

# **Organizational Structure Effect on Communication Efficiency for Management Information System Supported Organizations: A Delphi Study**

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# Problem Statement

The general problem is modern organizational hierarchies in large corporations with mechanistic structures create a delay in the information flow that prevents knowledge workers from being successful (Wheatley & Kellner-Rogers, 1996).

The specific problem is modern hierarchal organizational structures decrease the communication speed and quality within the management information systems (MIS) subgroups responsible for orchestrating communication throughout the organization, which ultimately decreases overall organizational performance and effectiveness (Klovienė & Gimžauskienė, 2008)

# Support for Problem Statement

The industry statistic shows 60-82% of projects fail primarily due to the inability of leadership to manage change, scope and the worker efforts through communication boundaries across all levels of an organization (Morris, 2008).

Organizational leaders need to lead the diversity within organizations by not constraining the individuals via fixed distances of reporting through the organization and thereby limiting communication across the organization (Gibson et al., 2009).

To be responsive to rapid change, organizations implemented flexible functions like cross-functional teams and MIS sub-groups in order to adapt to internal and external influences (Zehir, Altindag, & Gonsel, 2008).

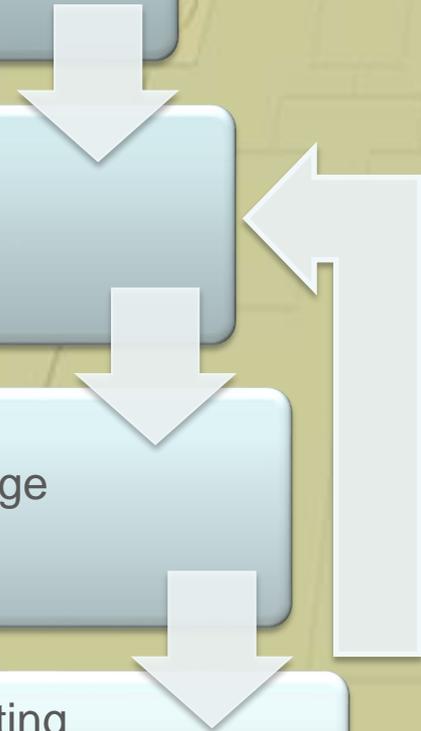
The need to be adaptable, advance communication through organizational design, and improve overall organizational performance identifies a potential for an alternate viewpoint to fit organizational communication requirements (Gibson, et al., 2009).

Programs Fail  
Due to Ineffective  
Communication

Modern Hierarchical  
Design Limits Cross-  
functional  
Communication

MIS Groups Manage  
Communication

Groups Supporting  
MIS Need to  
Coordinate Across  
Functions



# Purpose Statement

The purpose of the qualitative Delphi study with supporting quantitative data was to examine and better understand the current effects and the limitations on communication in traditional hierarchical organizations with relation to groups applying, supporting, or creating management information systems (MIS) to identify potential organizational design alternatives.

# Significance of Study/Leadership

- Macro
  - Organizational Communication
- Micro
  - Organizational Design
- Benefit
  - Improved communication through new organizational design



# Research Questions

R1: How do leaders currently address the organizational design integration requirements of MIS throughout an organization to support communication?

R2: What organizational design might be more beneficial to exist within a traditional bureaucratic structure but provide the horizontal communication necessary for MIS effectiveness?

**Current**

**Future**

**Support**

**Adapt**

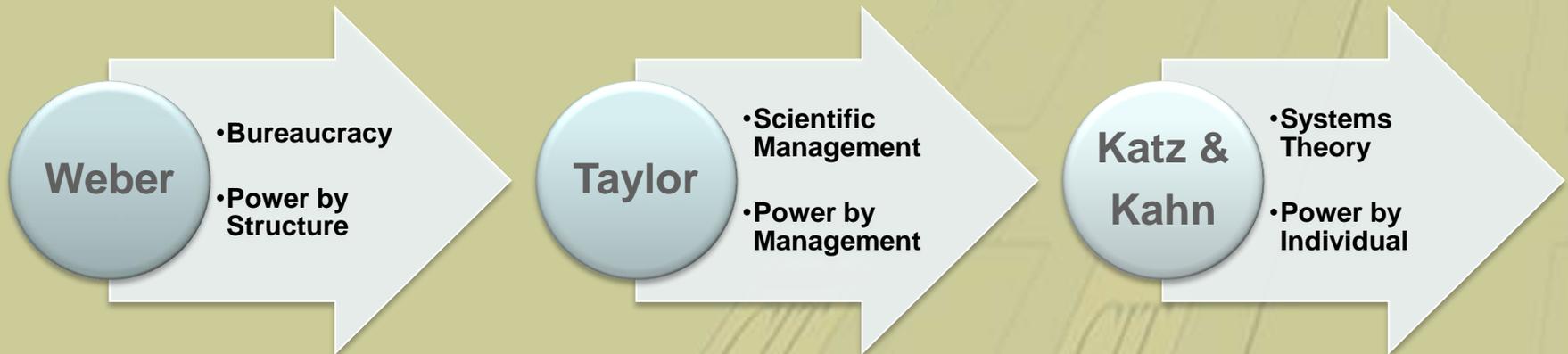
R3: How can leaders manage effectively and efficiently the communication of responsibility, accountability, and authority (RAA) for MIS across multiple organizational structures?

