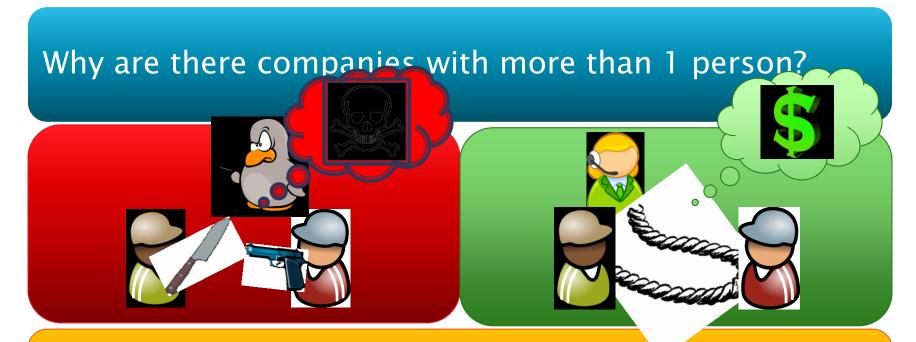
Management by competencies

Theory of vitality

Success and Relationships



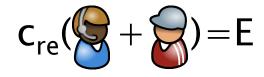
Success and vitality of a company is tightly connected with nature of relationships inside that company!

Relationship

$$C_{re}(S + S) = E$$

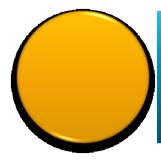
 $c_{re} > 0$... relationship efficiency coefficient E ... resulting effect

Types of Relationships $c_{re}(+) = E$





Conflict (c_{re}<1)



Neutral $(c_{re}=1)$



Synergy (c_{re}>1)

Company culture

$$c_{re}(f_1+f_2)=E$$

Company culture is the set of relationships between key factors essential for the company

Elements of culture

- Symbols
- Values
- Rituals
- Heroes

Examples of factors

- interpersonal relationships
- work environment
- vision clarity
- leader authority
- organizational structure
- level of formality
- Benefits
- work/life balance

Synergistic company culture



Companies driven by people

- key decision criteria is opinion of superiors
- if people do not know what or how to fulfill a task, they ask their superiors
- superiors have good overview what is happening, but may be overwhelmed by operational stuff

Companies driven by ideas

- key decision criteria are visions, objectives and tasks,
 i.e. ideas the company breath for
- if people are uncertain firstly they ask what will lead at best to support and reinforce these ideas
- superior can focus more on the broader context of operational affairs



Chaotic company culture

Absence of factors binding people together

People behave totally unpredictably

- Brownian motion
- Results in random, neutral environment

People follow their individual profit

- Organized in interest groups
- Results in conflict environment



Company culture management

Company culture is essential part of company identity

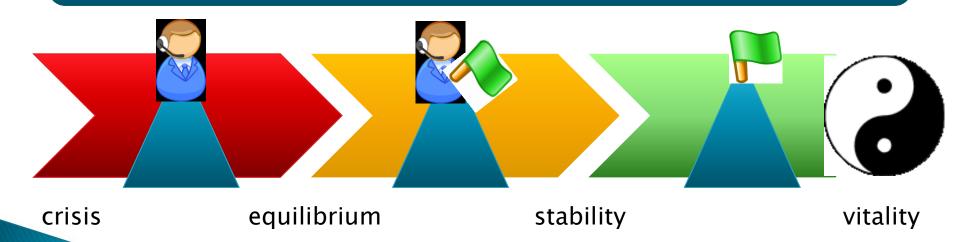
- it is created and formed by long-term evolutionary process
- however, it can be disrupted or even destroyed very quickly by insensitive actions and therefore

Company culture management is a important element in achieving vitality of a company!

Company culture management objectives

Avoid the culture to become chaotic!

Continually transform the culture:



Theory of Vitality

The existence of organism has to gradually (inspired by ecosystems observations)



