MANAGERIAL SUCCESS STUDY

Documenting the Relationship Between Versatility and Job Performance
VERSATILITY
A KEY ELEMENT OF MANAGERIAL PERFORMANCE

Most people recognize that social intelligence skills matter in the workplace. But are they “nice to have” or do they make a significant difference in organizational and individual performance? A TRACOM research study shows that social intelligence skills are directly related to effective job performance.

The study shows that managers with higher Versatility perform better in critical business areas:

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<tr>
<th>25% better at</th>
<th>27% better at</th>
<th>19% more likely</th>
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</thead>
<tbody>
<tr>
<td>COACHING OTHERS</td>
<td>LEADING TEAMS</td>
<td>TO BE PROMOTED</td>
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Versatility is a significant component of overall success; comparable to intelligence, previous work experience and personality.

*What is Versatility?*

Versatility is a critical element of The SOCIAL STYLE Model. It’s a measure of a person’s ability to establish relationships and work productively with others. This study and others demonstrate a clear and direct connection between a person’s Versatility and their performance in key work responsibilities.
STUDY OVERVIEW

The TRACOM research evaluated the relationship between Versatility and various aspects of managerial effectiveness. The hypothesis was that managers higher in Versatility would perform better compared with managers lower in Versatility. It was also believed that Versatility would be a measurable part of overall job performance.

Versatility Measure

TRACOM’s SOCIAL STYLE Profile-Enhanced (SSP-E), an online assessment, was used to measure Versatility. An e-mail invitation to complete the SSP-E was sent to 215 managers of which 127 participated (59% response rate). This group was randomly selected from a variety of functions and locations throughout the United States, and each participant managed at least one direct report. Participation in the research project was voluntary, and managers did not receive individual feedback on their results. None of these managers had ever participated in a TRACOM SOCIAL STYLE workshop, and were therefore not familiar with the Versatility concept.

The SSP-E consists of 88 items rated on a five-point agreement scale, and measures the two factors that make up SOCIAL STYLE (Assertiveness and Responsiveness) and Versatility. Versatility scores range from low to high. In ascending order from low to high, Versatility positions are labelled “W,” “X,” “Y” and “Z.” The lowest 25th percentile of scores are “W,” while the highest 25th percentile are “Z.”

The SSP-E is a multi-rater instrument whereby “self” scores are compared to the scores of “others.” Managers were allowed to choose the reference group who rated them on the SSP-E, and all analyses were based on these “other” scores.

Managerial Performance Measure

Concurrent with the SSP-E, a job performance questionnaire was sent to each manager’s supervisor and direct reports. A total of 691 performance questionnaires were completed for the 127 participant managers. The performance questionnaire consisted of 47 items measuring various attributes of managerial effectiveness. The performance items were generated from previous research on job performance, as well as from experts within the organization who were familiar with the various priorities and job requirements of managers. Each item was rated on a five-point scale ranging from “much below average” to “much above average.”

Participants

The majority of the study participants were “directors” and “mid-level managers,” with only small percentages of “supervisors” and “first-line managers.” Fifty-four percent of the sample were male and 94% were White with 3% African-American and 2% Hispanic. Two individuals did not identify their ethnicity. On average the managers were 46-years-old and had 11 years of service within the organization.

The design of this study largely eliminated same-source bias, in that performance ratings were gathered from both supervisors and direct reports, and managers chose their own group of respondents to complete the SSP-E. Same-source bias can occur when both Versatility ratings and job performance ratings are gathered from the same individuals. SSP-E rating sources were anonymous, and managers were instructed to choose raters who know them and their work well enough to have well-informed opinions.

The TRACOM Group worked with an international publishing company in a formal study that provided further proof of the connection between Versatility and managerial performance.
RESULTS
Data was tested to answer four primary questions:

1. Is Versatility related to managerial effectiveness?

2. Is there a meaningful difference in performance between managers with lower Versatility and managers with higher Versatility?

