

A Case Study – The Value of a Systemic Performance Management System

#### **Case Study Presentation**



### The Value of a Systemic Performance Management System

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#### The Client

#### **Motor Industry Bargaining Council**



The mission is to create and maintain industrial peace and stability in the motor industry.



















#### Overview of the Industry

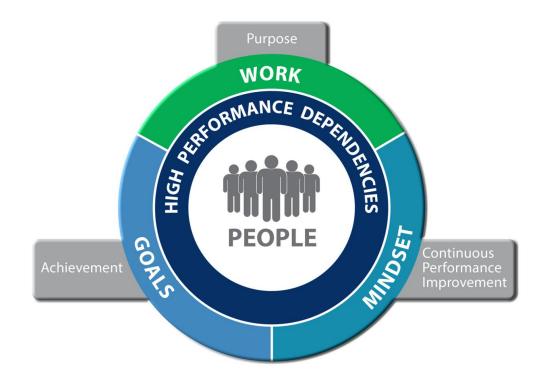


The motor industry in South Africa is undergoing a significant transformation amidst global shifts towards sustainability and technological advancements. With a history deeply rooted in manufacturing, South Africa has long been a key player in the automotive sector on the African continent. However, the industry faces global demand fluctuations, rising production costs, and the need to align with stricter environmental regulations.

#### **Mandate**



To create a results-driven and systemic Performance Management System aligned with the organisational Strategic Plan to create internal and external value.



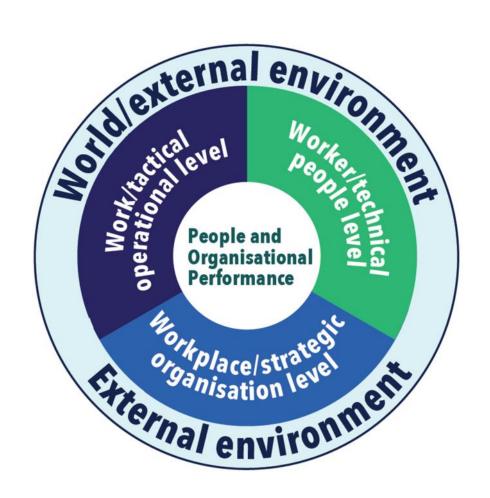
#### **Success Indicators**





#### **Systemic Thinking Approach**





#### **Project Process Start-up**





#### **Pre-project activities**



- MIBCO Strategic Plan
- Culture assessment

☐ Leadership and Organisational Strengths Index

#### **Current Performance Situation**



Confirm current Performance Management baseline

Identify the barriers and enablers by:

Workshopping with management and exco

Staff survey

Management questionnaires

#### **Current Barriers and Impact**



#### **Barriers**

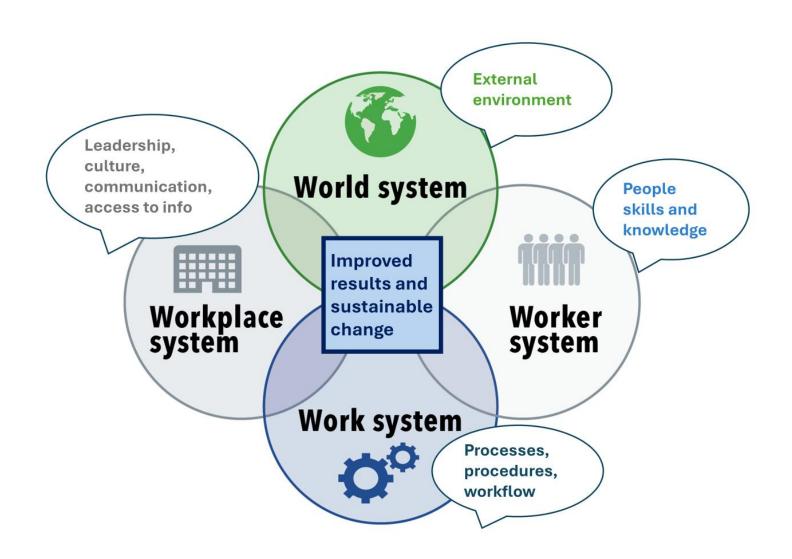
- Management's poor uptake of their role.
- The toxic culture drastically impairs employee performance.
- Inefficient leadership accountability affects performance improvement.
- A lack of transparent communication leads to confusion.
- Lack of a PM strategy and structure leads to disengagement.

