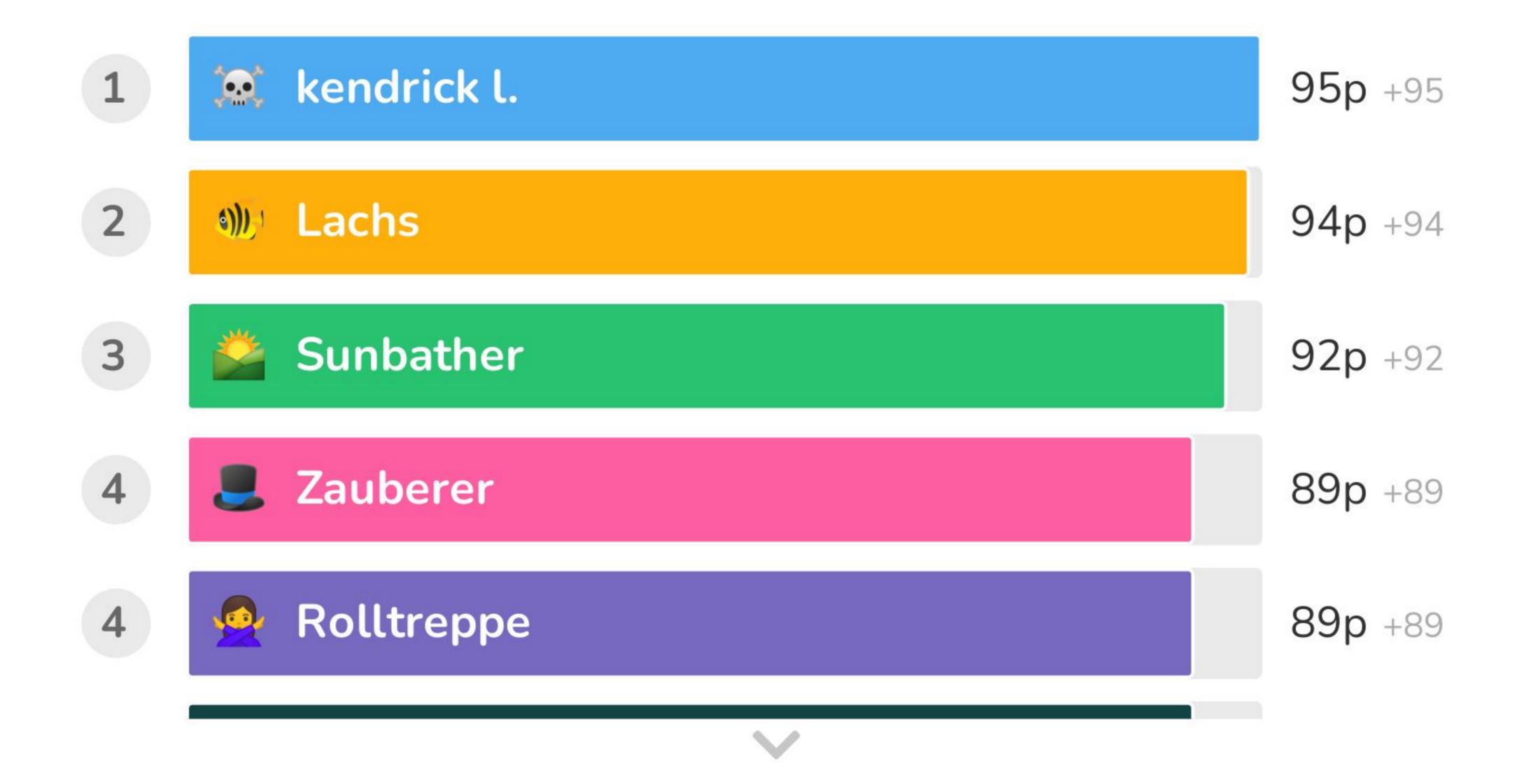
# Which is <u>not</u> a role in change management?





