

#### **OCAD University Open Research Repository**

Faculty of Design

2019

Using systemic design for the understanding and evolving of organizational culture: Mapping, framing and characterizing organizations from a systemic perspective

de la Rosa, Juan and Hovanesian II, Leon Paul

#### Suggested citation:

de la Rosa, Juan and Hovanesian II, Leon Paul (2019) Using systemic design for the understanding and evolving of organizational culture: Mapping, framing and characterizing organizations from a systemic perspective. In: Relating Systems Thinking and Design (RSD8) 2019 Symposium, Oct 13-15 2019, Chicago, USA. Available at http://openresearch.ocadu.ca/id/eprint/3229/

Open Research is a publicly accessible, curated repository for the preservation and dissemination of scholarly and creative output of the OCAD University community. Material in Open Research is open access and made available via the consent of the author and/or rights holder on a non-exclusive basis.

The OCAD University Library is committed to accessibility as outlined in the <u>Ontario Human Rights Code</u> and the <u>Accessibility for Ontarians with Disabilities Act (AODA)</u> and is working to improve accessibility of the Open Research Repository collection. If you require an accessible version of a repository item contact us at <u>repository@ocadu.ca</u>.

Using Systemic Design for the Understanding and Evolving of Organizational Culture:

Mapping, Framing and Characterizing

Organizations from a Systemic Perspective

Juan de la Rosa Associate Professor UNC PhD Student UIUC **Leon Paul Hovanesian II**Senior Business Designer
Doblin Group

## Organizational challenge

Organizations are constructed as a system of ideological beliefs that irradiates a socio-technical system, that eventually transform the organization through their interactions over time.

#### Organizational challenge

An observation of the current organizational climate shows that:

- Economic systems have been moving from the production and manufacturing age to a service economy, (Gallouj, 2002; Buera & Kaboski, 2012),
- **Automation and AI are changing the notion of human capital**, and encouraged the idea of a so-called "fourth industrial revolution" (Schwab, 2017)
- Large multinational organizations struggle to outfit their businesses to be digital, agile, and responsive to change. Notion of speed of change and adaptability are defined in a different scale

Companies face a completely different challenge today: to stay alive and current in a rapidly changing market. But, it is no longer enough just to build new digital capabilities or adapt existing assets to work in connected digital ecosystems, but instead **help their human capital adapt to the rapid pace of change**.

## Organizational challenge

Design thinking has been broadly accepted by organizations as a tool to evolve and innovate in the market.

We argue that there is a need to promote a change in organizations to move from Design Thinking practices to Systemic ones.

- Even though current organizational practices have started to recognize the value of a systemic assessment or their cultural values in the planning process for strategic actions (Deserti & Rizzo, 2014) but common practices still underestimate the role of organizational culture in the definition of strategic plans for innovation (Muczik, 2004).
- There are few models or methods that can help designers really evaluate the real human-centered condition of the organization and the specific areas that might require the design intervention (Ringer & Robinson, 1996).

#### A need for systemic analysis

Using Sevalson (1999) argument, we find three initial statements to support this research:

- 1. The possibility of design to use practice as a laboratory for research
- 2. The need for design practices to establish protocols for systemic analysis
- 3. The ability of visualizations to provide insights about a complex problem

# Organizational culture as a value system

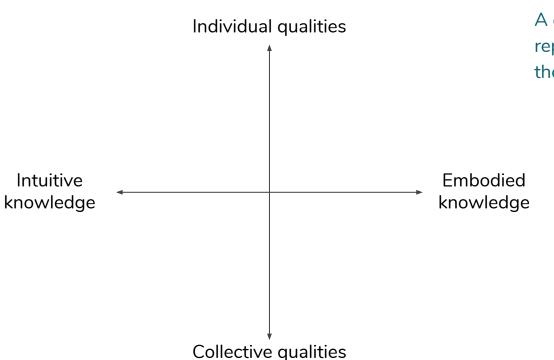
Based on the observation of design practice, we argue that strategic actions and the fitness of an organization to survive are not based on sole numbers or indicators, but on the internal composition of the organization and the values and forces that define its nature and position in the sector.

