ATTITUDES AND LEADERSHIP COMPETENCES FOR PROJECT SUCCESS

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Projects and their management

- 20% 30% of world economy is based on projects
- A building block in achievement of sustainability
- Projects are known for questionable results
- Project management regarded as being application of tools and techniques
- Only recently the importance of the personality of the project manager for project results is recognized







Project Manager

... the man in between management and technologist – the one man in the organization who [...] accomplish the aims of his corporate management, while serving as a perpetual buffer so that the engineers and scientists can meet the technological objectives that only they can define and only their output can meet.

Gaddis (1959, p. 93-94)







Theories of leadership

1930s-1940s Trait school

1940s-1950s Behavioral or style school

1960s-1970s Contingency school

1980s-1990s Visionary or charismatic school

2000s Emotional intelligence school

2000s Competence school

Turner & Müller, 2006







Emotional Intelligence School -

- All managers are reasonably intelligent
- The emotional dimension differentiates effective leaders from adequate managers
- The emotional intelligence of the CEO influences the shareholder value of the company (2,000 data points)

Goleman, Boyatzis & McKee, 2002







Emotional intelligence - nineteen emotional competencies

- Personal competence
 - self-awareness 3 competencies
 - self-management 6 competencies
- Social competence
 - social awareness 3 competencies
 - relationship management 7 competencies

Goleman, Boyatzis and McKee (2002)







Competence school

- Encompasses all the other schools
- Competence is
 - knowledge
 - skills
 - personal characteristics, traits, behaviours
 - that deliver superior results
- Different competence profiles appropriate in different circumstances

Dulewicz & Higgs, 2005







Competence School - 15 leadership competencies

Emotional, EQ

- self-awareness
- emotional resilience
- motivation
- sensitivity
- influence
- intuitiveness
- conscientiousness



Dulewicz & Higgs, 2005







Competence School - 15 leadership competencies

- Intellectual, IQ
 - critical analysis and judgement
 - vision and imagination
 - strategic perspective
- Managerial, MQ
 - engaging communication
 - managing resources
 - empowering
 - developing
 - achieving



Dulewicz & Higgs, 2005







Predicting leadership performance

Team members' individual contributions and team output, covering team members' efforts, capabilities, flexibility, team performance and impact.

| Aggregate correlations | International PMs | Functional Managers | Agile / SCRUM PMs |
|------------------------|----------------------|------------------------|----------------------|
| EQ | 21% | 30% | 40% |
| EQ + MQ | | | 58% |
| EQ + IQ | 26% | 52% | |
| EQ + IQ + MQ | 31% | 71% | 62% |

Porthouse & Dulewicz 2007 Turner, Müller & Dulewicz 2009







Project success criteria

- Meeting performance targets
- Meeting user requirements
- Meeting project purpose
- Client satisfaction with results
- Reoccurring business with the client
- User satisfaction with the results
- Supplier satisfaction
- Project team satisfaction
- Other stakeholders satisfaction
- The respondent's own defined criteria









Predicting project success

15 competencies together

| | All projects | High performing projects only | | | |
|-------------------------------|-----------------|-------------------------------|----------------------------------|----------------------------------|-----|
| | All | Engineering & construction | Information & Tele-communication | Organizational change & business | |
| Explained project performance | 9% | 17% | 43% | 21% | 17% |

Müller & Turner, 2007a







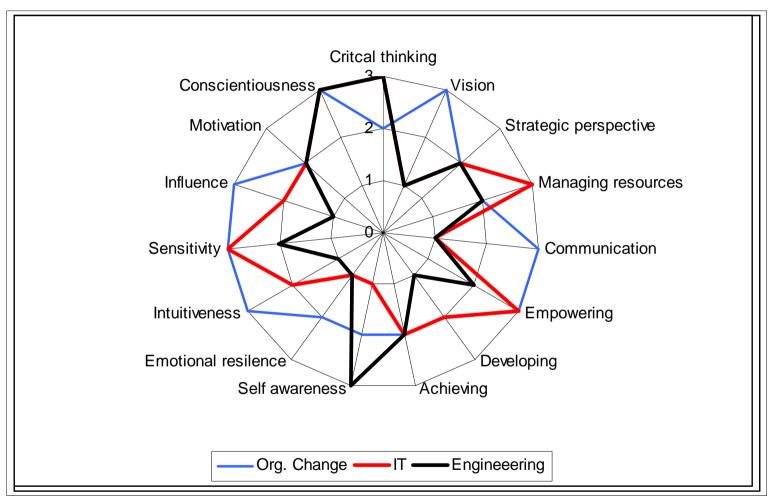
Importance of leadership competencies by project type