### Leaderboard

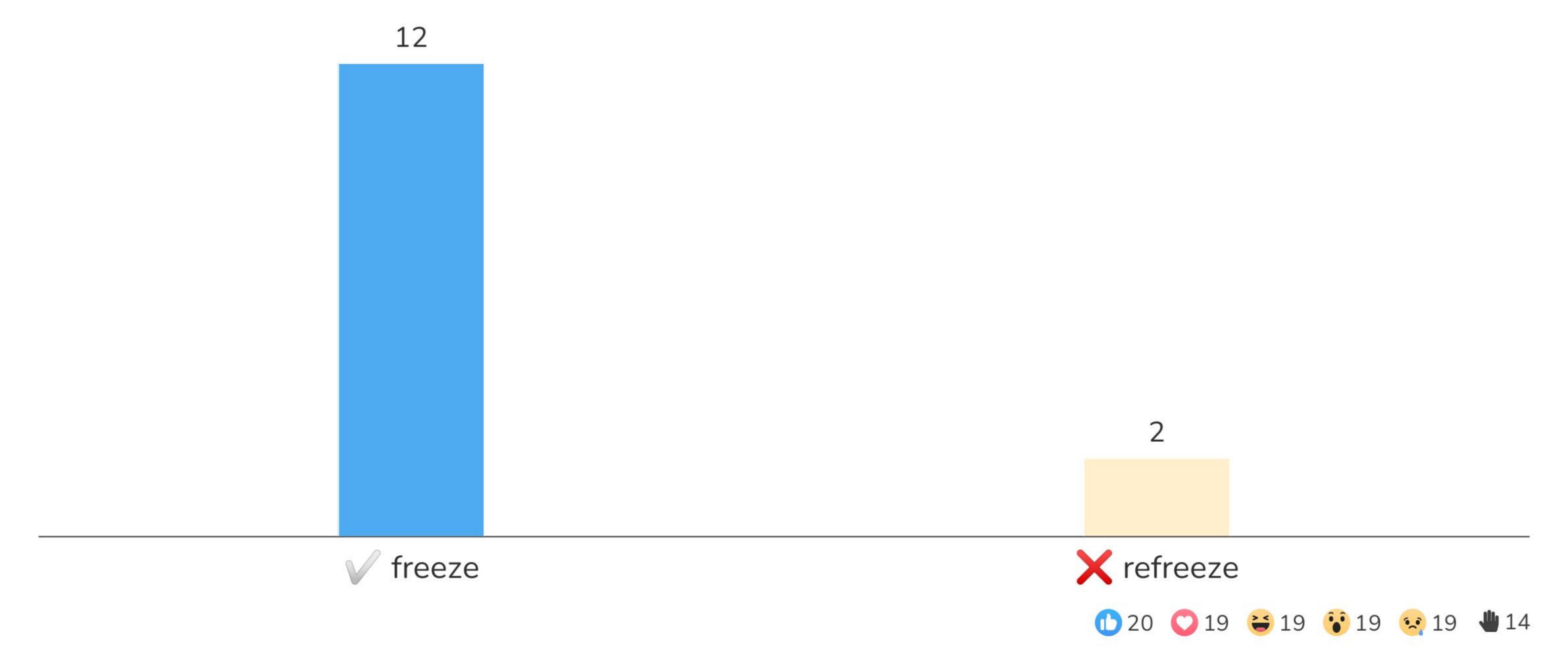
14 players







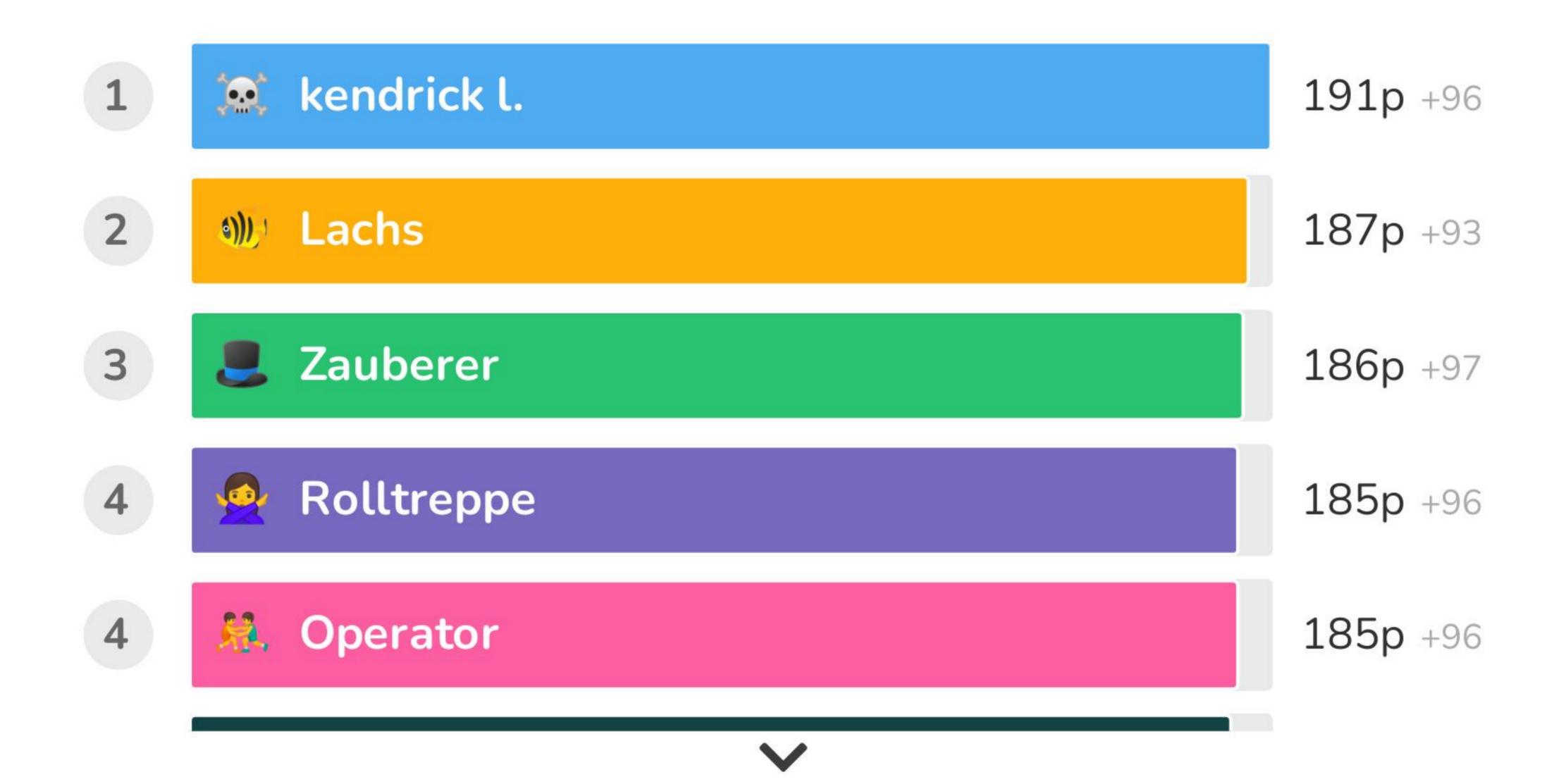
# The three phases for change are: unfreeze, change, ...