R4: How can a highly structured and formalized postmodern organization adapt to new theories of structural design to promote communication in groups supporting MIS?

# Theoretical Foundation

“Experience tends universally to show that the purely bureaucratic type of administrative organization—that is, the monocratic variety of bureaucracy—is, from a purely technical point of view, capable of attaining the highest degree of efficiency and is in this sense formally the most rational known means of carrying out imperative control over human beings.” (Weber, 1947, p. 337)

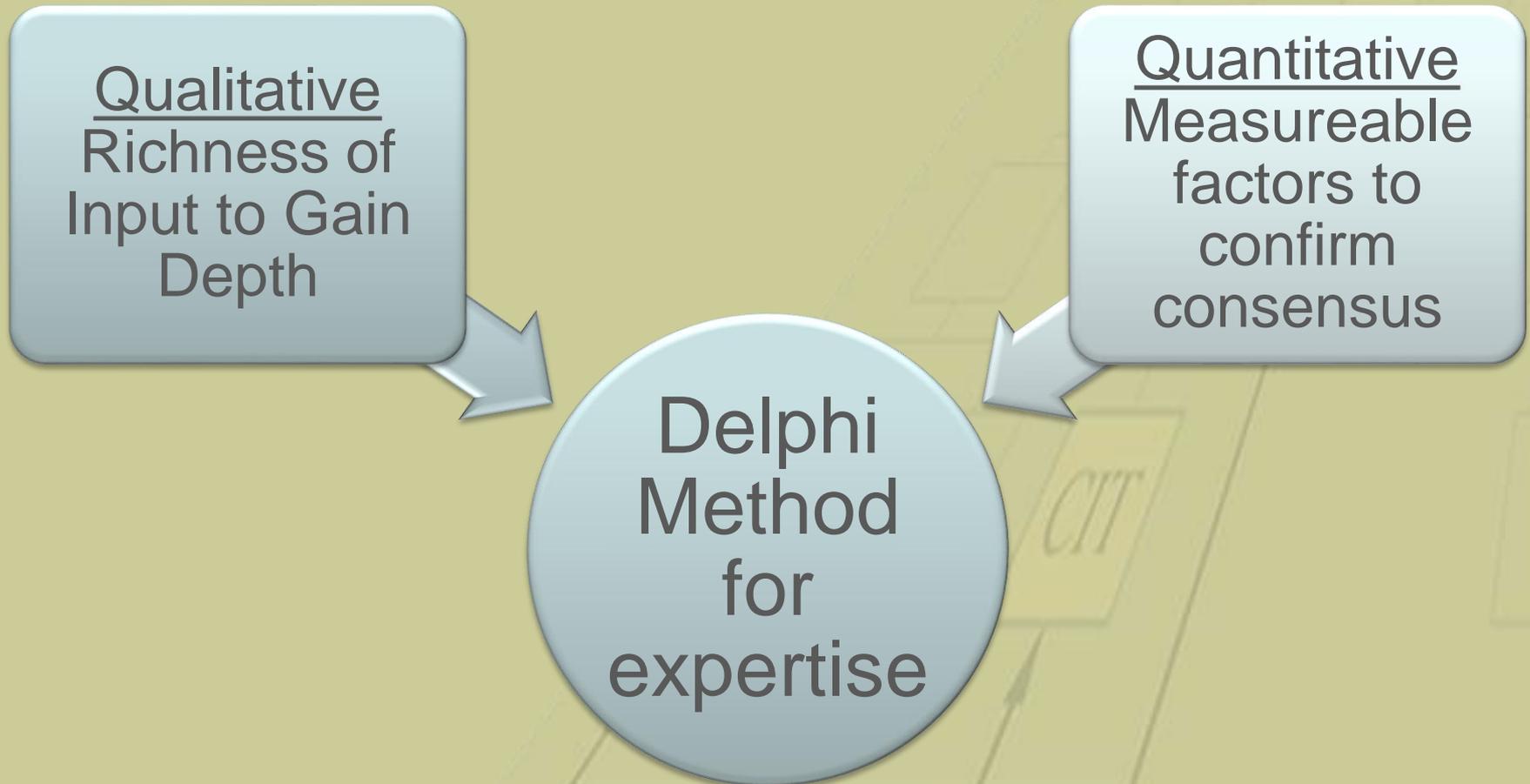
“In this sense, communication—the exchange of information and the transmission of meaning—is the very essence of a social system or an organization. The input of physical energy is dependent on information about it, and the input of human energy is made possible through communicative acts.” (Katz & Kahn, 1978, p. 255)



