Organizational Change (C5)

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Two views of change process

The Calm Waters Metaphor

- Lewin's description of the change process as a break in the organization's equilibrium state.
 - *Unfreezing* the status quo
 - Changing to a new state
 - *Refreezing* to make the change permanent

White-Water Rapids Metaphor

 The lack of environmental stability and predictability requires that managers and organizations continually adapt (manage change actively) to survive.



What is Organizational Change?

Organizational Change - any alterations in the structure, technology, or people of an organization.

- Characteristics of Change
 - Is constant yet varies in degree and direction
 - Produces <u>Uncertainty</u> yet is not completely unpredictable
 - -Creates both threats and opportunities



Exhibit 7-4: Popular OD Techniques

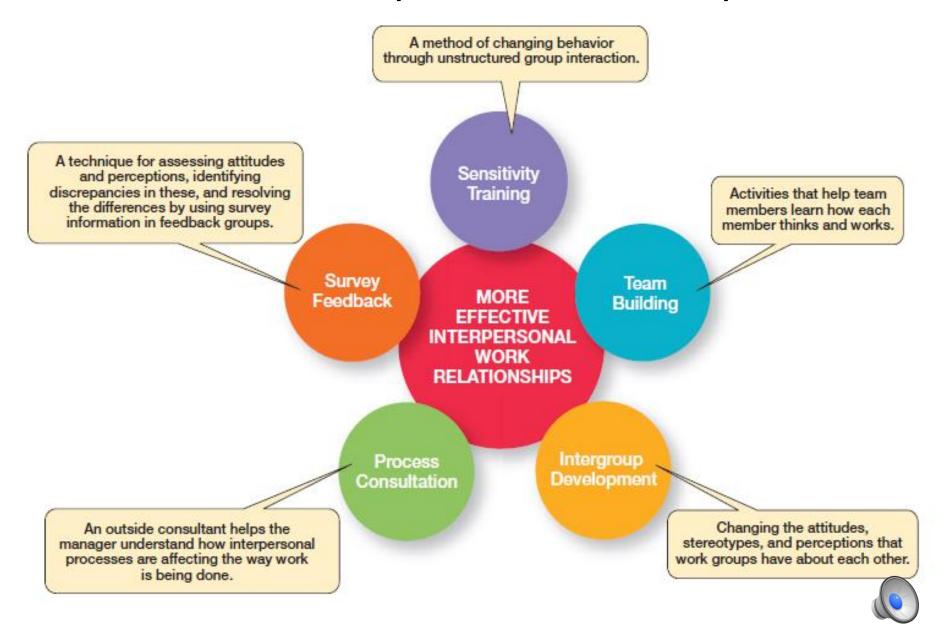


Exhibit 7.1: Forces for Change

External Forces

- Changing consumer needs and wants
- New government laws
- Changing technology
- Economic changes

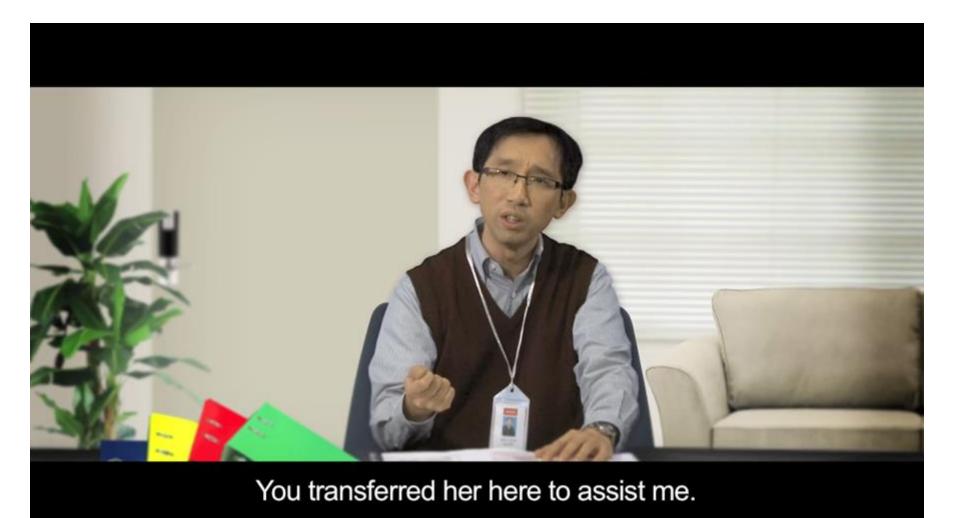
Internal Forces

- New organizational strategy
- Change in composition of workforce
- New equipment
- Changing employee attitudes

Leader's role in managing resistance to change

- Change is uncomfortable
- People will always resist change
 - Empathy and communication are two keys to success in leading change
- Understand why people resist change
 - The ambiguity and uncertainty that change introduces
 - The comfort of old habits
 - A concern over personal loss of status, money, authority, friendships, and personal convenience
 - The perception that change is incompatible with the goals and interest of the organization

Who's next?



Click the above image to watch the video