| | Project type | | |
|--------------------------|--|---|---|
| | Engineering & Construction | IT | Organizational Change |
| Main competencies | Conscientiousness Sensitivity (vision) | Communication Self-awareness Developing others (vision) | Communication Motivation (vision) |
| Situational competencies | Managing resources, empowering, critical analysis & judgement, strategic perspective, emotional resilience, influence, conscientiousness | | |
| Supporting competencies | Achieving, intuitiveness | | |





Leadership competence profiles of high performing project managers, (Eng, IT, Org)



Turner & Müller, 2006



Umeå School of Business Umeå University





So ...

- ... leadership is important
- ... EQ is important
- ...but what about other personality traits?







Project manager personality: How does importance of project success criteria vary?

- Importance of team satisfaction differs by nationality, project importance and age of project manager
- Importance of stakeholder and supplier satisfaction differs by nationality and project complexity
- Importance of end-user satisfaction differs by nationality
- Importance of reoccurring business and customer satisfaction differs by contract type.

Müller & Turner, 2007b







Research question

 Which combination of attitudes and leadership comptences correlate with success in projects?







Worldwide web-based questionnaire

- 400 responses
- 65% males
- 56% North America
- 257 high performing projects









H1: Leadership competences correlate directly with project success.

Managing resources

- most influential competency
- correlates with achievement of user requirements, end-user satisfaction, customer satisfaction, other stakeholder satisfaction and finally reoccurring business.

Strategic perspective

 Correlates with time, cost, and quality achievement, as well as the achievement of self-defined success criteria and

Conscientiousness

 Correlates with team satisfaction and achieving the purpose of the project.







H2: Attitudes correlate directly with project success.

Attitudes towards ...

- end-user satisfaction
 - broadest impact
 - correlates with six success criteria
- customer satisfaction
 - correlates with five success criteria
- stakeholder satisfaction
 - correlates with four success criteria
- team satisfaction
 - correlates with three success criteria
- supplier satisfaction
 - correlates with three success criteria







Factors

Leadership factors

- Combined IQ and MQ dimensions
- EQ dimensions

Attitude factors

- Internal measures (team, suppliers, reoccuring business)
- External measures (stakeholders, end-users, customers)

Project success factors

- Project management success (short term and time,cost, quality oriented results
- Project success (long-term and business oriented results)







Personality explains project success

Dependent variable: Success

| $f_{\alpha\alpha}$ | t 0 1 | • • |
|--------------------|-------|-----|
| faci | U | 7 |

| | <u> </u> | |
|------------|------------|---------|
| Model | Project | Project |
| | management | success |
| | success | Success |
| $Adj. R^2$ | .162 | .243 |
| Sign. | .000 | .000 |

Independent variable:

Personality factors

Leadership Combined IQ/MQ

EQ

.146*

Attitudes Internal attitude

External attitude

.162*

477***

.383***







Theoretical implications

- Prioritizing external parties' perspectives and simultaneously (but to a lesser extent) taking into account the internal success criteria supports the delivery of projects as expected.
- Prioritizing internal success criteria and (with slightly lesser importance) fostering the emotional competence of the project manager supports longer term business results.
- Attitudes weigh heavier in the equation for project success than leadership competences.







Practical implications

- When selecting project managers, match
 - psychological profile of project manager with the requirements of the project
- EQ dimensions should be clearly present in project managers
- Project managers should assign high importance to customer and end-user satisfaction.
- All of that can be learned







Personality & project success

- A first step from leadership towards personality theory of project success
- Needs to be expanded, both in terms of personlity dimensions as well as project type, culture, geography etc.
- Project management is more than tools and techniques.....







Thank You







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