A Primer on Management

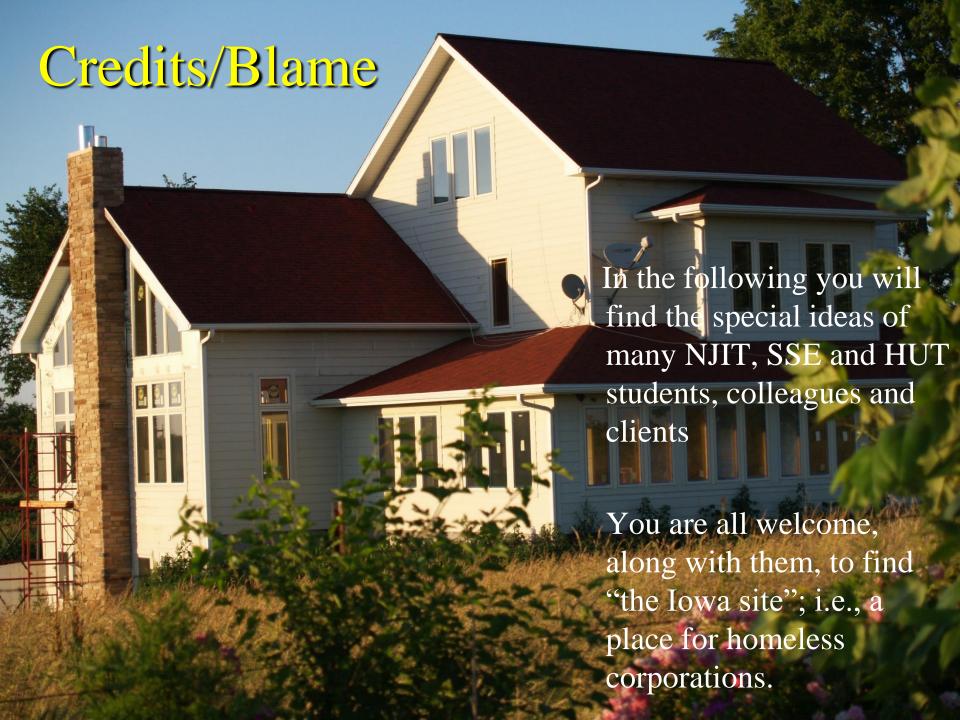
Improving the practice of management theory

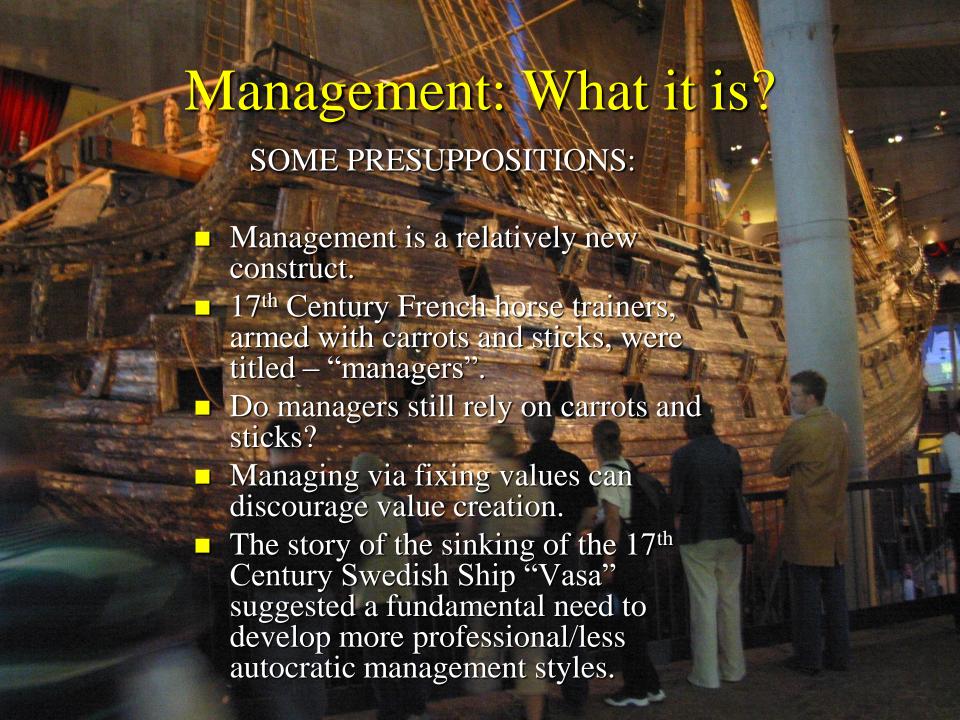
davidhawk.com

From the Simple to the Complex Management education attempts to deal with both:

Kurt Lewin: "There is nothing so practical as a good theory." or...

■ Yogi Berra: "When you come to a fork in the road, take it!"





Management: Why the attraction?

- Humans like to control things, e.g., other humans.
- Humans predominately rely on hierarchies of thought as control systems: higher, better, bigger, richer, smarter, meaner, etc.
- Where hierarchies of control fail we either expand, flatten or re-size them. (we can do better)
- Where the hierarchy of control fails, and it does, we need to be innovative.
- Beyond control, management and hierarchy lies a fearful, but exciting world.

Management is the history of which body-parts to take to work

Two Centuries of Management Theory

<u>1776 – 1976</u>

- ☐ Theory X:Hands A.Smith/C.Babbage/F.L.Taylor
 - ☐ Theory Y:Heads
 - McGregor/Ackoff
 - ☐ Theory Z:Hearts
 - Ouchi
 - □ Whole/holes?

The Large Role of the English

HOLY BIBLE

WARNING: This is a work of fiction. Do NOT take it literally.