#### **Impact**

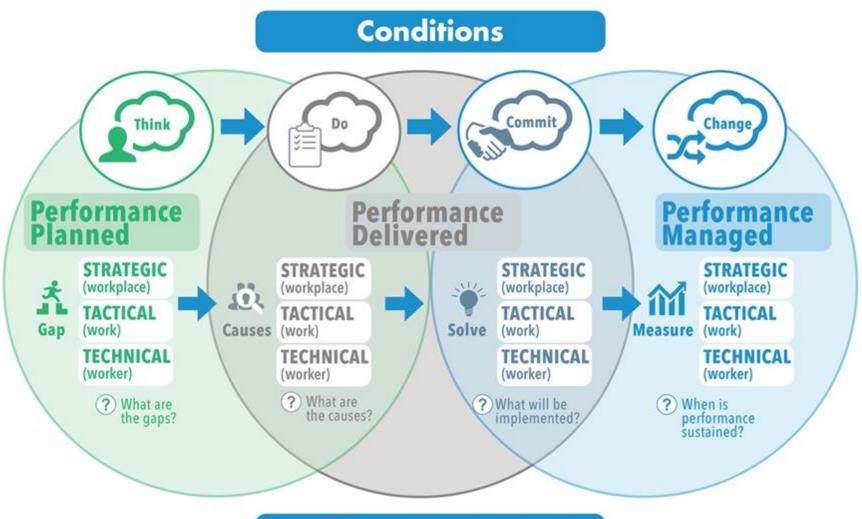
- Leadership lacks the performance drive necessary for results.
- High rate of grievances fuel mistrust.
- There is limited buy-in from management.
- High level of silo practices.
- Inefficient strategy and structure impact performance standardisation and results.

#### **Approach and Methodology**





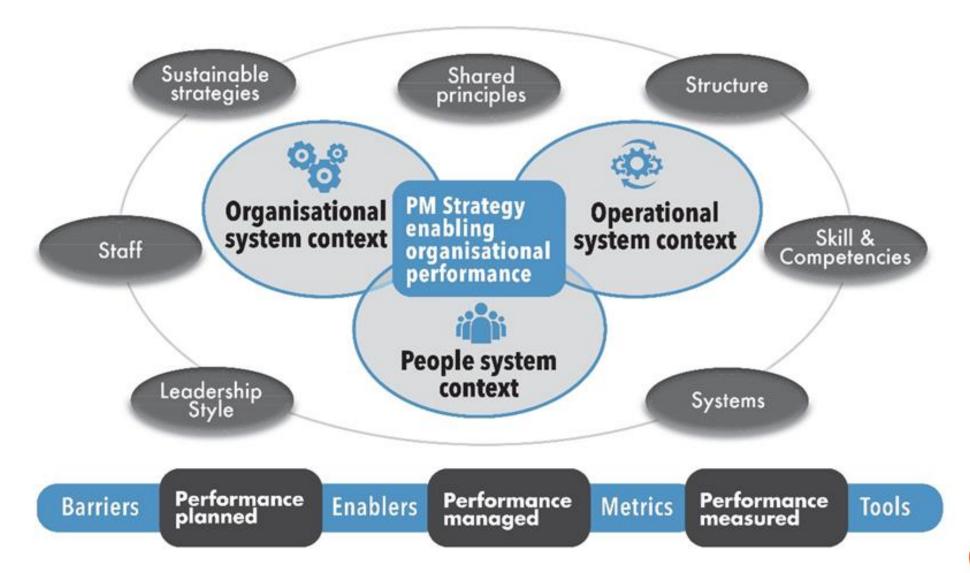
#### Simplistic view of Systemic Performance





