



MANAGING PEOPLE MOTIVATION

Chapter 11





DEFINITION OF MOTIVATION

Motivation is the internal condition that activates behavior and gives it direction; energizes and directs goal-oriented behavior.





HISTORY OF MOTIVATION

- Carrot and Stick method - oldest form of motivation.
 - Managers regularly offered economic “carrots” to entice people to work harder.
 - This theory created a misconception that money always motivated persons to work harder.
- Mayo had an experiment that confirmed his belief that it was important for managers to take into account the psychology and well-being of the worker (than just offer money).



THE ERA OF INDUSTRIAL PSYCHOLOGY

- Led to an understanding of people and their symbiotic relationship with organizations
- Core Assumptions:
 - Organizations exist to serve human needs rather than the reverse
 - People and organizations need each other.
 - When the fit between individual and system is poor, one or both suffer
 - A good fit benefits both



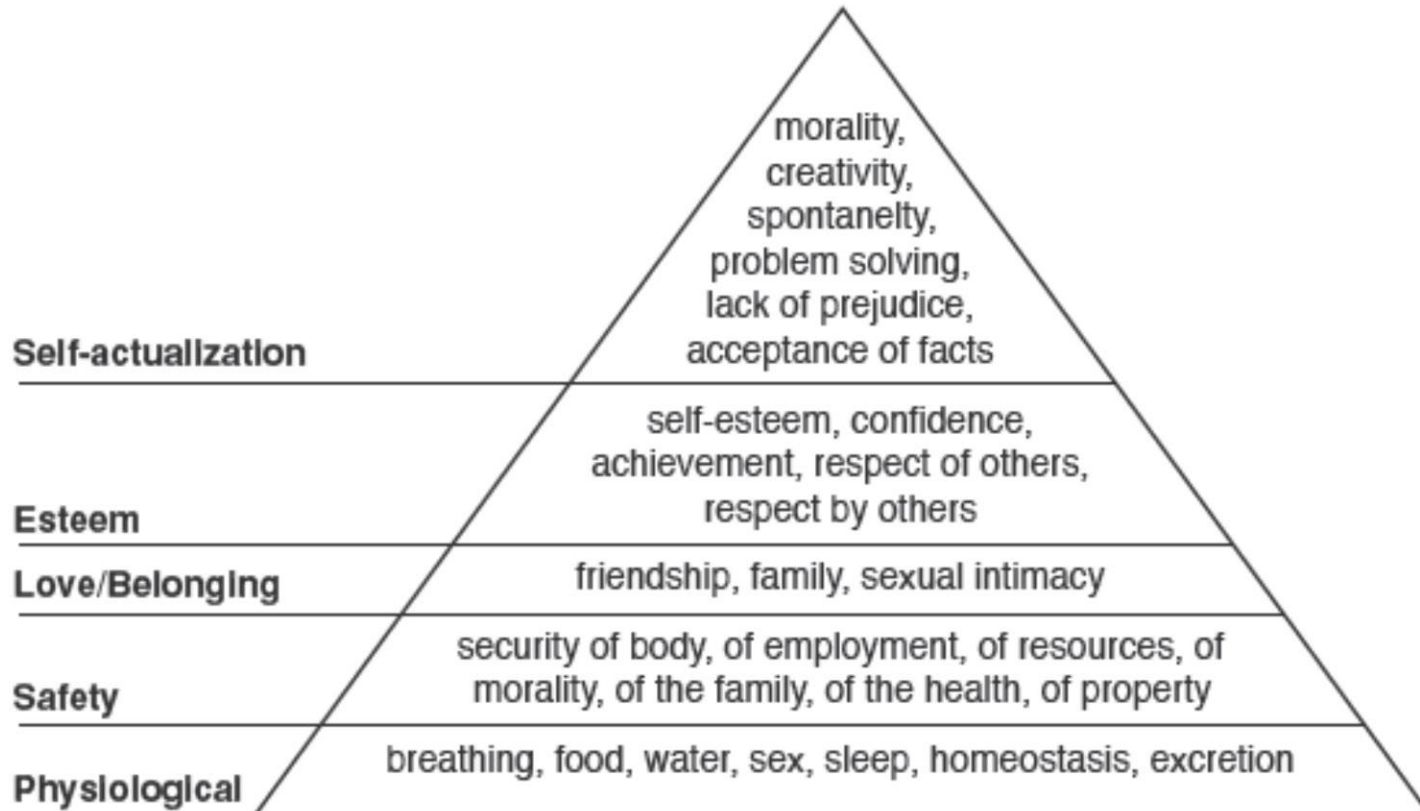
MOTIVATION THEORIES

- Need became the central element in everyday psychology.
- Motivation theories help provide insight into why people behave the way they do and what energizes them.
- Each of these theories made up the building blocks upon which motivational tools were based and applied in dealing with employees.