“Taylor believed that the workers of his time had too much knowledge and therefore too much power. Getting that knowledge out of the worker’s head into managers’ was his overriding concern” (Hoopes, 2003, p. xxvi)

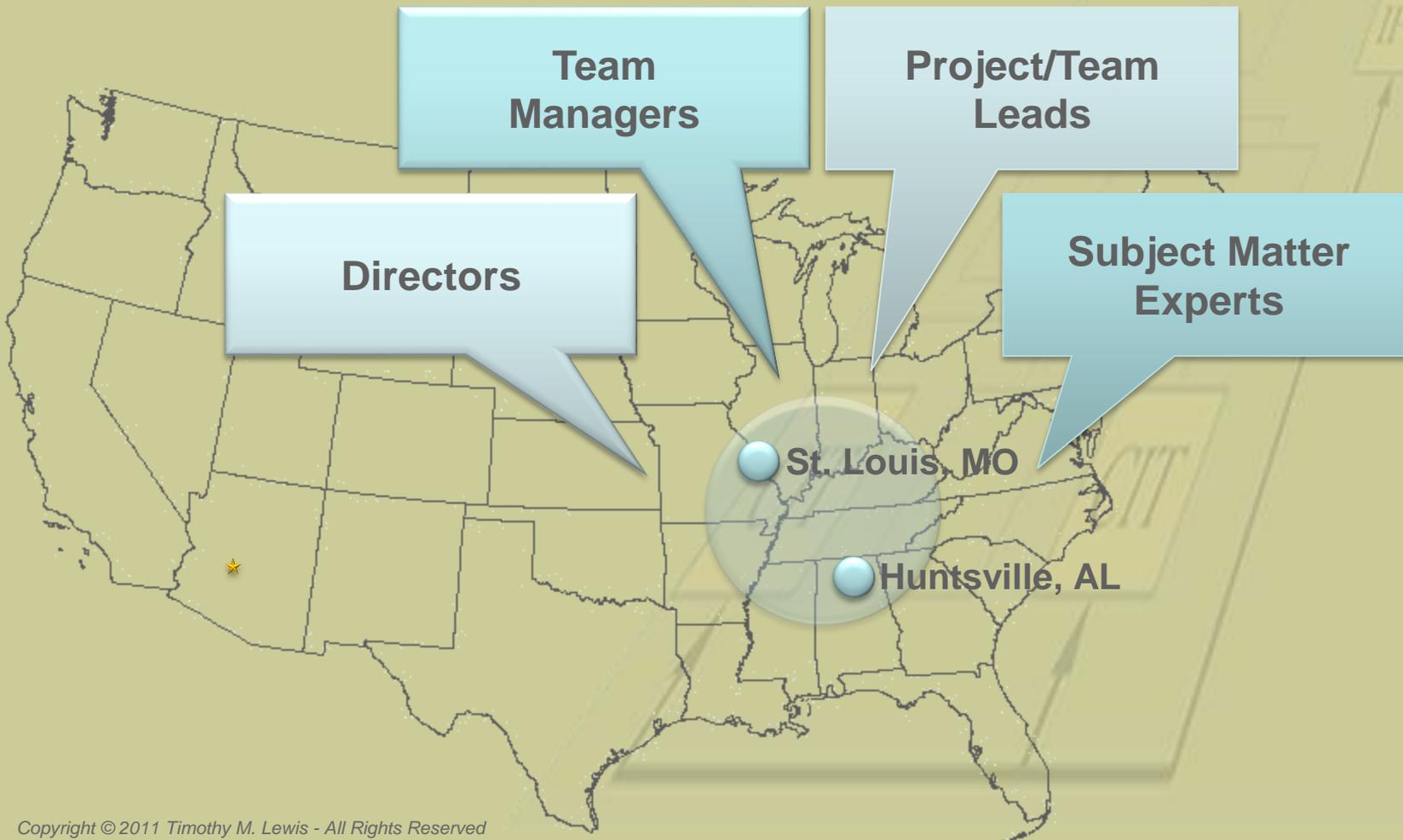
# Methodology

## Qualitative with supporting quantitative data



# Population Under Investigation

## Large Corporations in the Midwest region



# Data Collection



Highest educational level (Required)

High School  
 Undergraduate  
 Graduate  
 Doctorate

Years of Military Service (Required)

0  
 1-4  
 5-9  
 10-14  
 15-19  
 20-24  
 25+

Years of Professional Service (not including military) (Required)

0  
 1-4  
 5-9  
 10-14  
 15-19  
 20-24  
 25+

Primary Organization Type (Required)

Program  
 Functional

Leadership level in current organization (Required)

Subject Matter Expert  
 Project/Team Lead  
 Team Manager  
 Director/Program Manager

Number of direct reports in your organization. (Please enter a whole number) (Required)

Organizational Communication

The following statements are used to assess your overall opinion on the effect of organizational design on communication with regard to support or creation of tools, processes, and application of management information systems (MIS). Please select the level to which you agree or disagree with each statement.