· useful to someone, even if to itself

effective

· it cannot exhaust itself to death

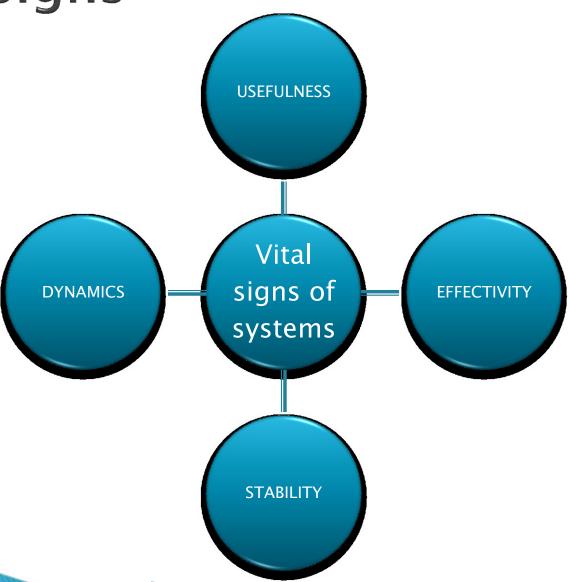
resistant

to threatening forces and environment changes

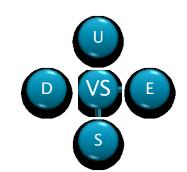
proactive

flexible enough to generate changes

Vital signs



Pyramid of Vitality



Theory of Vitality describes a **strategy** of building a vital company!

DYNAMICS

STABILITY

EFFECTIVITY

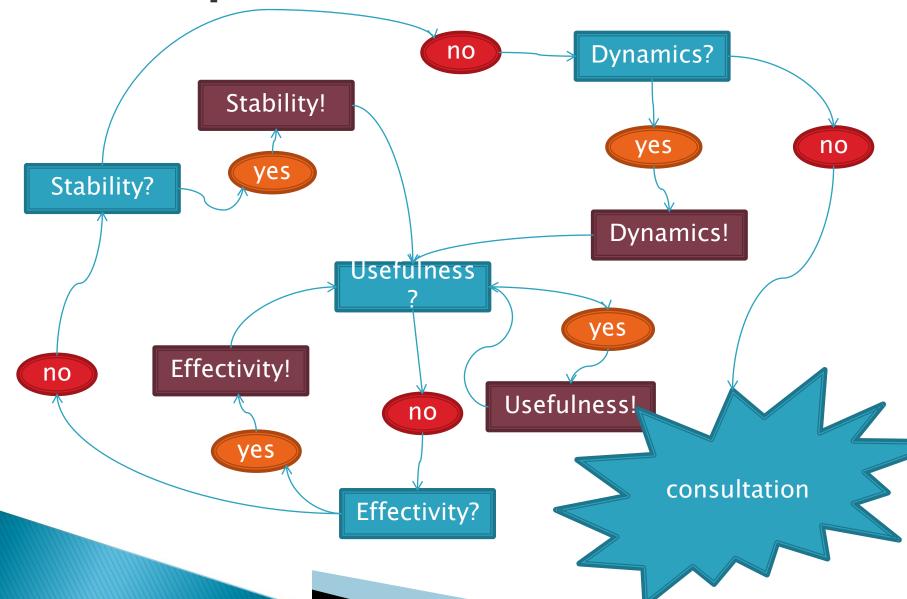
USEFULNESS

(C) J. Plamínek

Theory of limitations

- The order of the pyramid is
 - Logical
 - Not possible to accomplish to 100%
- None of the vital signs can be developed to 100%
- We improve it until it has any limitations
- That leads to sequence of "curative" interventions

The sequence



Synergistic company culture



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Companies driven by ideas

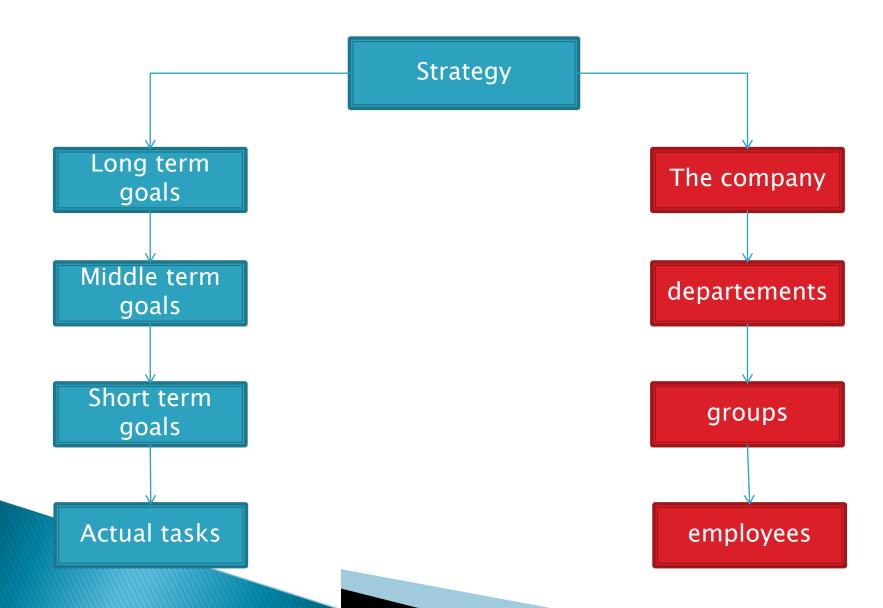
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The company driven by ideas