The value system of an organization requires systemic tools for analysis and observation.

## **Case of study**

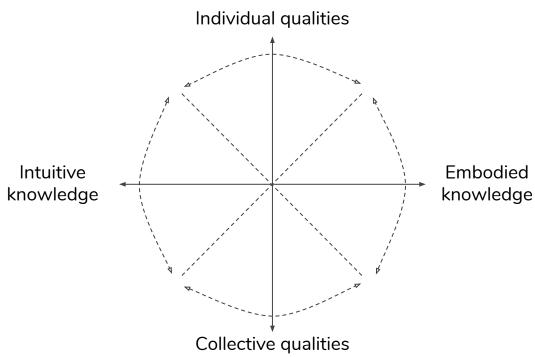
Model for evaluation of the value system of an organization as an indicator of adaptive health levels.





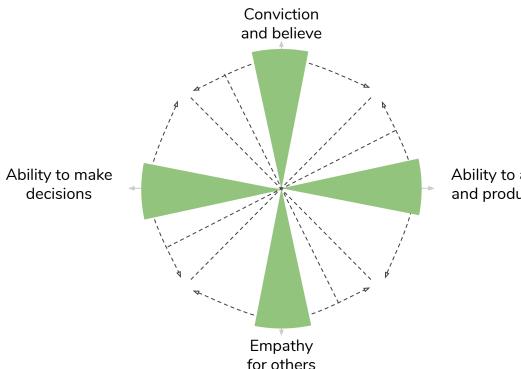
A cartesian matrix helps representing the main forces in the organization system.





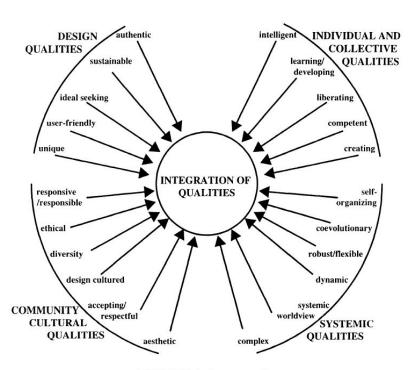
Each one of these vectors implies a range of action inside the system and a relationship of complement with the opposite side.





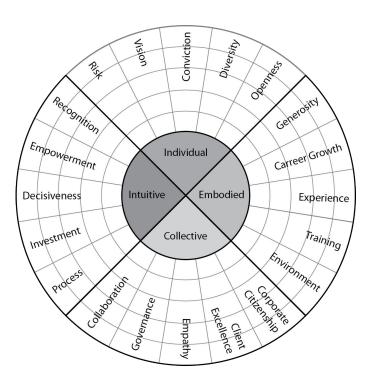
The definition of forces allow us to recognize specific areas or concepts that interact as part of the system.

Ability to act and produce



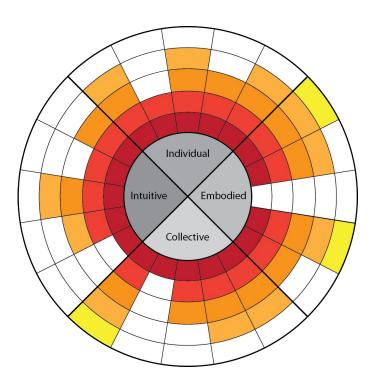
Banathy (1996) proposes the use of a circular model to represents the value system in design values, and define these forces as markers of the system.

FIGURE 6.3. An image example.



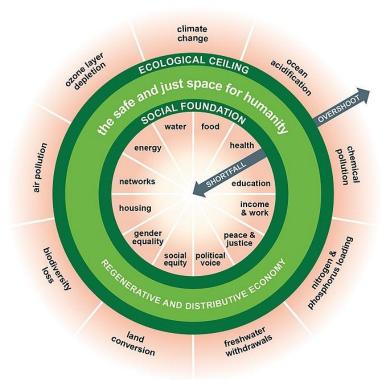
Using the internal forces of the system, the model proposes the definition of sectorized markers to evaluate the current state of the organization.