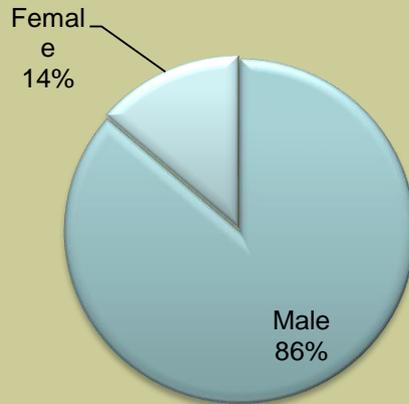
	Strongly Disagree	Disagree	Neither Agree nor Disagree	Agree	Strongly Agree
1. Organizational design architecture has a direct effect on speed and quality of communication. (Required)	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
2. MIS tools, processes, and groups provide the common foundation for communication within an organization. (Required)	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
3. Horizontal boundaries in organizations are difficult to overcome. (Required)	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
4. Vertical boundaries in organizations are difficult to overcome. (Required)	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
5. Lack of clearly defined responsibility, accountability, and authority has a direct effect on communication within an organization. (Required)	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>

General Observations and Comments

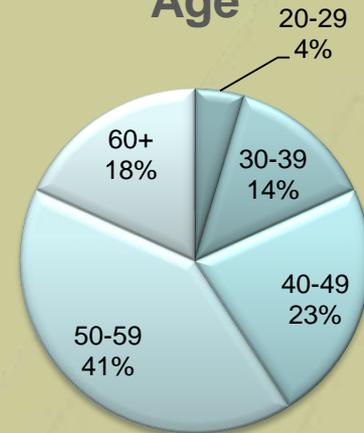
What additional factors contribute to the capability of an organization to effectively communicate through the use of MIS tools, processes, and sub-groups? Include any additional comments or recommendations you would like to share. (Required)