- It is necessary to "decompose" the ideas
- Motivation is the basement for listening ideas
- Different people are willing to wait different time
- Motivation must be designed for concrete position

The road of ideas



Political barriers

- Fight for the
 - Power
 - Influence
 - Money
- Support of the high management is the key to vitality

Proceses

- All processes must be done for OUTPUT
- Output is giving the money and profit
- Limit the power of OPE and Controlling
 - Administration
 - Forms filling
 - Other non productive tasks
- But it is need to have feed back!!!

Management of the processes

- Needs to be separated from the sources
- Only one owner of the problem (project manager)
- At last one more level of the sub-process
 - More levels adds more problems
 - More levels needs more owners
 - The space for non-profit tasks

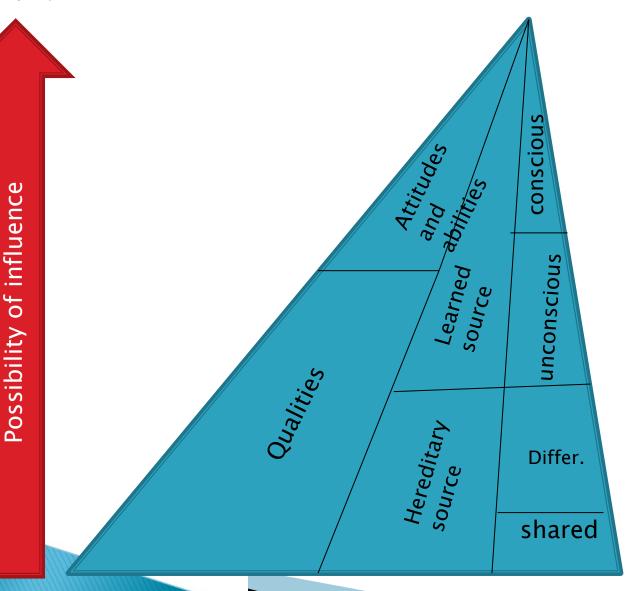
Management of the sources

- As many levels as necessary
- Each manager should have at last 5 subordinates
- Manager is the keeper of the human resources
 - Coach
 - Trainer
 - Consultant

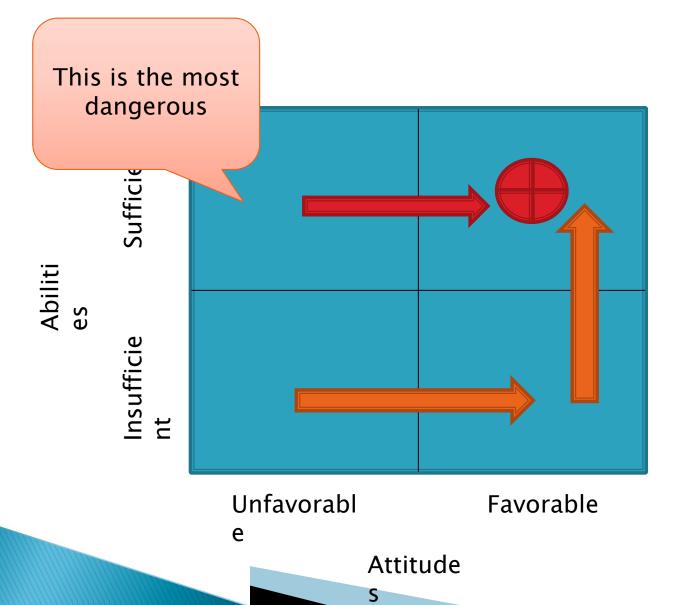
Human sources in MbC

- Three types of HR
 - Quality
 - What we are
 - Can not be changed, only accepted
 - Attitude
 - What we believe in and what we want
 - Abilities
 - · What we know and what we have learned

Suggestibility of human resources



Strategy of HR development



Management of HR in MbC

- The target is not to exhaust the sources
- The management of HR must be
 - Efficient
 - Effective
- The potential and the performance need to be in a harmony
- The goose can produce the golden eggs till it lives

Pyramid of culture

Integration

We need to apply the theory of limitations

ynergetization

Habilitation

Motivation

Orientation

Definition