Maslow's Hierarchy of Needs





- Human beings have wants and desires which influences their behavior.
- Needs are arranged in order of importance, from the basic to the complex.
- The person advances to the next level of needs only after the lower level need is at least minimally satisfied.
- The further up the hierarchy, the more individuality, and humaneness and psychological health a person will show.





Psychological Needs	<p>Literal requirements for human survival.</p> <ul style="list-style-type: none"> • Breathing • Homeostasis • Water • Sleep
Safety Needs	<p>These needs have to do with people's yearning for a predictable, orderly world in which justice and inconsistency are under control.</p> <ul style="list-style-type: none"> • Personal security • Financial security • Health and well-being • Safety net against accident/illness and their adverse impacts
Social needs	<p>This psychological aspect of Maslow's hierarchy involves emotionally-based relationships in general</p>
Esteem	<p>Also known as belonging need, esteem presents the normal human desire to be accepted and valued by others.</p>
Self actualization	<p>The final need that manifests when lower level needs have been satisfied</p>

Maslow's work helps us understand the importance of individualizing motivational tools. Each person has a different need from others and at different times.



Herzberg's Motivation-Hygiene Theory

- The Two-Factor Theory also known as intrinsic/extrinsic motivation (Herzberg).
- He distinguished between
 - Motivators (challenging work, recognition, responsibility) which give positive satisfaction
 - Hygiene factors (status, job security, salary and fringe benefits)



Douglas McGregor's Theory X and Y

- In **Theory X**, management assumes employees are inherently lazy and will avoid work if they can and that they inherently dislike work.
- In **Theory Y**, management assumes that employees maybe ambitious and self-motivated and exercise self-control.
- It is believed that employees enjoy their mental and physical work duties.
- Work to them is as natural as play.



McClelland's Learned Needs Theory

- This theory proposed that an individual's specific needs are acquired over time and are shaped by one's life experiences
- Sometimes referred as three needs theory.
- Most of these needs are classified as either the following:
 - Achievement
 - Affiliation
 - Power



Equity Theory

- This theory was developed by John Stacey Adams in 1962
- The theory attempts to explain rational satisfaction in terms of perceptions of fair / unfair distributions of resources within interpersonal relationships.
- The 3 primary assumptions applied to most business applications of this theory



- Employees expect a fair return for what they contribute to their jobs – “equity norm.”
- Employees determine what their equitable return should be after comparing their inputs and outcomes with those of their co-workers.
- Employees who perceive themselves as being in an inequitable situation will seek to reduce the inequity either by distorting inputs and/or outcomes in their own minds; by directly altering inputs and/or outputs, or by leaving the organization.



Expectancy Theory

- This theory emphasizes the need for organizations to relate rewards directly to performance and to ensure that the rewards provided are those rewards deserved and wanted by the recipients.
- Three variables within the expectancy theory:
 - Expectancy probability – based on perceived effort-performance relationship.
 - Instrumentality probability – based on perceived performance-reward relationship.
 - Valence – refers to the value the individual personally places on the rewards.



Reinforcement Theory

- Reinforcement theory is the process of shaping behavior by controlling the consequences of the behavior.
- Two types of reinforcement:
 - Positive – when the occurrence of a valued behavior consequence has the effect of strengthening the probability of being repeated.
 - Negative – when an undesirable behavioral consequence is withheld, with the effect of strengthening the probability of the behavior being repeated.



- The best known application of the principles of reinforcement theory is called behavioral modification, or behavioral contingency management
- Four steps of behavioral modification program
 - Specifying the desired behavior as objectively as possible
 - Measuring the current incidence of desired behavior
 - Providing behavioral consequences that reinforce desired behavior
 - Determining the effectiveness of the program by systematically assessing behavioral change.



Incentive Plans

- Incentives are rewards given to employees for exceeding performance targets.
- Key fundamentals in any successful incentive plan:
 - Keep it simple and easy to measure
 - Reward only for surpassing business goals
 - Reward great individual effort
 - Encourage team results
 - Extraordinary rewards



FUN IN THE WORKPLACE

Humor, facilitates communication, refreshes the spirit, builds relationships, reduces stress, provides perspective, and promotes attendance.