# Personal Demographics

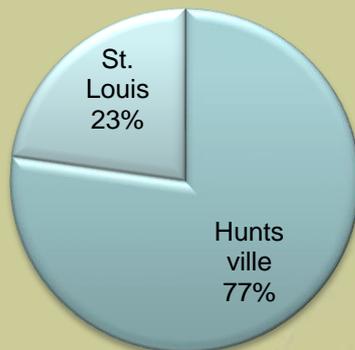
## Gender



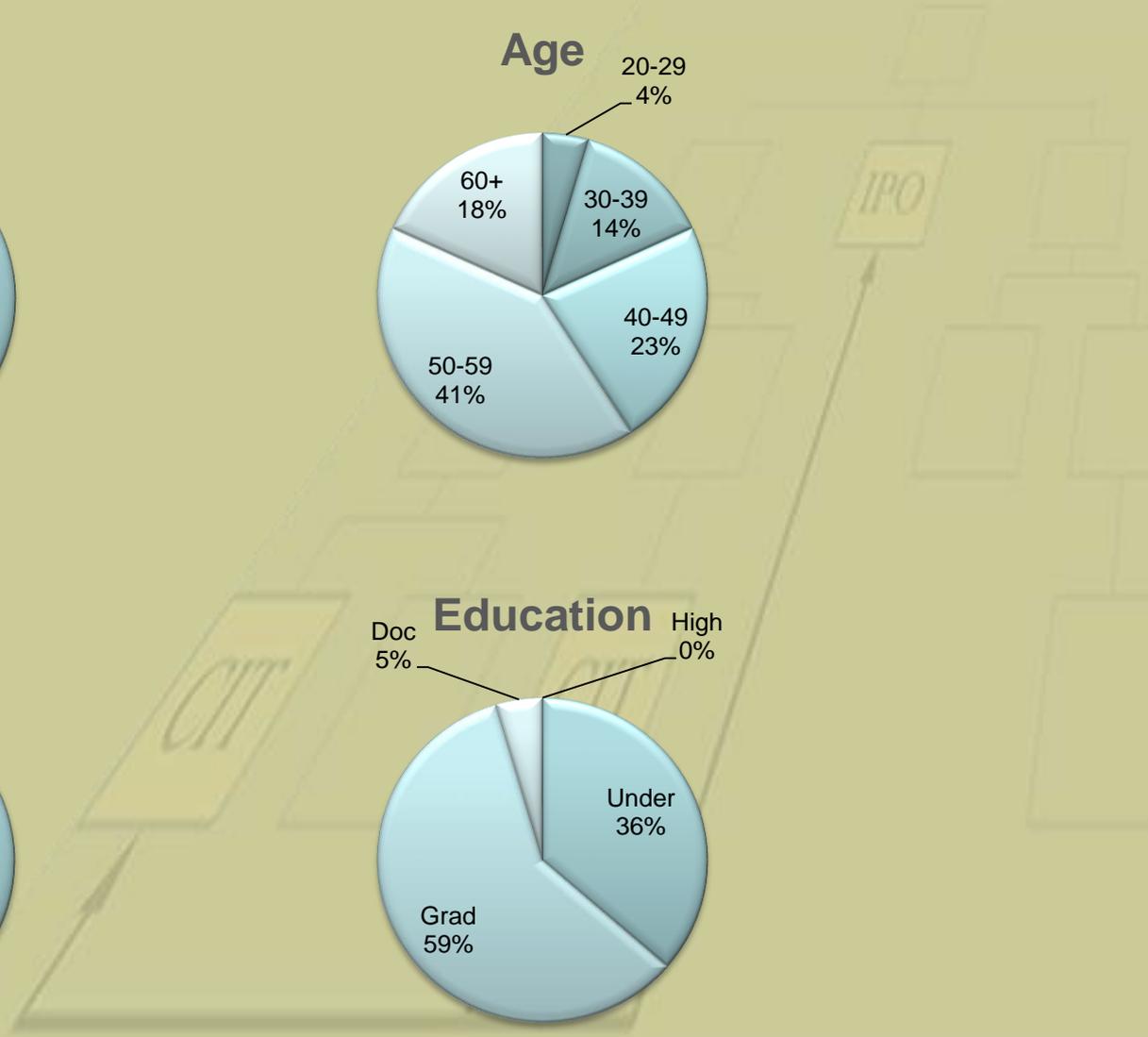
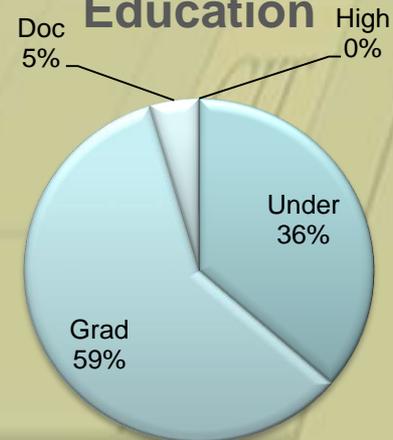
## Age



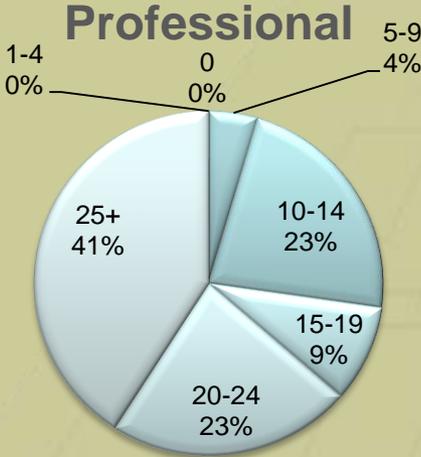
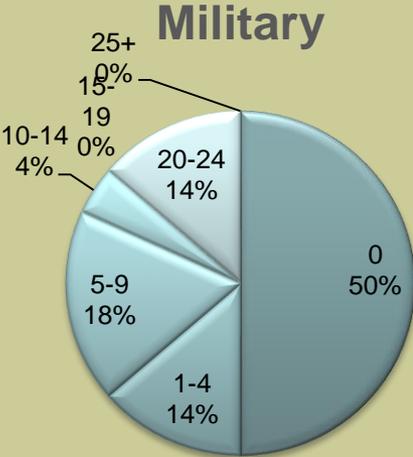
## Metro Area