CONTENT ADVISORY: Contains verses descriptive or advocating suicide, incest, bestiality, sadomasochism, sexual activity in a violent context, murder, morbid violence, use of drugs or alcohol, homosexuality, voyeurism, revenge, undermining of authority figures, lawlessness, and human rights violations and atrocities.

EXPOSURE WARNING: Exposure to contents for extended periods of time or during formative years in children may cause delusions, hallucinations, decreased cognitive and objective reasoning abilities, and, in extreme cases, pathological cognitive and objective reasoning abilities, and, in extreme cases, pathological disorders, hatred, bigotry, and violence including, but not limited to fanaticism, murder, and genocide.

- Most models of management came from the Victorian Age.
- These models suffer from the human dilemma described in Plato's Allegory of the Cave.
- See "Queen Victoria's
 Baggage: The Legacy of
 Building Dysfunctional
 Organizations," Daniel
 Silverman

Management: It's Dilemma

- Management as form is intended to oppose change
- Thus, Changelessness becomes "the order."
- Thus, organizations are to resist Change.
- Yet, Change is of nature and always finds "its way."
- The Limit Management as form always falls short in adapting to change.
- Is it possible to have management that is not form? (no...)

1990s – Management as MIS: Managing without Wisdom

- A pound of data is worth an ounce of information
- A pound of information is worth an ounce of Knowledge
- A pound of knowledge is worth an ounce of understanding
- A pound of understanding is worth an ounce of appreciating wisdom

MIS helps manage doing wrong things more efficiently

"Intelligence is the ability to increase efficiency while wisdom is the ability to increase effectiveness." (In response to a question about the limits of MIS and SAP.)

Russell Ackoff, in 1999 on his 80th birthday.

MIS is a diversion from the difficulties of systems

A system:

- Cannot be represented as an arithmetic function of "more than the sum of its constituent parts."
- Exhibits behavior(s) not explainable by the behaviors of its parts.
- Is mystifying, and therefore a noteworthy and mobilizing construct.



Wisdom in the Ancient Hunting Party

- Tracker/scout can find anything
- Marksman/shooter –can hit anything
- Logician/cook –makes the endeavor possible
- Shaman/jester gives
 meaning and reflection

Out of the Information Trap: Towards the 4th Dimension

Dimension	Resource	Level of Analysis

- ✓ 3+n
- **√** 3
- **√** 2
- **√** 1

Wisdom?

Knowledge

Information

Data

4 dimensional

3 dimensional

2 dimensional

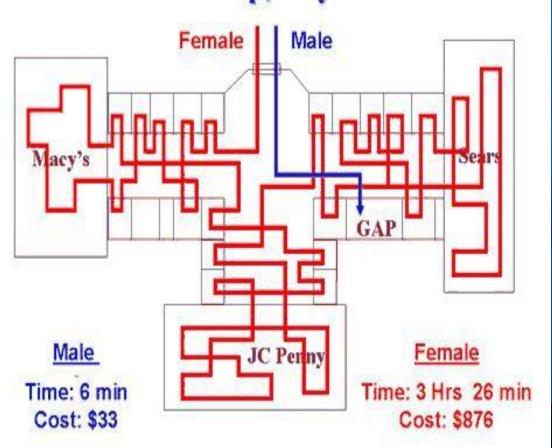
Oth dimension

or "Truth at higher levels of abstraction

```
Object/Subject Level of abstraction
■ Manifestation.....the thing in itself.
           Oth
Measures.....about things.
           1 st
Models.....about measures
           2nd
Metaphors.....about myths
           3rd
■ Myths.....about meaning
          n^{th} ....
```

Negotiating with what can't be effectively managed

Mission: Go to Gap, Buy a Pair of Pants



- Some differences are fundamental.
- From the certainty of bargaining to the ambiguities of negotiation

Negotiation: what is it?

- Negotiation must involve differences that can make a difference; e.g., not questions of hierarchy, matrix or centrally imposed form
- The enemy of negotiation is arrogance, e.g., "What is mine is mine, but what's yours is negotiable, so lets negotiate."
- The ugly sister of arrogance, ignorance, deters negotiation.
 - "When you know, why learn."

Changelessness/Change

- A difference that makes a difference
- A basis for different realities
- Two approaches to ma naging reality
- Two perspectives on the world
- A means to understand history and its reinterpretation

More eternal and fundamental than differences between:

- Black/White
- Female/Male
- Theory/Practice
- Socialistic/Capitalistic
- Secure/Risky
- Public/Private

Reality management begins with problem depiction during change

- I: Non-problems move or don't move
- II: Problems determine best course of action and take it
- III: Contradictions select from amongst two, or more, actions where best remains indeterminate
- IV: Dilemmas choice disallowed, action required

After the 3rd Paradigm

■ 1st PARADIGM — Mechanical Thinking: thinking about machines until you end up thinking as a machine thinks

■ 2nd PARADIGM – Systemic Thinking: thinking about connections between things until you stop thinking of things

■ 3rd PARADIGM – Both plus more...

Logic, and its limits

- Logic is a noun that represents the art of thinking and reasoning in strict accordance with the limitations and incapacities of human misunderstanding. The basis of logic is the syllogism, consisting of a major and minor premise and a conclusion, thus:
- A: Major premise 60 men can do a piece of work 60 times as quickly as 1 man.
- B: Minor premise 1 man can dig a posthole in 60 seconds, therefore
- □ C: Conclusion 60 men can dig a posthole in 1 second.

"By combining logic and mathematics we obtain a double certainty and are twice blessed." (Ambrose Bierce, <u>Devil's Dictionary</u>, 1888)