Consequences

#### **Enable Systemic Performance Management**

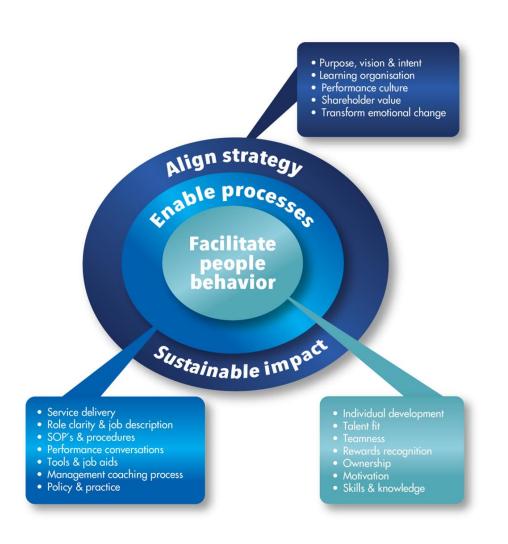




#### **Principles and Practices**



Identify Barriers
Facilitate Enablers
Build Behaviours



#### **Identify Barriers**



	Performance Planned	Performance Managed	Performance Measured
Strategic Organisational System (WORKPLACE)	Strategy Vision Values	Process and application	Governance and risk
Tactical Operational System (WORK)	Functional and technology	Misalignment of processes and procedures	Compliance
Technical People System (WORKER)	Capacity and workforce plan	HR technology enablement	Rewards and recognition

# **Conditions and Risks**



#### **Facilitate Enablers**



H	Performance	Performance	Performance
	Planned	Managed	Measured
Strategic Organisational System (WORKPLACE)	Strategic alignment	Collaborative resources and quality data	Sustainable customer focused performance change
Tactical	Standard and policies	Streamline	Value chain
Operational System		performance	alignment
(WORK)		tools simplified	responsiveness
Technical People System (WORKER)	Worker people impact	Business partnering performance mindset	Work-life and wellbeing





#### **Develop Behaviours**



110 H	Performance Planned	Performance Managed	Performance Measured
Strategic Organisational System (WORKPLACE)	Culture focused values	Strategic performance mindset shifting	Engaged employees
Tactical Operational System (WORK)	Ethical practices	HR technology and digital savvy	Quality mindset
Technical People System (WORKER)	People and talent management in Future-fit learning and 4IR world	Performance management and agile team partnering	Service delivery impact

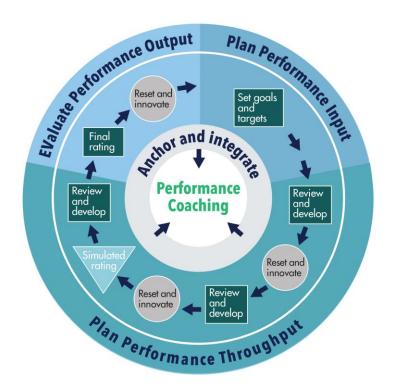
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#### **Design Process**



- Design PMS Policy
- Design a PMS Strategy
- Design a PMS Implementation Guide
- Work with the technology provider to create the approach and cycle



#### **Next Steps**



Restructure the Human Capital function

Roll out roadshows by the Human Capital Executive

Conduct workshops to teach Systemic Performance Improvement as the foundation of the new Performance Management System

#### Create sustainable practices



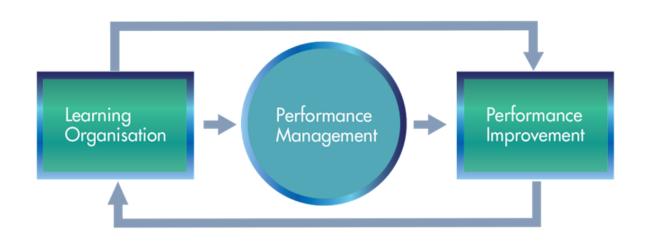
Capacitate the Performance Management Business Partner with the Certified Performance Technology credential issued by ISPI.

