# Management by competencies

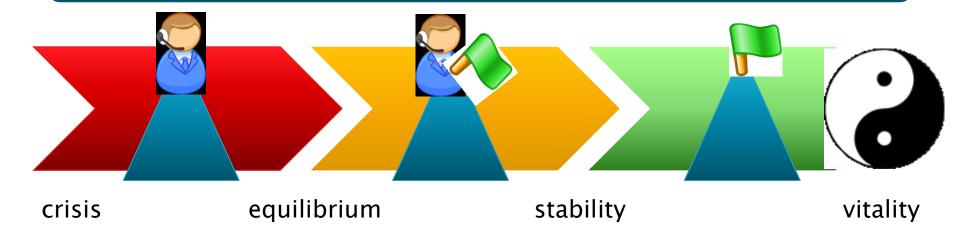
Theory of vitality

## Company culture management

Company culture is essential part of company identity

Avoid the culture to become chaotic!

Continually transform the culture:



Company culture

## Theory of Vitality

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

meaningful

useful to someone, even if to itself

effective

it cannot exhaust itself to death

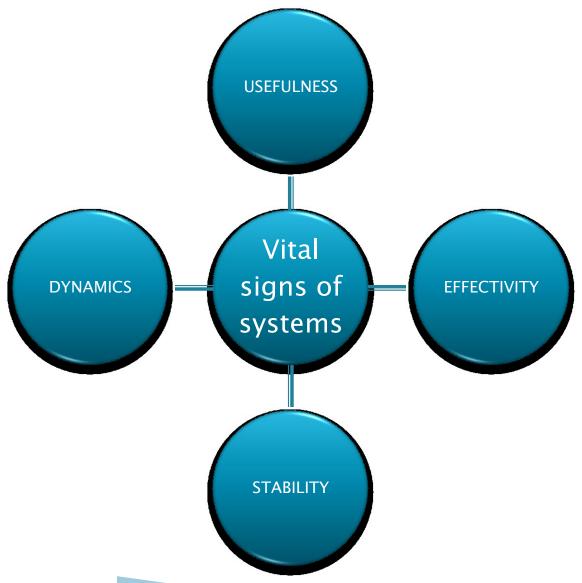
resistant

to threatening forces and environment changes

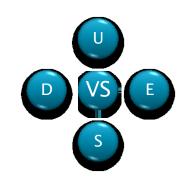
proactive

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

## Usefullnes

We mapped the market

We identify the significant group of customers

We defined the value we can bring them

We know how to communicate with them

## **Effectivity**

We know the structure of our costs and revenues

We identify the main processes

We are supporting the development of the company in longer time

The company is able to generate zero or higher profit

## Stability

We mapped the wider environment of the company

We have the processes of mapping inner environment in the company

We have defined our feedbacks and are evaluating them

We can react to detected turbulences and changes

## **Dynamics**

We know how our branch is developing

We can affect or predict this change

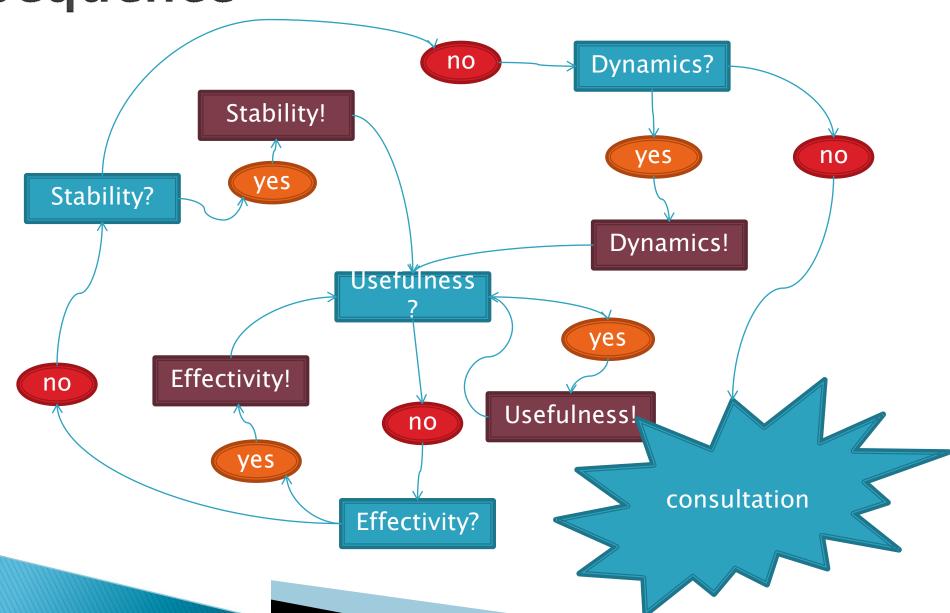
We identify new challenges before the become apparent

