

## Volume 4 / Issue 4 / 2009 - Management

## **Matching Talent and Jobs**

Author

**Tom Olivo** 

CEO, Healthcare Performance Solutions,

USA

This is how some healthcare IT managers may feel when they go home after a typical day at the hospital, according to a to a recent white paper 'What Does Being in Over Your Head Look Like'. In reality, the average healthcare organization creates leadership alignment (the right people in the right roles) approximately 55% of the time. Realistic expectations for leadership appointment should target 85% alignment, by using a structured approach to determining their future leaders. The difference of having the right leaders in place can show as much as a 75% increase in operational performance over time.

There are several common appointment mistakes which lead to sub-optimal performance, one where both healthcare leaders and managers are literally 'in over their heads.'

The easiest way to describe the condition is where a department's complexity (degree of difficulty) exceeds the threshold at which a manager has higher odds of success (typically above a 50% rate).

For a 'C' level ability, this is virtually any management job, since the chances of success are at best just 40% (in the lowest complexity positions). The decision to appoint a 'C' level manager to such positions is justified only when challenges are easily managed, or if the manager has an exceptional ability to manage day-to-day operations.

Also, if a 'C' manager begins to struggle, the reasons are usually very apparent: they are beginning to be in over their heads.

How about 'B' level managers? As cited by Thomas J. DeLong and Vineeta Vijayaraghavan in their 2003 'Harvard Business Review Article', 'Let's hear it for B players', managers at the 'B' level are solid, consistent performers. They are competent, experienced, consistent and loyal.

These managers make up the backbone of any organisation, and typically account for between 50% and 55% of executives. In our research, the bulk of healthcare IT managers are usually at the 'B' level.

For 'B' level leadership talent, the ability to manage low and medium complexity tasks produces favourable results, respectively, 75% and 60% of the time (see Figure 1). The only cases with low odds of success (and are 'in over their heads') is when they are appointed to complex assignments or departments, accompanied by a high degree of difficulty. It is here that the chances of success dip to 45%. This is not to say that they cannot be successful; it is just less likely.

If a decision is made to appoint 'B' level IT managers to such a level of complexity, it is crucial for CIOs to ensure that they 'over achievers. Other attributes of "B" level leaders are:

They are talented but not usually as ambitious and driven;

They are interested in advancement but not at all costs or a steep price;

They define success differently (not purely financially or status motivated); While they may work hard (while at work) they prioritise "life-work" balance to work 50 hours per week instead of 80 or more:

They are usually excellent team players (avoiding the spotlight of self promotion);

© For personal and private use only. Reproduction must be permitted by the copyright holder. Email to copyright@mindbyte.eu.

They may have been "A" level performers at one time and have dialled back their career focus (due to other outside – personal priorities or possibly "throttling" down to semi-retirement);

They have longer tenures in organisations because they are less likely to leap from job to job to fast track or advance their careers, and

They contain a significant amount of an organisation's intellectual capital due to their experience and tenure levels.

In such a light, there are seven typical appointment mistakes which organisations make:

- 1. Appointing a "B" level ability person to a high degree of difficulty management role based upon their tenure period or technical competency (clinical expertise); the ability to lead others does not correlate with either. Odds of success = 45%.
- 2. Appointing a lower level "supervisor" into a manager position in a bottom quartile department out of convenience. They are usually unsuccessful because of their lack of manager experience. They tend to be part of the previous culture and are less likely to act on the low performers (or make tough decisions). Odds of success = <20%.
- 3. Failure to recognise that a high degree of difficulty department in the bottom quartile will require a 'turnaround' specialist used to making tough decisions quickly, with responsibility to stakeholders outweighing personal interests. Most 'B' level managers do well in maintenance roles. Odds of success = < 20%.
- 4. Waiting too long to act and failing to set hard (measurable) performance targets and milestones for the first year. If new managers fail to immediately make heavylifting decisions (especially in terms of dealing with negative, disruptive, poor performers), turnarounds take longer, are usually more painful and have a lower overall success rate. Odds of success = < 20%.
- 5. Not taking due account of leadership talent or ability. Assigning a 'C' or 'D' level leader in any role has low odds of success: average 30% for a 'C' player and 15% for a 'D'.
- 6. Low acceptance rate of a new leader/manager by the staff because of an 'old school' mindset about the importance of prior tenure in a particular department. It can be extremely difficult for some people to handle this situation long enough to persevere. Odds of success = < 33%
- 7. Competency Alignment: Sometimes, even the most talented leaders ('A' players) can be out of alignment technically, with regard to business models, culturally/behaviourally or in terms of pure maturity or experience. Odds of success = < 33%.

Numerous consultants promote the hiring of only 'A' players to leadership and/or total employee positions. If less than .01% of healthcare organisations can achieve this level of human capital recruitment, hiring and appointment, how realistic is it as an aspiration? The last organisation that tried to create a culture of all 'A' players was Enron.

Another name for this business practice is 'Top Grading', where selection only screens for the best talents, while the performance management practices cut a percentage of the total employment base (GE is famous for cutting 10% of its bottom performers every year).

Such a philosophy will simply not work at healthcare organisations. In the final analysis, the healthcare business, like others is a team sport.

## Leadership Alignment Facts

A structured approach to appointment practices helps ensure the Right People are in the Right Roles.

A and B level leaders usually exhibit high levels of success when assigned to roles that do not exceed their threshold Degree of Difficulty (DoD).

"A" level talent is usually successful in assignments of all Degrees of Difficulty (Dod), but "B" level leaders exhibit high odds of success only in assignments of Low and Medium Degrees of Difficulty (DoD).

"C" and "D" level leaders have very low odds of success when assigned to lead in any situation.

When leadership talent is appointed appropriately, the odds of success are 2:1 in your favour. However, when leadership talent is poorly aligned the odds of failure are 3:1.

The average organisation properly aligns leadership talent with Degree of Difficulty (Dod) only 55% of the time.

Misalignment of leadership contributes to more sub-optimal performance than any other factor.

## Review

The talent and leadership ability of the front line manager is a direct predictor of the performance in that department, driving results and desired outcomes.

Published on: Sat, 4 Apr 2009