3. Did compensation differ across Versatility scores?

4. Is Versatility a significant component of managerial success?

1. Higher Versatility Yields Increased Managerial Effectiveness

Versatility scores were positively correlated with each of the 47 performance indicators for both supervisor and direct report ratings, indicating that managers with higher Versatility received higher ratings across the work performance items.

Correlation evaluates the connection between two items and determines if a reliable relationship exists. Versatility was strongly related to various important components of managers’ jobs. For example, ability to coach others (.44), ability to work well within a team (.47), ability to establish effective relationships with direct reports (.51),

Table 1: Job Performance Correlations with Versatility

<table>
<thead>
<tr>
<th>PERFORMANCE MEASURE</th>
<th>CORRELATION W/VERSATILITY</th>
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<th>CORRELATION W/VERSATILITY</th>
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<tbody>
<tr>
<td>Ability to establish effective relationships with direct reports</td>
<td>.51</td>
<td>Persistence in overcoming obstacles</td>
<td>.36</td>
</tr>
<tr>
<td>Ability to work well within a team</td>
<td>.47</td>
<td>Ability to manage change initiative</td>
<td>.34</td>
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<tr>
<td>Effectiveness as a team leader</td>
<td>.47</td>
<td>Willingness to look for new ways to improve the effectiveness of his/her work</td>
<td>.34</td>
</tr>
<tr>
<td>Ability to be open with others</td>
<td>.45</td>
<td>Willingness to ask for or seek challenging work assignments</td>
<td>.33</td>
</tr>
<tr>
<td>Ability to effectively coach others</td>
<td>.44</td>
<td>Ability to adjust to multiple demands and priorities</td>
<td>.33</td>
</tr>
<tr>
<td>Ability to establish effective relationship with supervisor</td>
<td>.43</td>
<td>Commitment to the success of the organization</td>
<td>.33</td>
</tr>
<tr>
<td>Ability to positively impact the commitment of his/her direct reports to the organization</td>
<td>.42</td>
<td>Potential to be promoted to the next level</td>
<td>.32</td>
</tr>
<tr>
<td>Ability to influence or persuade others</td>
<td>.41</td>
<td>Taking responsibility for his/her work</td>
<td>.32</td>
</tr>
<tr>
<td>Ability to effectively communicate with others</td>
<td>.40</td>
<td>Willingness to volunteer for things that are not required</td>
<td>.29</td>
</tr>
<tr>
<td>Ability to effectively manage conflict</td>
<td>.40</td>
<td>Following through on commitments</td>
<td>.28</td>
</tr>
<tr>
<td>Overall performance</td>
<td>.40</td>
<td>Decisiveness/making timely decisions</td>
<td>.28</td>
</tr>
<tr>
<td>Ability to establish effective relationships with customers/clients</td>
<td>.39</td>
<td>Understanding of customers’ business and needs</td>
<td>.27</td>
</tr>
<tr>
<td>Willingness to set challenging and realistic goals</td>
<td>.38</td>
<td>Ability to work under pressure</td>
<td>.25</td>
</tr>
<tr>
<td>Ability to prioritize and focus on what is important</td>
<td>.37</td>
<td>Attention to detail</td>
<td>.24</td>
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Note: all correlations significant at p < .01.
and effectiveness as a team leader (.47), just to name a few. As a comparison, consider the statistical correlation of some commonly held “facts.” The correlation between taking aspirin daily and reduced risk of death by heart attack (.02), antihistamine use and reduced runny nose and sneezing (.11), SAT scores and subsequent college GPA (.20), relationship between weight and height among U.S. adults (.44), and nearness to the equator and temperature (.60). Thus the correlations of Versatility with managerial performance are strong and very meaningful, indicating that the higher a manager’s Versatility, the better his/her work performance will be.