### Leaderboard

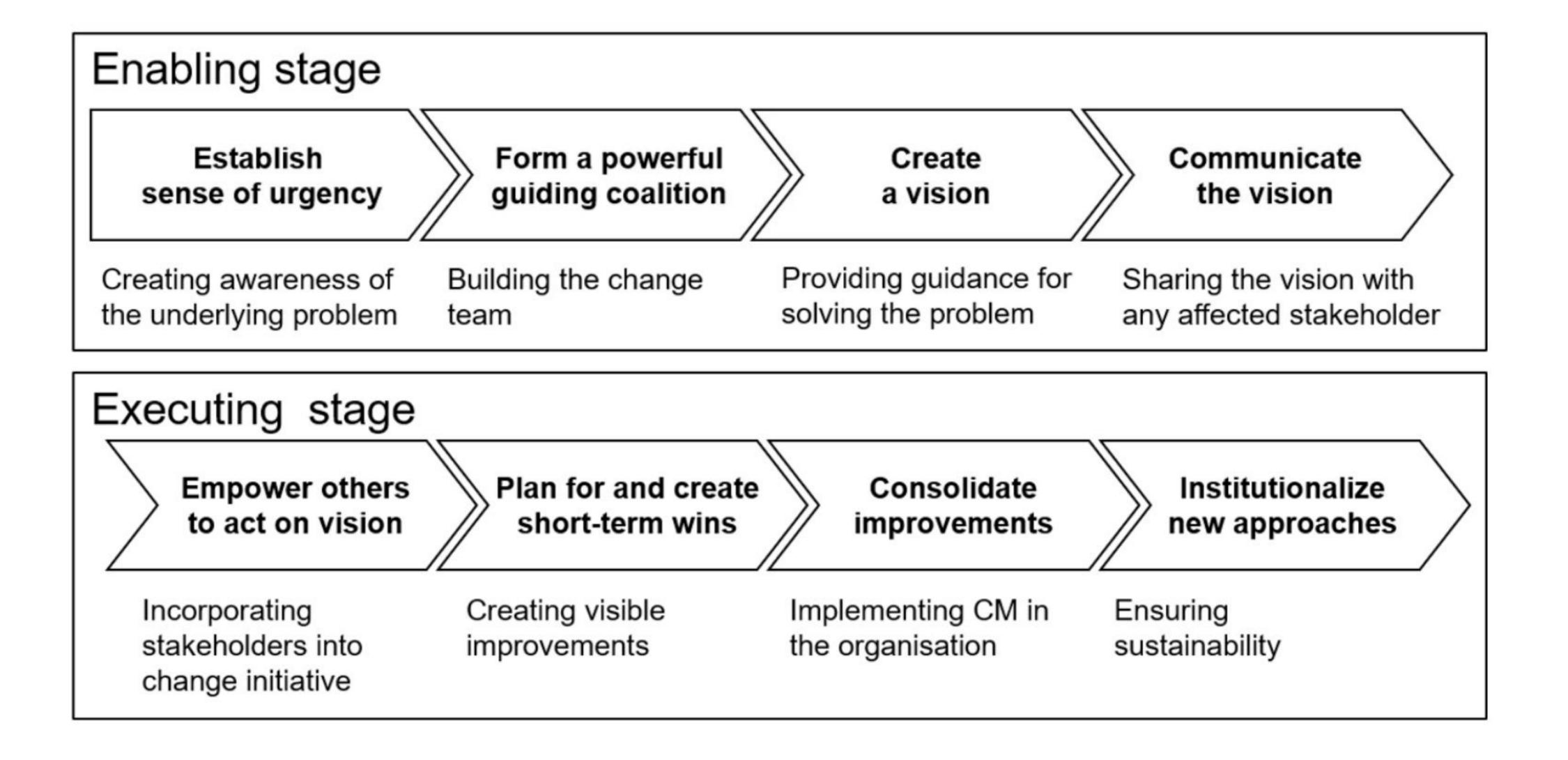
15 players







### Process for Conducting Changes



Source: Kotter, J.: Leading Change—Why Transformation Efforts Fail. In: On













### Kotter: Enabling stage

Establish sense of urgency

Form a powerful guiding coalition

Create a vision Communicate the vision

#### Actions

- Examine market and situation
- Discussing
  - (Potential) crisis
  - Opportunities
- Convince majority of management

- Assemble people with
- Commitment
- Power for changes
- Build team outside of hierarchy

- Creating vision to direct effort
- Developing strategies for achieving vision
- Communicate vision and strategies in organisation
- Teach new behaviours by examples (change team

#### Objective

- Problem statement
- Consequences of not performing the change
- Change team
- Vision
- Strategies