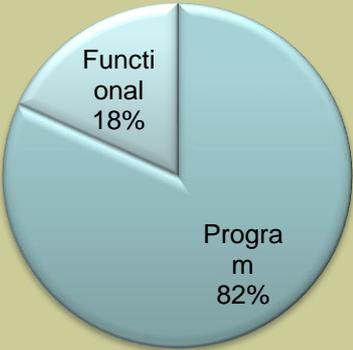
## Education



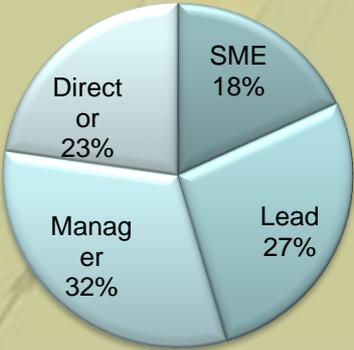
# Professional Demographics



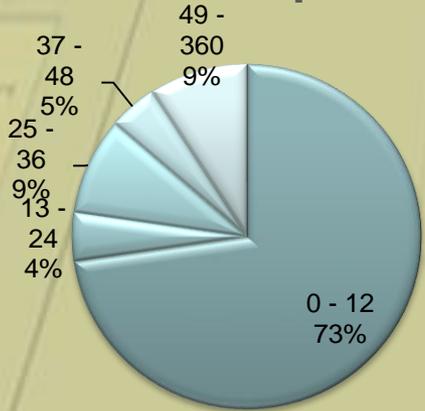
Org Type



Leadership



Direct Reports

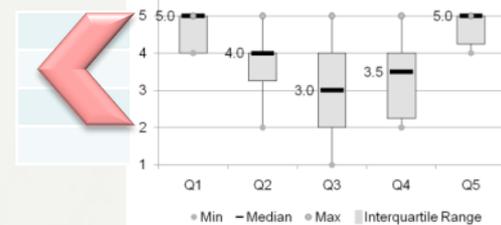


# Chapter 4 Analysis Round 1

## Round 1

- Q1: Design Has Impact On Communication
- Q2: MIS Is Common Communication Foundation
- Q3: Horizontal Boundaries Are Difficult
- Q4: Vertical Boundaries Are Difficult
- Q5: No RAA Impacts Communication

*Note.* Text in gray denotes consensus was achieved



Theme 1

Theme 2

Theme 3

Open Culture

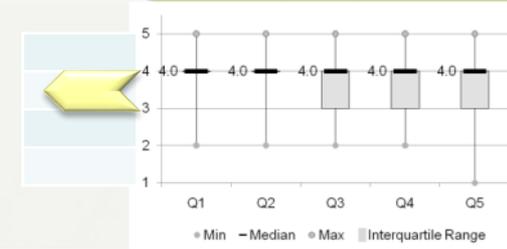
Commonality/Resistance to Change

Required Proper Use of Effective MIS Tools.

# Chapter 4 Analysis Round 2

## Round 2

- Q1: Vertical Boundaries Impede Common Practice
- Q2: Dissimilar Groups With No Common MIS
- Q3: Horizontal Overcome By Common MIS All Levels
- Q4: Horizontal Overcome By Common MIS All Teams
- Q5: Mandated MIS Is Necessary



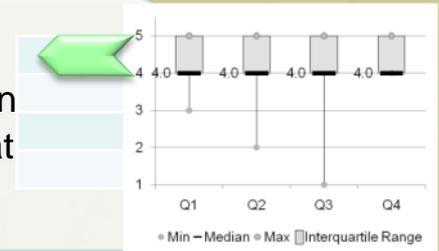
Note. Text in gray denotes consensus was achieved

Question	Theme 1	Theme 2	Theme 3	Theme 4	Theme 5
<b>Common Theme</b>	<b>Individuals given RAA to use MIS</b>	<b>Leadership setting the standard</b>	<b>Clear Communication Plan</b>	<b>Organizational Support</b>	<b>Collaboration of Tools and People with a Common MIS</b>
<b>Sub-Themes Question A</b>	RAA to use tools 53%	Leader/Manager support to reinforce 35%		Integration of functional and program 18%	Collaboration 24%
<b>Sub-Themes Question B</b>	RAA to use tools 41%		Comm Plan 18%		Collaboration of Tools a People 41%
<b>Sub-Themes Question C</b>	RAA across groups 53%		Comm Plan 6%		Collaboration of Tools and People 29%
<b>Sub-Themes Question D</b>		Lead by Example 53%		Obtain Organization Support 47%	
<b>Sub-Themes Question E</b>			Program Plan 76%		
<b>Average</b>	49%	44%	33%	32%	31%

# Chapter 4 Analysis Round 3

## Round 3

- Q1: Leadership Support For Single MIS Team
- Q2: Centralized MIS To Coordinate Throughout Organization
- Q3: MIS Supported As The Single Authority For Implementat
- Q4: Demonstrated Success To Obtain Support



Centralized MIS teams are good to create commonality for both enterprise solutions and program unique solutions, but require periodic assessment to ensure the tools provided will continue to be the best support capability meeting the needs of the organization.

There is no “one size fits all” solution and the MIS must be adaptive to support the specific needs of the organization and predominately support the end-user for the solutions.