2. Versatility—A Measurable Difference in Managerial Effectiveness

With the research proving that Versatility is positively and significantly related to workplace effectiveness, the next step was to examine if
differences in performance existed between managers with lower Versatility and managers with higher Versatility. The research hypothesis was that managers would differ significantly across job performance measures depending on their Versatility category.

It was found that high Versatility managers did measurably outperform low Versatility managers on 46 of the 47 performance measures. For example, “effectiveness as a team leader” increased 27 percent between managers rated as W Versatility and managers rated as Z Versatility.

3. Higher Versatility Means Higher Pay
Compensation data for the managers was analyzed to identify any Versatility related differences. It was found that highly Versatile managers received 29 percent more in total compensation than low Versatile managers. The average annual difference between the groups was $30,000, showing that organizations place higher value on those managers with higher Versatility. Compensation was not significantly related to job tenure.

4. Versatility — A Predictor of Job Performance
Our fourth question was whether Versatility could be measured as a significant part of job performance. The research hypothesis was that Versatility can predict performance. The category of “overall job performance” was used to test this hypothesis.

A statistical technique known as multiple regression analysis was used to test how well Versatility predicted overall job performance. Versatility accounted for 15% of the variance in overall job performance. This is comparable to the influence of other measures such as intelligence, education or personality.

SUMMARY AND IMPLICATIONS
This research study using a diverse group of managers from throughout the U.S. is additional evidence that the TRACOM Versatility measure is a powerful indicator of workplace effectiveness. As Versatility increases, so does performance. Further, there are significant and noticeable differences in performance between managers with lower Versatility and those with higher Versatility. Importantly, SOCIAL STYLE itself is not related to workplace performance, indicating that people of any Style can be effective managers. Thus it’s not a person’s Style that determines success, rather how effectively each person uses their Style with others.
HOW THIS STUDY BENEFITS YOUR COMPANY

Documenting the Relationship Between Versatility and Job Performance

Overview
SOCIAL STYLE and Versatility have helped improve organizational and individual performance for nearly 50 years. Our validated research model and the proven relationship between Versatility and performance are two important reasons SOCIAL STYLE is the most recognized and implemented interpersonal effectiveness model in the world.

How a TRACOM Research Project Can Really Pay Off
TRACOM is committed to the ongoing research of the connection between Versatility and job performance. We regularly work with organizations to study Versatility in different industries, functional roles, geographies and employee populations. These studies provide valuable data and performance metrics and can often be conducted at no incremental charge. Because the study is customized to the organization and audience, it generates insights regarding business impact and return on learning initiatives.

Study Guidelines
Research studies are conducted in a rigorous and reliable manner to ensure the validity and objectivity of the data. Each project should meet the following criteria.

• Each participant completes TRACOM’s SOCIAL STYLE Profile – Enhanced, which is an online multi-rater survey.

• Identification of additional research criterion or “performance measures” relevant to your company and staff. This provides “outcome data” to compare with each participant’s Versatility scores. These measures should reflect your organizational culture and industry as well as participant job levels and job types.

• Pre-existing criterion data such as sales figures, service levels or performance evaluation scores may be used if appropriate, timely and unbiased. TRACOM provides a research team to work with you to evaluate the use of such data.

• Data will be reported in summary format. Individual participant results are confidential and will not be shared with the partner organization.

• A minimum number of participants are required to ensure statistical reliability.
ABOUT TRACOM GROUP
THE SOCIAL INTELLIGENCE COMPANY®

[WHY we do]

We believe that improving peoples’ understanding of themselves and others makes the world a better place.

[WHAT we do]

We synthesize our discoveries into actionable learning and resources that improve an individual’s performance in all parts of their lives. We call this Social Intelligence.

[HOW we do it]

Through research and experience we uncover the hidden barriers to individuals achieving their maximum potential and identify how to help overcome them.

For more information, visit WWW.TRACOMCORP.COM or call (303) 470-4900 — (800) 221-2321 (U.S. only)