Shared vision







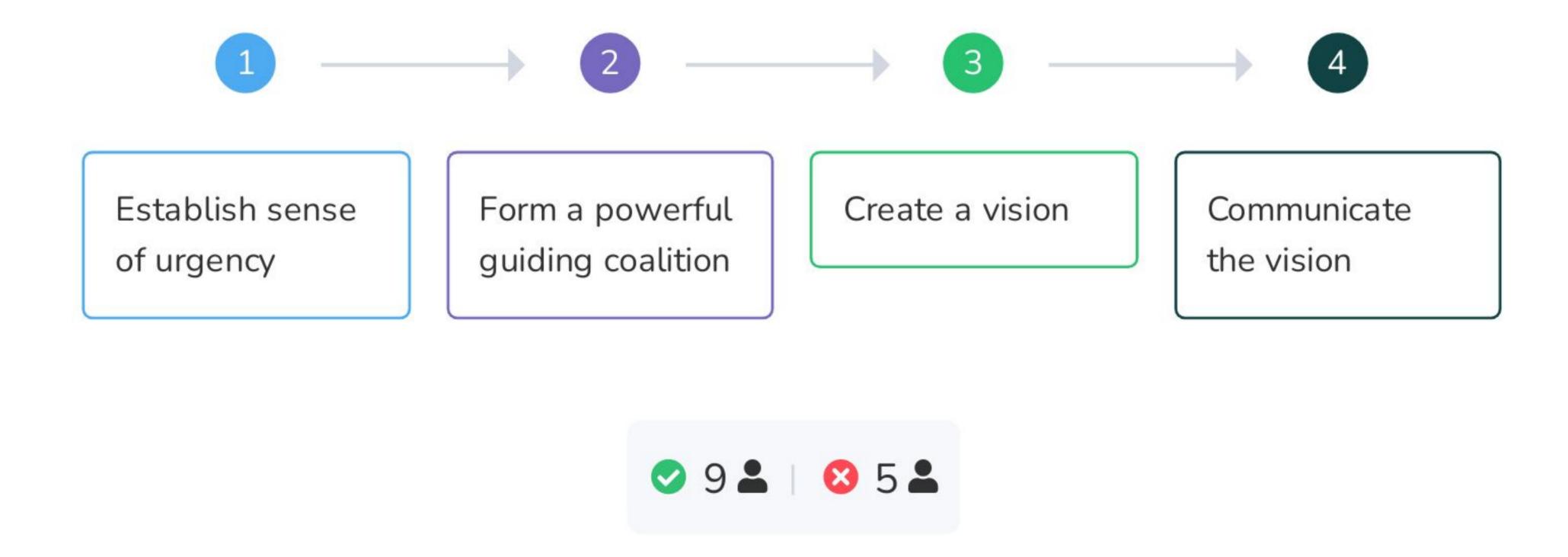








# Which is the correct order of the four phases?





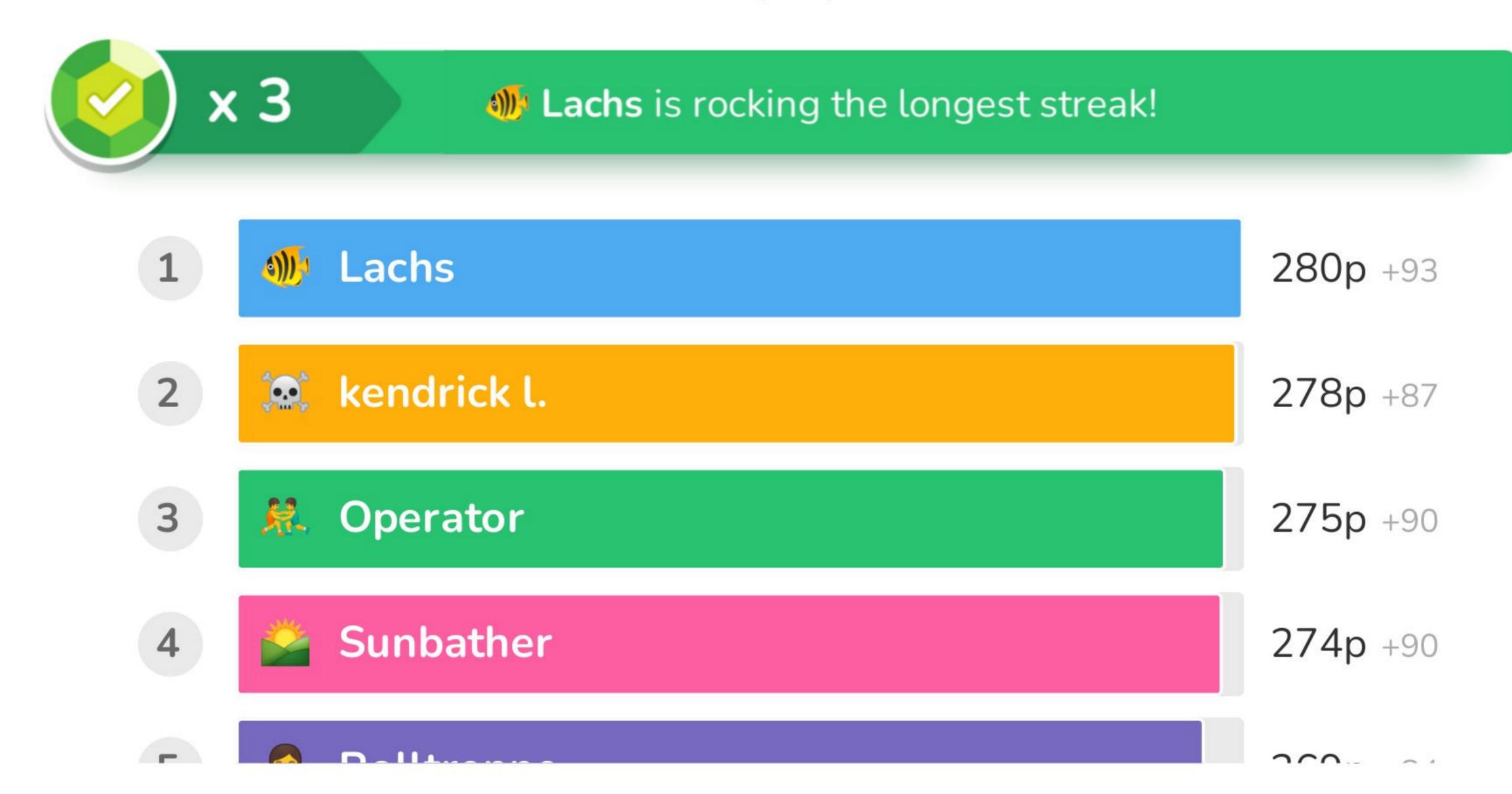






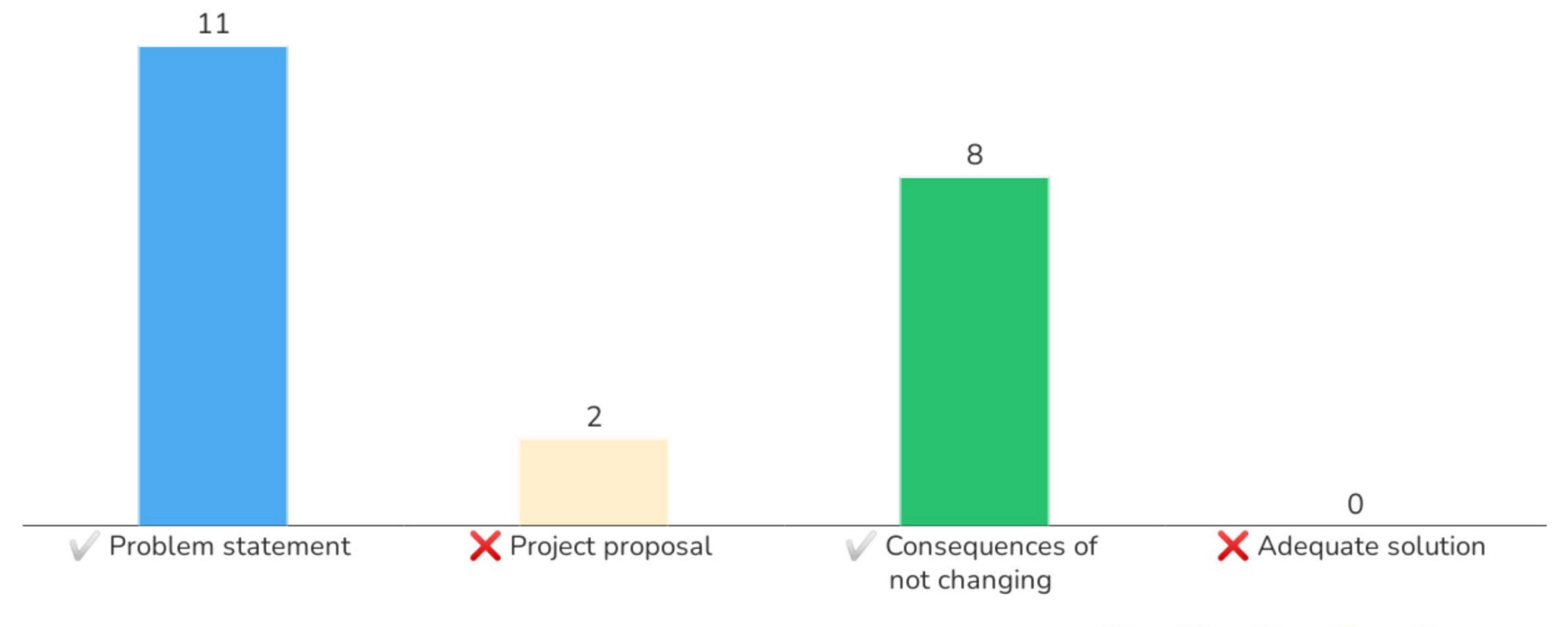
### Leaderboard

15 players





# What is the objective of "Establish sense of urgency"?





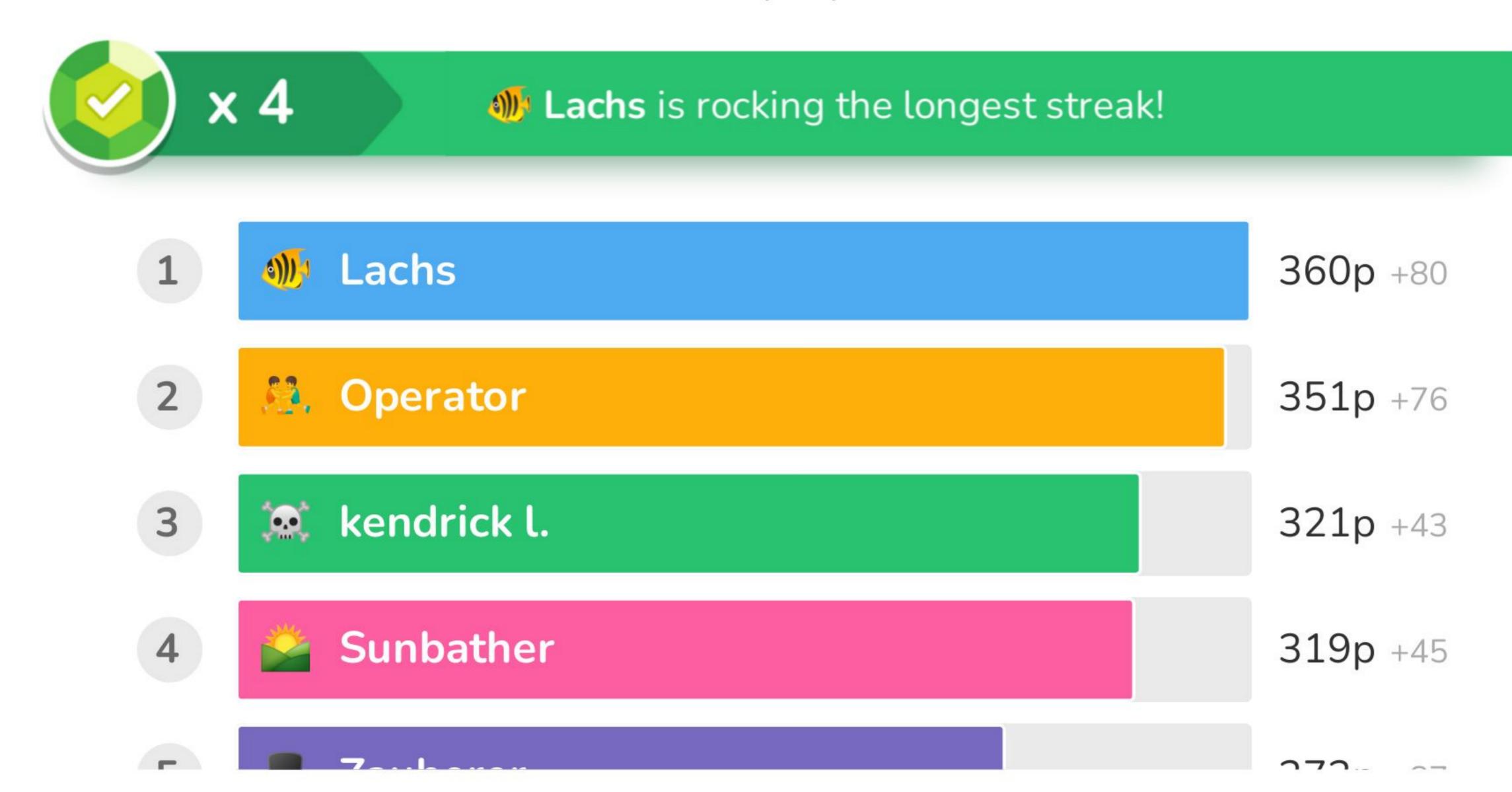






### Leaderboard

15 players

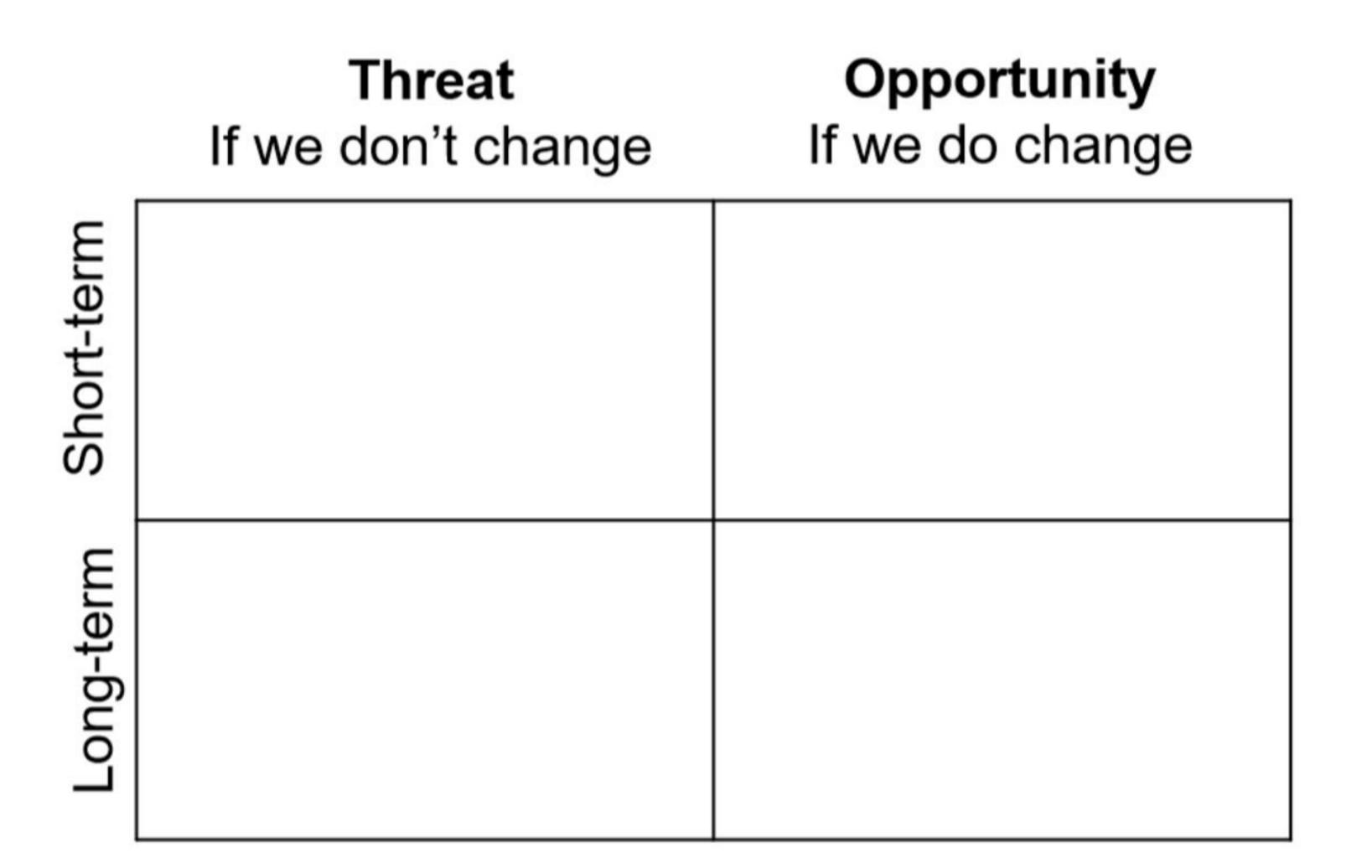








### Documenting Urgency



#### Areas to consider

- Technology
- Competition
- Customers
- Compliance
- **Product lines**
- Performance

threat-opportunity matrix

















### How could we motivate the urgency for digitisation at the Frankfurt UAS?







### Vision





Source: Cawsey, Deszca, and Ingols. Organizational Change, Third Edition. © 2016, SAGE Publications.













### Example Vision

#### Tata's Vision of the Nano

Create a \$2,000 "people's car." It has to be safe, affordable, all weather transportation for a family. It should adhere to regulatory requirements, and achieve performance targets such as fuel efficiency and acceleration.

#### Result

The Nano. Gets 50 miles per gallon & seats five. At \$2,500 - the least expensive car in

the world





Source: Cawsey, Deszca, and Ingols. Organizational Change, Third

Edition. © 2016, SAGE Publications.