# Chapter 5 Findings Round 1

**Quantitative**

- Need RAA
- Give RAA
- Remove Boundaries

**Qualitative**

- Open culture
- Commonality and resistance to change
- Required proper use of effective MIS tool



## Chapter 5 Findings Round 2

### Quantitative

Boundaries  
impede

Need common  
tools

Mandated MIS

### Qualitative

Individuals given  
RAA

Leadership setting  
standard

Clear  
Communication  
Plan

Organizational  
Support

Collaboration with  
a common MIS



## Chapter 5 Findings Round 3

**Quantitative**

- Centralized MIS
- Full RAA
- Remove Boundaries
- Leadership Support

**CONSENSUS**

**Qualitative**

- Centralized MIS teams with periodic assessment
- MIS must be adaptive to support the organization



# Chapter 5 Findings Summary

F1: Program and functional leadership must jointly support a single MIS Team to design a cross-integrated MIS to meet the needs of the organization by establishing clear accountability through a program plan to integrate the tools at all levels of the organization

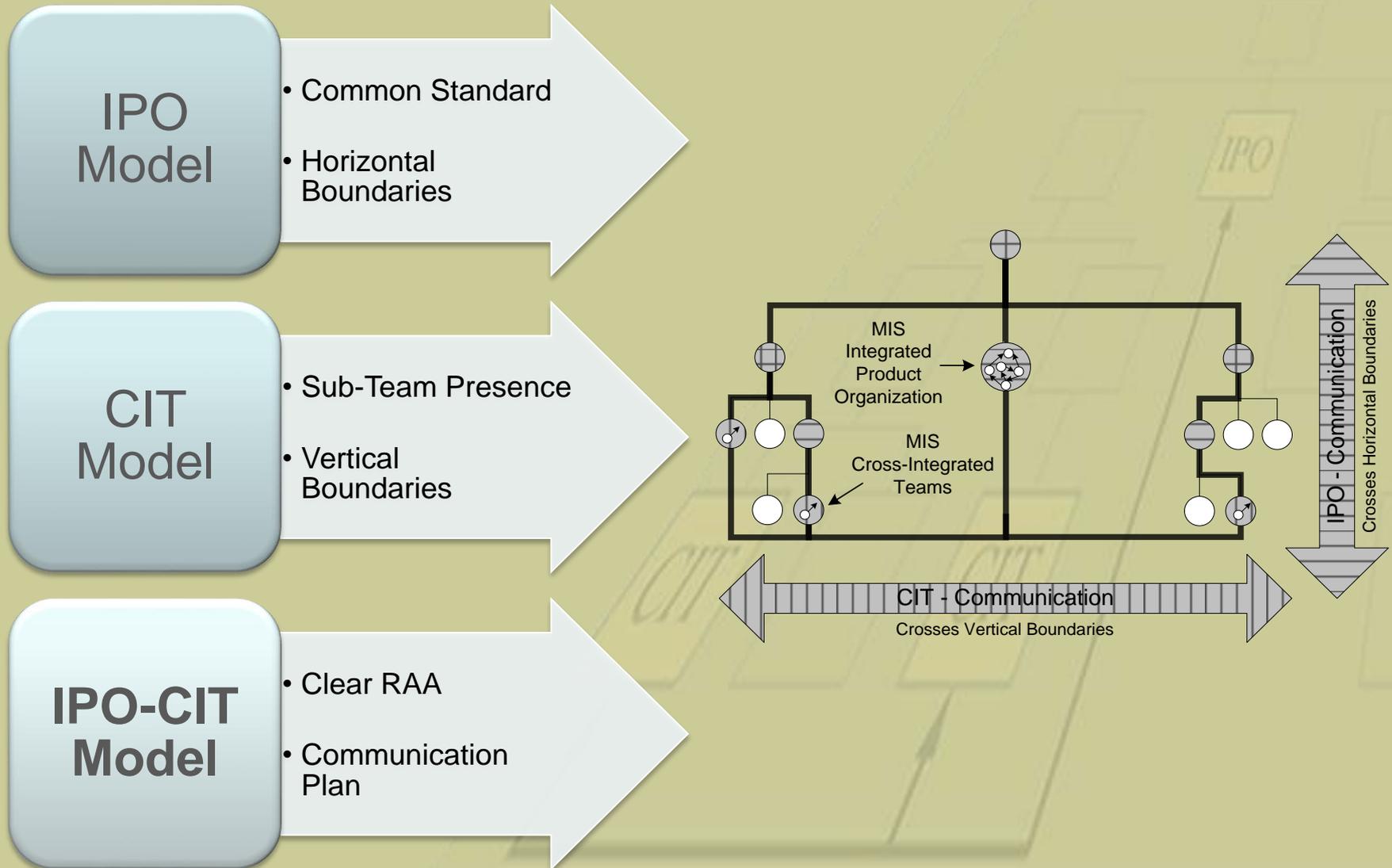
F2: A centralized MIS team is needed to facilitate a closed-loop plan of tools, services, and people coordinated with leadership and the RAA to collaborate with users at the working level to integrate solutions horizontally and vertically throughout the organization.

