GIT 6 Organizational Analysis

Considering Trust:

Importance, Measurement and Interventions

Why is trust important?

- Enhances employee motivation and commitment; increases productivity
- Decreases employee turnover
- Facilitates efficient transactions
- Increases customer satisfaction
- Promotes cooperative behavior within organizations and between stakeholder groups
- Fosters creativity, innovation, and knowledge transfer (Pirson & Malhotra 2011).



How do we define Trust?

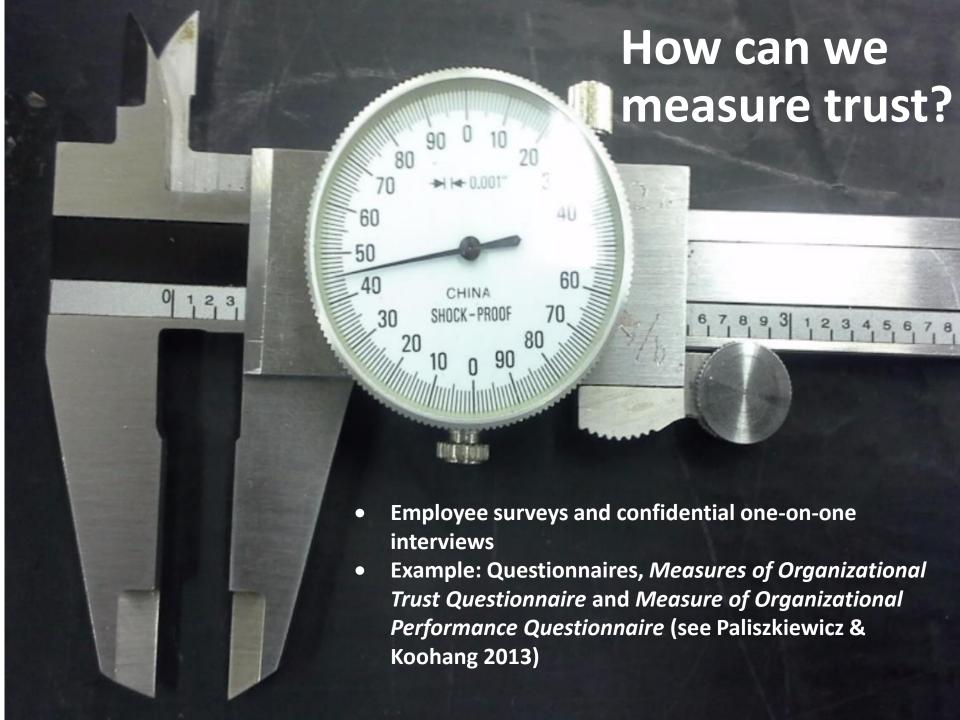
Trust

 A firm belief in the reliability, truth, ability or strength of someone or something (Google)

Organizational Trust

- Positive expectations individuals have about the intent and behaviors of multiple organizational members based on organizational roles, relationships, experiences and interdependencies (Shockley-Zalabak et al., 2000).
- Characteristics of organizations with high levels of trust (Hitch 2012)
 - Credibility
 - Respect
 - Fair treatment
 - High Interaction





Organizational Trust Measurement

- Q1. There is atmosphere for honest cooperation among employees.
- Q2. Clear expectation connected with results and aims from all employees.
- Q3. Employees are willing to share knowledge.
- Q4. Employees avoid participating in gossip and unfair criticism of others.
- Q5. Employees are willing to take part in trainings.
- Q6. Periodic meetings take place between employees and the management.
- Q7. In general, the work responsibilities are established and clear.
- Q8. Teamwork is encouraged and preferred.
- Q9. Employees are encouraged to take part in decision-making.
- Q10. Development of human resources is considered a measure of success.
- Chronbach's alpha (reliability) = 0.9
- Paliszkiewicz, J., Koohang, A., Gołuchowski, J., & Nord, H. (2014) Management trust, organizational trust, and organizational performance: Advancing and measuring a theoretical model, *Management and Production Engineering Review*, 5 (1), pp. 32–41

Organizational Trust Measurement

Questions to Measure Trust, including the Dimensions of Integrity, Competence and Dependability

- Q1. This organization treats people like me fairly and justly. (Integrity)
- Q2. Whenever this organization makes an important decision, I know it will be concerned about people like me. (Integrity; original dimension: faith).
- Q3. This organization can be relied on to keep its promises. (Dependability)
- Q4. I believe that this organization takes the opinions of people like me into account when making decisions. (Dependability)
- Q5. I feel very confident about this organization's skills. (Competence)
- Q6. This organization has the ability to accomplish what it says it will do. (Competence)
- Q7. Sound principles seem to guide this organization's behavior. (Integrity)
- Q8. This organization does not mislead people like me. (Integrity)
- Q9. I am very willing to let this organization make decisions for people like me.
- (Dependability)
- Q10. I think it is important to watch this organization closely so that it does not take advantage of people like me. (Dependability) (Reversed)
- Q11. This organization is known to be successful at the things it tries to do. (Competence)

Guidelines for Measuring Trust in Organizations, By Katie Delahaye Paine Copyright © 2003 The Institute for Public Relations https://www.instituteforpr.org/wp-content/uploads/2003 MeasuringTrust.pdf

What interventions can we undertake to cultivate trust?



- Train our leaders DWYSYWD; listening; transparency; inclusion; honesty; consistency
- Assess and promote fairness in all systems
- Clarify understanding of responsibilities and apply governance and accountability uniformly
- Innovation as an element of organizational performance
- Award and recognize members GIT Star of the Year
- T.R.U.S.T. Mnemonic (Hitch 2012)
 - T = Teach: Teach employees how things work; make it as transparent as possible.
 - R = Reward: Make sure reward systems align with organizational values and goals.
 - U = Unconditional Support: Encourage innovation. Create an environment where mistakes are opportunities to learn, not to punish. Give employees permission to "think outside the box."
 - S = Share Information: Communicate clearly and frequently.
 - T = Trustworthy: Make commitments and keep them.

GIT 6 Organizational Analysis Considering Trust: Next Steps

- GIT 6 discussion on value of such an initiative
- Develop a more detailed communication and data collection plan
- Brief the Management Board?
- Conduct survey and compile data
- Involve CBP in interpreting the results and brainstorming issues and opportunities for improvement