# Which matrix can be used for documenting urgency?





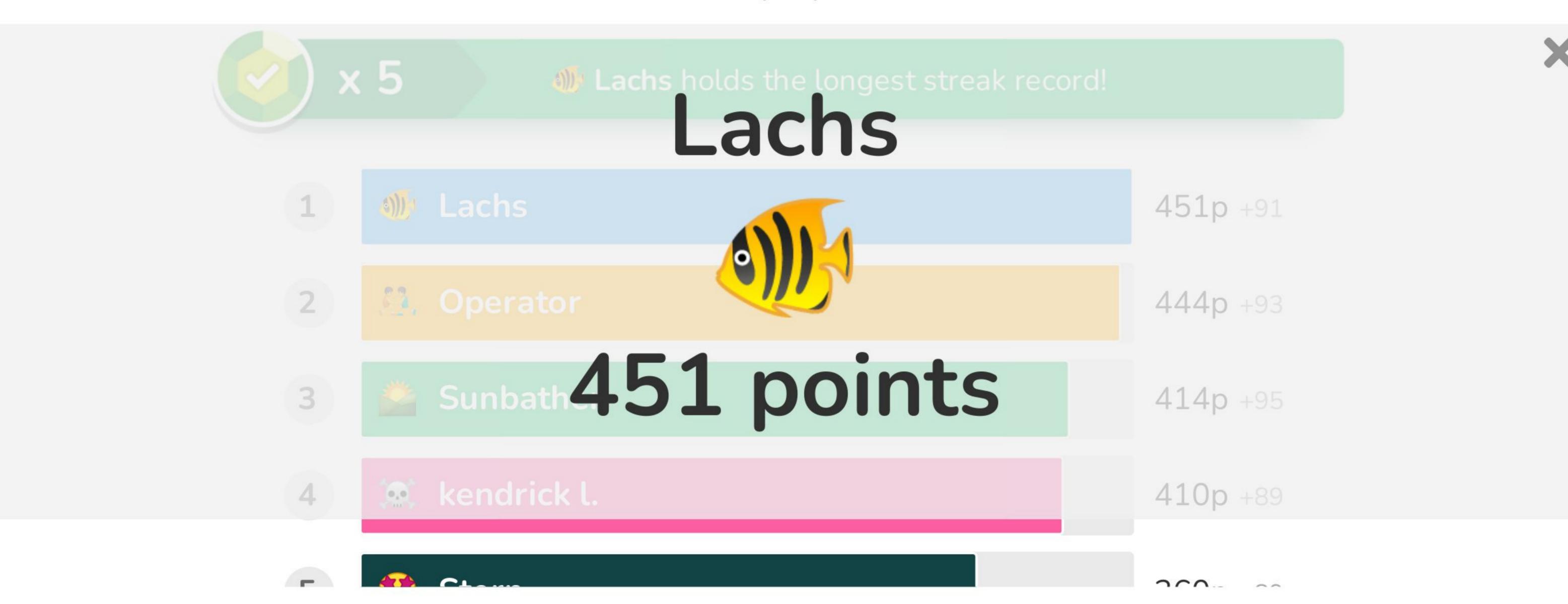






### Leaderboard

15 players









### Stakeholder Matrix

Stakeholder Potential Threat

High Low

High

Low

Stakeholder **Potential** for Cooperation **Mixed Blessing:** 

Collaborate

Supportive:

Involve

Non-Supportive:

Defend

Marginal:

Monitor

Source: Cawsey, Deszca, and Ingols. Organizational Change, Third

Edition. © 2016, SAGE Publications.















## Kotter: Execution Stage

**Empower others** to act on vision

Plan for and create short-term wins

Consolidate improvements

Institutionalize new approaches

#### Actions

- Restrain resistance
- Alter existing structures
- Encourage risk taking and novel approaches

- Define quick wins
- Create visible improvements
- Recognise and reward contributing employees
- More change
- Develop people implementing vision
- Change systems and structures undermining the vision
- Articulate connection between change and success
- Develop leadership according to new approach

