PART 1: THE LITERATURE ON CHANGE MANAGEMENT

continuous change is characterised by people constantly adapting and editing ideas they acquire from different sources. At a collective level these continuous adjustments made simultaneously across units can create substantial change.

The distinction between episodic and continuous change helps clarify thinking about an organisation's future development and evolution in relation to its longterm goals. Few organisations are in a position to decide unilaterally that they will adopt an exclusively continuous change approach. They can, however, capitalise upon many of the principles of continuous change by engendering the flexibility to accommodate and experiment with everyday contingencies, breakdowns, exceptions, opportunities and unintended consequences that punctuate organisational life (Orlikowski, 1996).

Developmental, transitional and transformational change

Change can also be understood in relation to its extent and scope. Ackerman (1997) has distinguished between three types of change: **developmental**, **transitional** and **transformational**. (See Figure 1.)

- 1. **Developmental change** may be either planned or emergent; it is first order. or incremental. It is change that enhances or corrects existing aspects of an organisation, often focusing on the improvement of a skill or process.
- 2. Transitional change seeks to achieve a known desired state that is different from the existing one. It is episodic, planned and second order, or radical. The model of transitional change is the basis of much of the organisational change literature (see for example Kanter, 1983; Beckhard and Harris, 1987; Nadler and Tushman, 1989). It has its foundations in the work of Lewin (1951) who conceptualised change as a three-stage process involving:
 - unfreezing the existing organisational equilibrium
 - moving to a new position
 - refreezing in a new equilibrium position.

Schein in 1987 further explored these three stages. He suggested that unfreezing involves:

- disconfirmation of expectations
- · creation of guilt or anxiety
- provision of psychological safety that converts anxiety into motivation to change.

Moving to a new position is achieved through cognitive restructuring, often through:

- · identifying with a new role model or mentor
- scanning the environment for new relevant information.

Refreezing occurs when the new point of view is integrated into:

- · the total personality and concept of self
- · significant relationships.

15

DOH601515-0002



Systems thinking and change

Many of the approaches to organisational change found in the literature give the impression that change is (or can be) a rational, controlled, and orderly process. In practice, however, organisational change is chaotic, often involving shifting goals, discontinuous activities, surprising events, and unexpected combinations of changes and outcomes (Cummings *et al.*, 1985; Dawson, 1996). Accordingly, change can be understood in relation to the complex dynamic systems within which change takes place.

Systems thinking originated in the 1920s within several disciplines, notably biology and engineering, and grew out of the observation that there were many aspects which scientific analysis could not explore. Whereas scientific method – summarised by Popper (1972) as the three Rs: reduction, repeatability and refutation – increases our knowledge and understanding by breaking things