

Readings in Global Organization Design 2005 Conference Proceedings

Creating an Organization Design to Deal with Global Complexity

by George Weber

Article #05-08-10-S7-3



GLOBAL ORGANIZATION DESIGN CONFERENCE

Creating an organization design to deal with global complexity

International Federation of Red Cross and Red Crescent Societies – George Weber, Former Secretary General (CEO) of the Federation, and currently CEO of the Canadian Dental Association

August, 2005

- > International Federation of Red Cross and Red Crescent Societies:
 - 233 million people assisted through 105 million volunteers and 298,000 staff
 - \$24 billion in annual expenditures
 - Operate in nearly every country of the world

Slide 2

- > Purpose is to improve the situation of the most vulnerable people through:
 - Coordination or direction of disaster relief and rehabilitation
 - Development of National Red Cross / Crescent Societies
 - Representation and Liaison



- > Secretariat headquartered in Geneva with:
 - 16 regional offices
 - 50 plus country offices
 - 5,000 plus Secretariat employees (92 nationalities) around the world
- Soverned by a General Assembly / Executive Council
- Strategic Work Plan



GLOBAL ORGANIZATION DESIGN SOCIETY

1993

410,000,000 in appeals

15,200,000 beneficiaries

149 National Societies



GLOBAL ORGANIZATION DESIGN SOCIETY



The Need for a Review

- > New Secretary General (CEO)
- > Increasing demand (humanitarian gap) and complexity of operations
- > Increasing numbers and strength of National Societies led to:
 - Increasing demand for services
 - Requests for more timely receipt of services
 - Different types of services



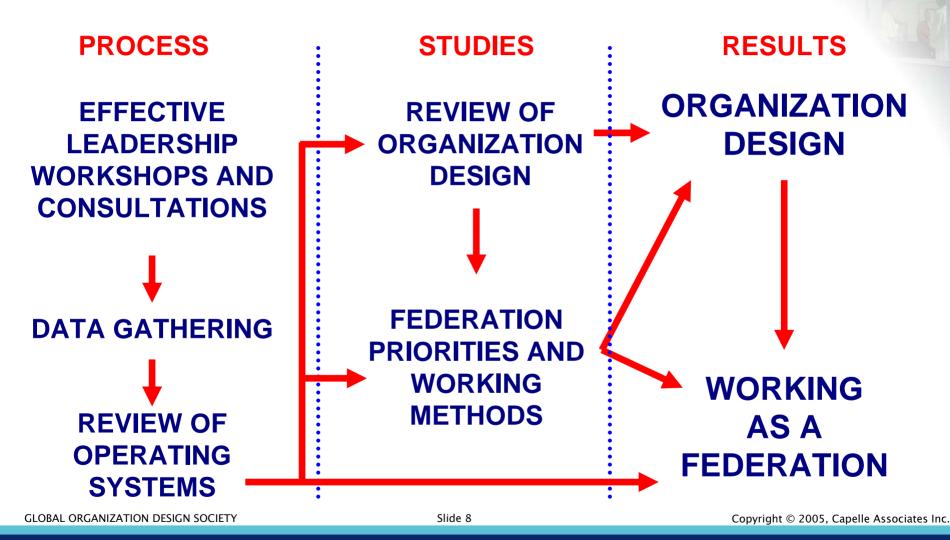
GLOBAL ORGANIZATION DESIGN SOCIETY

The Need for a Review

- > Greater volumes of information requiring specialization
- Stronger call for more accountability and transparency
- > Increasingly competitive, challenging and fastmoving environment
- Desire to maximize effectiveness within available resources



Method - Overall Change Process





Method

- > Literature Review
- > Interviews with all current management employees (in Geneva and Field)
- Task analysis
- > Work Flow Process analysis
- > Time Span analysis



Key Findings

- > Greater management depth and restructuring required
- > Systems and procedures needed improvement
- > Field Geneva relations needed clarification and strengthening
- > Better balance between relief functions and development functions
- > Planning system needed refinement



Results

- > Implementation of a Stratum 6 organization (was a Stratum 5 organization with compression)
- > Increased Management Depth:
 - Creation of four Stratum 5 Under Secretary General Positions – was a missing layer of work
 - Creation of Deputy Director positions in larger regional departments
 - Strengthening of Human Resources function
- > Reduction of Secretary General span of control (from 16 to 9)



Results

- > Clarified the accountabilities between the field and Geneva:
 - Heads of Regional and Country Delegations direct reports of Directors of Regional Departments
 - Cross functional accountabilities from Specialist
 Delegates to the Geneva support departments
- > Business planning was enhanced to reinforce and implement these vertical and cross functional accountabilities and authorities



The Organization - Results

1993

410,000,000 in appeals

15,200,000 beneficiaries

149 National Societies



1999

631,100,000 in appeals

30,100,000 beneficiaries

176 National Societies



The Change Process

- > Two parallel processes working together was successful (software and hardware)
- > Full involvement of staff in the process (all levels)
- > Extensive communication
- > Full time project director to keep the project on track, extensive use of task forces, and implementation by line management

Lessons Learned

- > External internal team to develop and implement planning system (every manager had own business plan)
- > Implementation of a changed operating culture takes longer than anticipated
- > Need to constantly re-energize the process
- Requisite Organization Design can be used in a global not-for-profit organization while fighting fires



Lessons Learned

- > Importance of Managerial (Stratum 3) accountabilities in Regional and Country Delegations to Geneva
- > Importance of filling the key positions as soon as possible

OUR The Global Organization Design Society is a not-for-profit corporation registered in Ontario, Canada to promote the following objective:

The establishment and operation of a world-wide society of academics, business users and consultants interested in sciencebased management to improve organizational effectiveness for the purposes of:

Promoting among existing users increased awareness, understanding and skilled knowledge in applying concepts of Levels of Work Complexity, Levels of Human Capability, Accountability, and other concepts included in Requisite Organization and/or Stratified Systems Theory.

Promoting among potential users of the methods, appreciation of the variety of uses and benefits of science-based management, and access to resources

Sponsorship is provided in part by the generous support of the following organizations:











































OUR BOARD

Piet Calitz, South Africa Julian Fairfield, Australia Jack Fallow, United Kingdom Jerry Gray, Canada, GO Treasurer Judy Hobrough, United Kingdom Ken Shepard, Canada, GO President Harald Solaas, Argentina George Weber, Canada Jos Wintermans, Canada

EDITORIAL BOARD

Jerry Gray, Ph.D. James G. Hunt Ph.D. Larry G. Tapp, LLD Ken Craddock, M. A., Web Editor and Peer Review Coordinator

CONTACT US

Global Organization Design Society 32 Victor Avenue

Toronto, Ontario, Canada M4K 1A8 Phone: +1 (416) 463-0423

Fax: +1 (416) 463-7827 E-mail: Info@GlobalRO.org www.GlobalRO.org



