Managing Knowledge Workers

by Olivier Serrat

Rationale

Assumptions about people working in organizations are less and less tenable. One misleading notion is that they are subordinate employees retained around the clock; another is that they rely on their organization for livelihood and career. One hundred years ago, in the United States and Europe, the largest single group of workers labored in agriculture. Sixty years later, it consisted of technical, professional, and managerial people. Today, it is made up of knowledge workers who may practice at an organization but might not be its employees. And, if they are in full-time employment, fewer and fewer are subordinates.

What of it? Observers make out that working habits are shifting from lifetime employment in a single organization to portfolio work. Knowledge workers produce and distribute ideas and information rather than goods or services. They are individuals with different aspirations from the hierarchy-conscious personnel of the past; they are also mobile and they do leave. Hiring talented people is difficult. Keeping them is more difficult still. So, to plug the drain of human capital in a competitive knowledge economy, knowledge workers should be treated as an asset rather than as a cost. Preferably, they should be managed as though they were partners (or at least volunteers).

Managing Talent

Making knowledgeable people perform is not a matter of making them work harder or more skillfully. Naturally, they are dedicated and such interventions are beside the point. Rather, the managerial task relates to removing obstacles to performance and then channeling efforts into areas that will contribute to the accomplishment of an organization’s objective. For that reason, managing talented workers for performance is best understood as a process of influence. To begin, establish a framework in terms of culture, structure, and style of management in which the talent of knowledge workers can flourish. In exercising this process, accommodate these people’s preferred ways of working. The result is that knowledge workers understand, identify with, and see how their own contribution can be enhanced. They put their best abilities to the test. They challenge and achieve. To build such a framework,

• Recognize outstanding talent wherever it is found.
• Establish clear task objectives and performance standards in consultation with each
knowledge worker.

- Extend incentives, rewards, and reinforcements that meet the motivational patterns of each knowledge worker.
- Provide opportunities for improvement.

As organizations redesign in the knowledge economy, they will have to quickly address the elemental issue of motivation. Consider the major rewards typically provided to workers for effort (irrespective of the type of worker). Wages, for instance, cannot be consumed at work. Fringe benefits (such as leave, health and medical insurance, pay for overtime, or proceeds from stock purchase plans) yield satisfaction only when workers leave the organization. And, sadly, promotion often means little more than a bigger office, a resounding title, or a special parking place. Is it surprising then that so many workers perceive their job to be a form of punishment? The field of motivation is still wide open: but the organizations that thrive will have (more appetizing) menus of benefit options from which knowledge workers can choose.

...With Knowledge Managers

Certainly, knowledge workers require knowledge managers, not bosses. These new-era managers need to set and enforce on themselves exacting standards for their performance of those functions that determine ability to perform. Time and again, traditional managers exercise no leadership at all but only position power. Many reach the top by being tough and self-affirmative or by being the kind of person that others feel safe in following or promoting. Yet managing knowledge workers requires that managers themselves act as good follower and team player as well as leader and technologist. Since the process of influencing the performance of knowledge workers is mainly developmental, they need also to hone skills in appraising, coaching, mentoring, and providing feedback. One measure of their effectiveness will be by the quality of the (internal and external) relationships that they create.

The knowledge economy is pruning status, power, and upward mobility from the managerial role. From now on, would-be new-era managers will be asked to reply convincingly to a simple question: Why should a knowledge worker want to be managed by you?

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Asian Development Bank
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