**RAA**      **Centralized**  
**Support**   **Demonstrate**

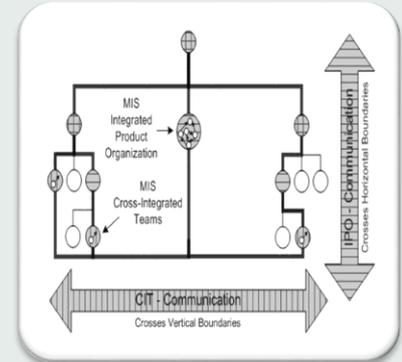
F3: Leadership from the highest levels to the working levels must support the MIS Team's mission as the single authority to implement the integrated solution plan to support all levels of the organization.

F4: MIS Teams need to demonstrate success and benefit of solutions through actual test cases within the organization that are actively adopted by leadership to set the example and thereby obtain willing support of all individuals throughout the organization

# Recommendations for Leaders



# Recommendations for Future Research



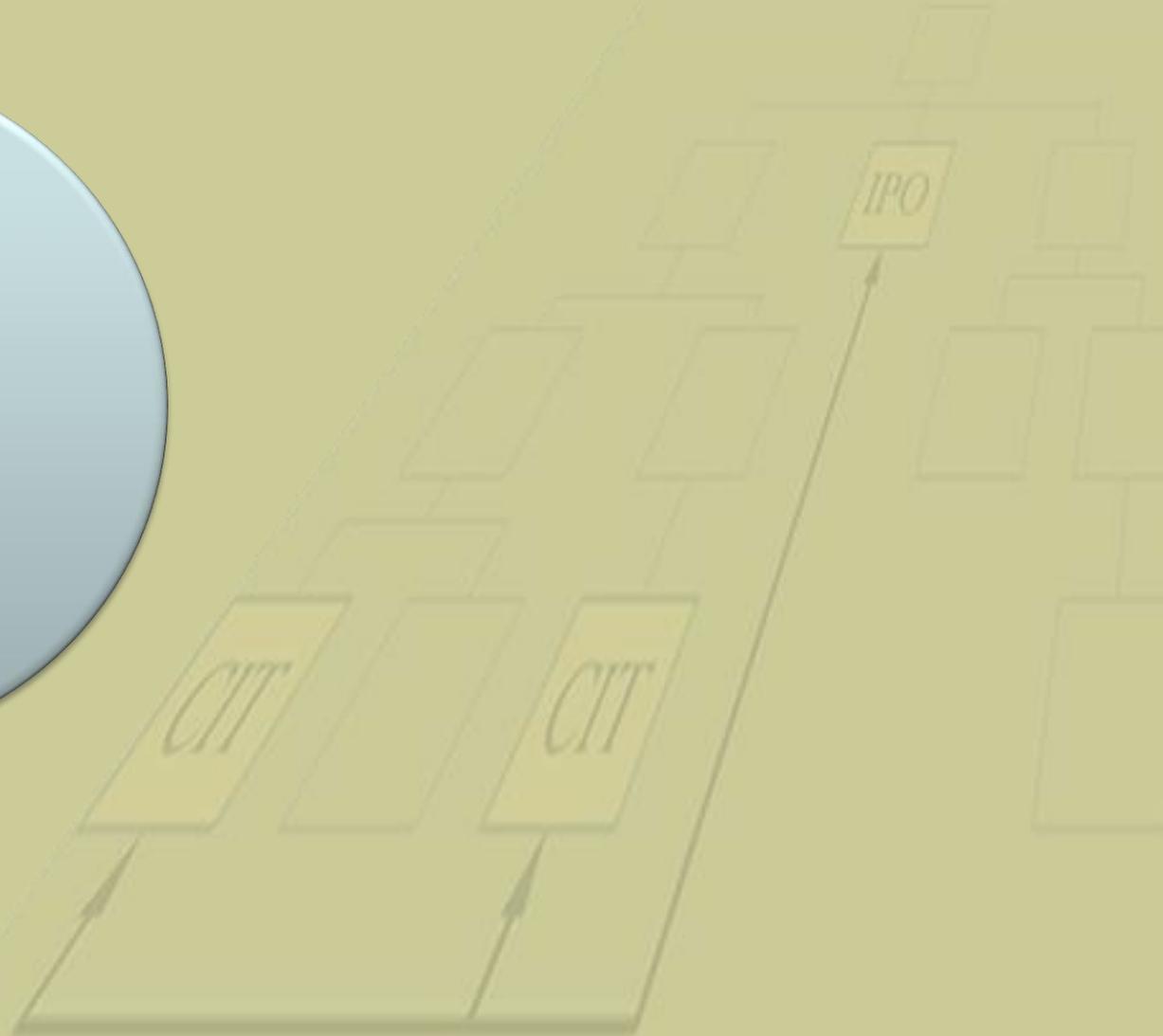
Apply similar method to different organization types and functions

Follow-on analysis of separation between Agree and Strongly Agree

Perform a purely qualitative Delphi study with personal interviews

Apply the IPO-CIT Model to an existing organization

# Questions



# References

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