







Strategic Technology and Innovation Management Programme 2019

How organisational culture affects innovation

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Motivation

We are investigating the relationship between climate/culture and innovation in an organization. We also plan to use the results to support continued TIM diagnostic and management toolkit development at the IfM.

Aims

- To understand the relationship between organisational climate / culture and innovation
- To consider what TIM tools could be used to bring about a more innovative climate/culture

Progress

 TIM Diagnostic access (see Figure 1) was provided to delegates representing 11 of the STIM companies and one non-STIM company

TIM Diagnostic Presentation

- The assessment is presented in three areas for the Strategy, the TIM System, and the People and Organization;
- The People and Organization area includes an 'organisational culture' category

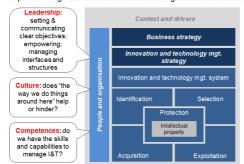


Figure 1. TIM Diagnostic

- Guided by review of the literature, the team developed a framework (Figure 2) that considers the leadership, the organisational climate and the processes and practices in the organisation
- Three STIM companies hosted a set of 8 interviews and 6 focus groups. These companies also participated in workshop-based roadmapping trials using the template depicted in Figure 3

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Tel: +44 (0)1223 766141; Fax: +44 (0)1223 464217 Email: ifm-enquiries@eng.cam.ac.uk; www.ifm.eng.cam.ac.uk **Leadership**—the art of motivating a group of people to be innovative and create change that will positively impact the organisation

- Openness to new ideas—willingness to hear and consider new ideas or concepts
- Diversity—the unique characteristics, perspectives and experiences that employees bring to the workplace
- Leading Change—the act of guiding an organisation from where it is now to where it wants to be
- Selecting Leaders—attracting and identifying the leaders of the organisation

Organisational Climate—the experience of the employee in the work environment

- Inclusiveness—a workplace that makes employees with diverse perspectives feel valued, welcomed, and integrated
- Psychological Safety—the freedom to express one's ideas, offer suggestions, and disagree with others without fear of reprisal or consequences
- Adaptability—when an employee can be flexible and adjust to changing work conditions
- Risk Taking—the tolerance of uncertainty in the organisation

Organisational Practices and Processes—internal systems that enable consistent performance across the organisation and provide a basis for cumulative, long-term benefits to the organisation.

- Opportunities—assignments that may offer growth or advancement
- Mentoring/Coaching—guiding others in the organisation and assisting with their learning and development
- Feedback—information on performance for the purpose of continuous improvement and development
- Recognition—acknowledging an employee or team's contribution
- Limiting Barriers—key obstacles that need to be addressed to enable innovation

Figure 2. Organisational culture framework / definitions

	Organisational Culture Roadmap	Present State (2019)	Short-Term ()	Mid-Term	Long-Term ()	Future State (Vision)
Trends & Drivers	External Trends (political, economic, societal, technological, legal, environmental)					
	Internal Drivers (company siston, mission, objectives, etc.)					
qitai	Openness to new ideas (willingness to hear and consider new ideas or concepts)					
Transformational Leadership	Diversity the unique characteristics, perspectives and experiences that employees bring to the workplane)					
formatie	Leading change (pulling the organization from where it is now to where it musts to be)					
Total	Selecting leaders (attracting and identifying the leaders of the organization)					
50750	Opportunities (assignments that may offer growth or advancement)					
s & Proces	Mentaring / Coaching (guiding others in the organisation and assisting with their learning and development)					
Organisational Practices	Feedback (information or performance for the purpose of continuous improvement and development)					
instens	Recognition (admostedging employee and team contributions)					
Organ	Limiting barriers (key declades that need to be addressed to custain a culture of innovation)					
4	Includences (a workploor where employees in the work environment feel volume, welcomed and integrated)					
oalClins	Psychological safety (the freedom to expense ideas, offer suggestions, and disagree with others without hier of reprisal or consequences)					
Organisational Climate	Adaptability (wher employees son be flexible and adjust to changing work conditions)					
	Risk Saling the tolerance of uncertainty in the organization)					
Capabillies	Leadership-development, training, performance measures, communication strategies, etc.	₩ thready is contented.	EM seed.	Managasaki		19.1

Figure 3. Organisational culture roadmap template

Deliverables

- Company feedback from TIM Diagnostic results, interviews and focus groups, and roadmap trials (done):
- A workshop-based tool that could be tailored and utilised to foster a more innovative climate / culture (done);
- IfM working paper that outlines the relationship between culture and innovation (in work);
- A research-based and tested TIM Diagnostic with an updated organisational culture category that companies may use to assess their internal capabilities (in work)