Objective

Change culture

- Quick wins
- Positive experience
- Success
  - Organisation

Sustainability







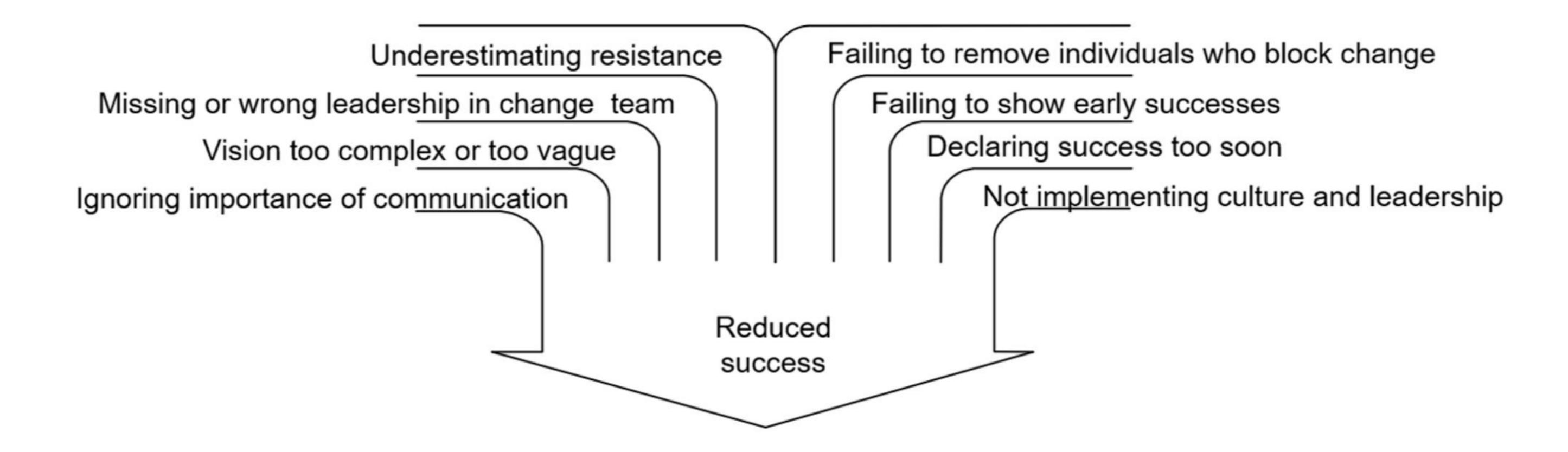








## Pitfalls while Manageing Changes



Source: Kotter, J.: Leading Change—Why Transformation Efforts Fail. In:

On Change Management. Harvard Business Review, 2011







# Further Reading

Change Management

- Rathgeber, H.; Kotter, J.: Our Iceberg is Melting. Pan Macmillan UK, 2014
- Cawsey, T.; Deszca, G.; Ingols, C.: Organizational Change: An Action-oriented Toolkit. Sage Publishing, 2016
- Kotter, J.: Leading Change: Why Transformation Efforts Fail. In: On Change Management, Harvard Business Review, 2011
- Kotter, J.: Leading Change. Harvard Business Review Press, 2012



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1

# Questions and Answers

Anonymous 2 hours ago

Top questions (2)

Pinned

Newest

Oldest

Answered

Anonymous 2 hours ago Gibt es schon einen voraussichtlichen Termin für die mündliche Prüfung?

Ist die Abgabe der Prozesslandkarte am 11.06? Auf der Folie stand 04.06. Danke!

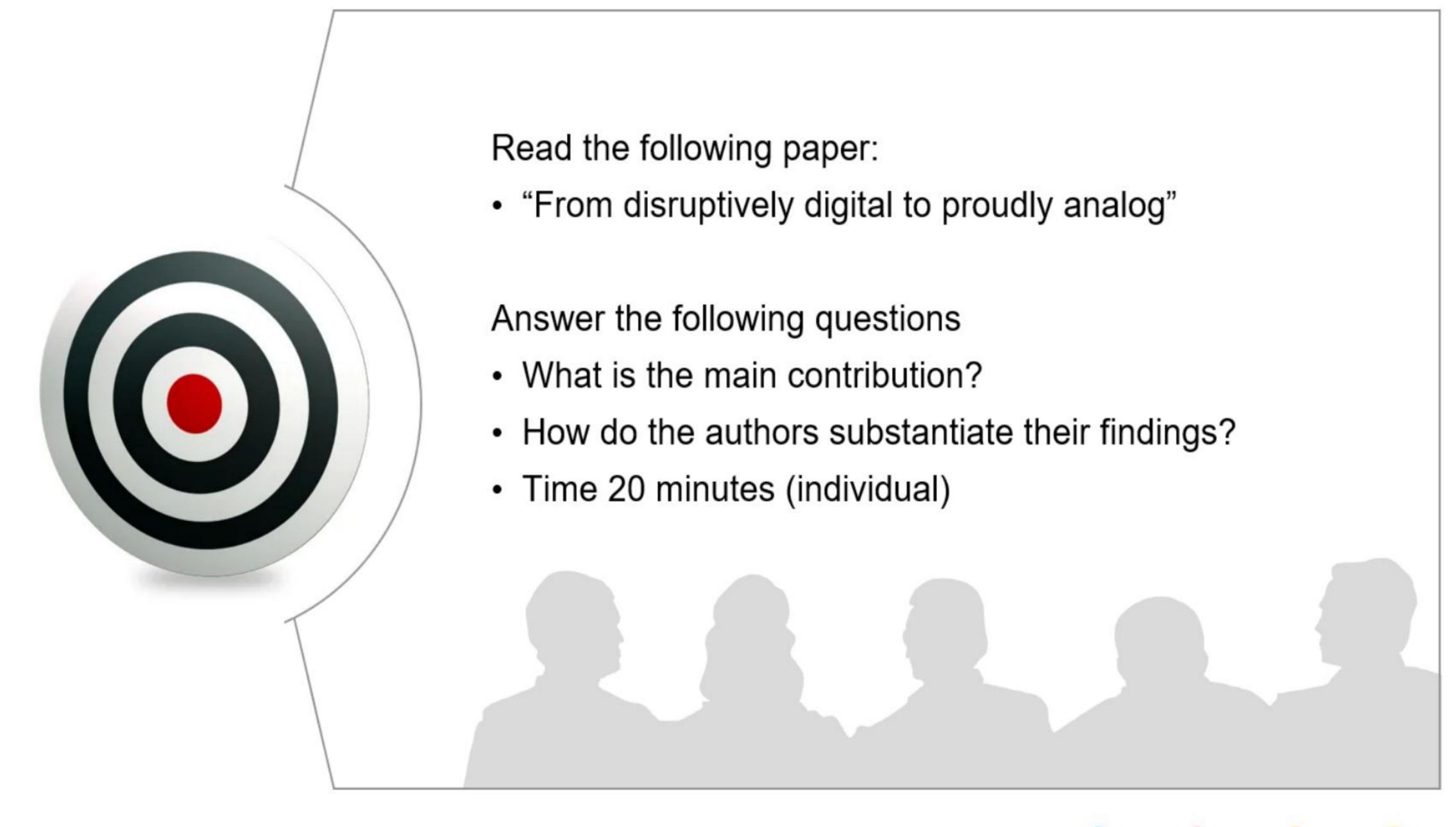








### Exercise 7













## Paper's contribution and method