We are taking care of development of the world of possibilities

## 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



#### 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

## 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

Strategy

Long term goals

Company

Middle term goals

**Departements** 

Short term goals

Teams / Groups

Actual tasks

**Employees** 

## Political barriers

## Fight for the

- Power
- Influence
- Money

Support of the high management is the key to vitality

### **Processes**

- 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 feedback!!!

## 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 (re)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 (re)sources in MbC

#### Three types of HR

#### Quality

- What we are
- · Can not be changed, only accepted

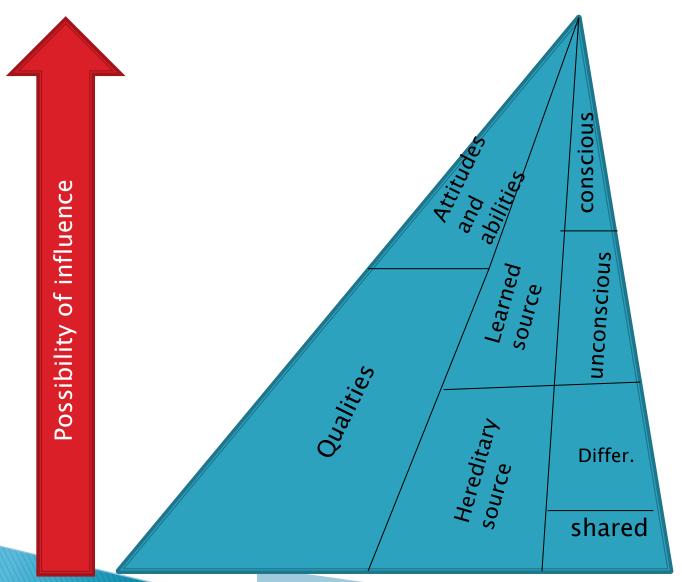
#### Attitude

· What we believe in and what we want

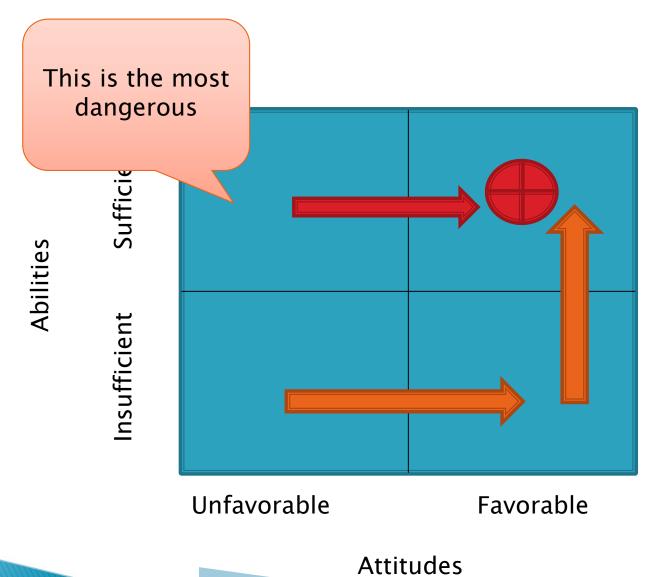
#### **Abilities**

· 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

We need to apply the theory of limitations

ynergetization

Integration

Habilitation

Motivation

Orientation

Definition

## Conclusion

- Pyramid of vitality
- Theory of limitations
- Management of processes
- Management of human resources
- Pyramid of culture