We have established an initial model of twenty systemic factors. Each one represents a sector where the organization can be measured to reveal the health level of its OC.



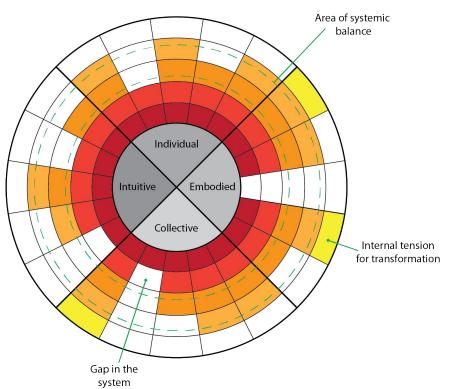
Each one of these markers is analyzed and evaluated through the use of qualitative research.

Values of the markers are calibrated to the specificities of each organization or group. Then, a systemic map of the markers of the corporate culture is produced to visualize the current state.



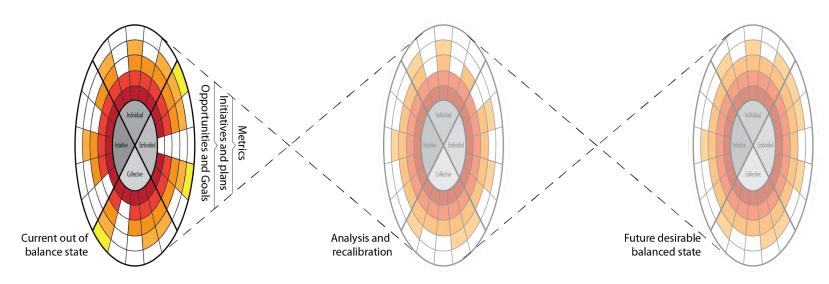
Raworth (2017) argues for a systemic view of economics where forces are evaluated based on the definition of balance among them.

Both low and high values are view as a problem of sustainability.



In the same way and based on the initial analysis, balance is defined based on the limits, tolerance and intentions of the organization.

Gaps in the system and areas of excess are used to define the needs and intentions for transformation and to produce an actionable Road Map.



Designers help organizations determine their goals and opportunities, and define actions and metrics to reach a balanced state.

#### **Initial results**

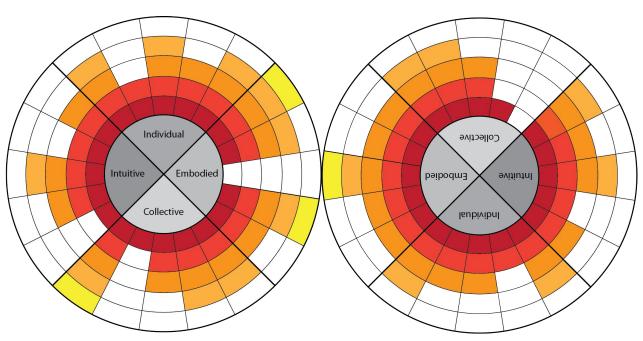
Initial testing of this model in real cases have proven to be successful in producing a more complex map of the factors that define the organizational culture, and therefore, allow a better response from the design team in the definition of possible strategies to reach a more balanced cultural situation.



Understanding the organizational culture as a system determined by relational interactions and values, allow us to recognize possible roadmaps of transformation, and anticipate possibilities for strategic alliances.

Scalability allow us to preview other ways in which this model can be used as a tool for systemic transformation, form a micro scale of analysis, to a macro scale for strategic movements.

#### Future spaces for strategic action



Using the tool inside an organization could help them recognize possible internal alliances between different groups with different needs and strengths.





#### Future spaces for strategic action

We also argue that systemic analysis of the organizational culture can provide better insight about possible internal shifts of the company, and opportunities for innovation, like the definition of new business opportunities presented by organizational strengths.

Future research in the use of this tool can provide more information about possible uses and scalability of the tool.

# Thanks

Juan de la Rosa juanad2@Illinois.edu Leon Paul Hovanesian II Ihovanesian@deloitte.com