Create a learning organisation for MIBCO through embedding the principles and practices.

Establish a Community of Practice internally to share successes and failures.

Create an internal service delivery mindset.

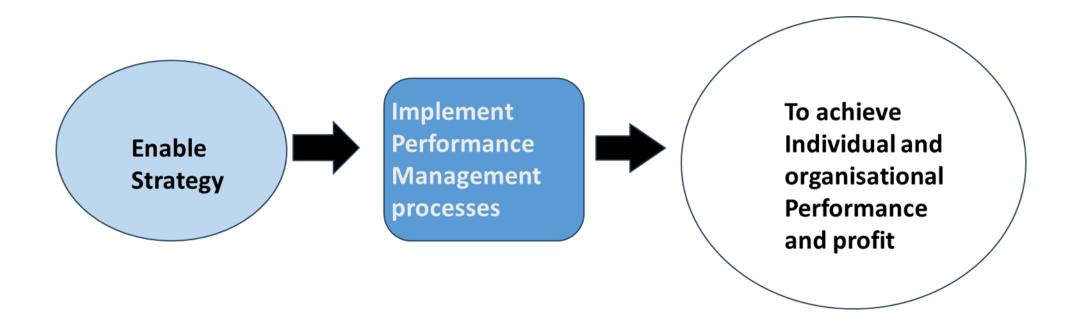




#### **Evaluation**



Conduct evaluation against baseline performance management uptake.



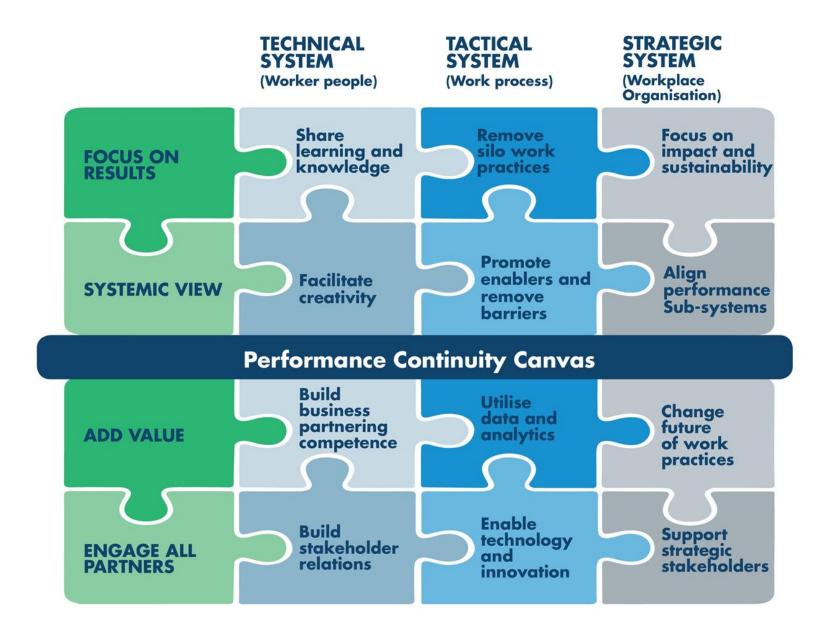
#### **Potential Risks**



- The HC executive does not support the skills development of the HC team.
- Management does not implement change management according to a systemic performance view.
- Leadership does not accept their changed role of accountability and authority.
- Management does not maintain a performance culture change.
- A poor technology system uptake.
- Poor planning and implementation of communication sensitisation.
- Senior management does not support performance feedback and coaching training.

#### **Sustainable Success Indicators**





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