INTERPERSONAL EFFECTIVENESS: THE MOST IMPORTANT FACTOR IN BUSINESS SUCCESS



Evaluating Corporate Training Practices INTERPERSONAL EFFECTIVENESS STUDY

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## **Corporate Interpersonal Effectiveness Training Practices**

### **Key Findings**

- 73 percent of training professionals believe interpersonal effectiveness training works.
- 84 percent of organizations integrate IET into broader programs, while 39 percent offer IET as a stand-alone class.
- 95 percent would rather have multi-rater feedback from others and a self-rating of a participant rather than a self-rating profile alone.
- 86 percent use one of the top three IET instruments (Social Style, DiSC or Myers-Briggs).
- Not all branded instruments are the same. Users of the top-rated instrument perceived it as 44
  percent more effective than users of the bottom-rated instrument.
- IET is projected to grow in 2006 as companies continue to see its value and benefits.

Interpersonal Effectiveness Training (IET) has become a staple in today's business environment as organizations look to improve productivity without increasing headcount. Interpersonal effectiveness is the ability to create productive interactions and maintain positive working relationships. Companies of all sizes and industries now offer stand-alone IET or build it into their overall development efforts. The TRACOM Group, an industry leader in interpersonal effectiveness training, sought to quantify organizational use of IET and attitudes toward this increasingly popular development tool.

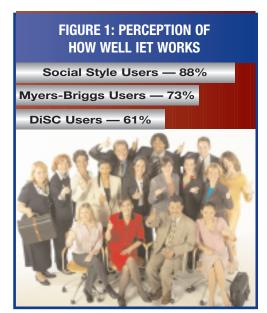
TRACOM commissioned independent research firm Leflein Associates Inc. to uncover best practices for interpersonal effectiveness training. This study looked at the value and impact of these programs and how they are implemented inside corporations.

In the fall of 2005, Leflein surveyed 100 executives responsible for developing, acquiring or implementing corporate training programs and who had familiarity with interpersonal effectiveness training. Each executive knew of one or more of the leading programs (Social Style, Myers-Briggs and DiSC). The companies were geographically dispersed throughout the United States and averaged 50,000 employees and \$8.7 billion in sales. Forty-eight percent were Fortune 500 companies. The participating companies were randomly selected from a variety of sources. Only one person was interviewed from each company.

## Perceptions of Effectiveness and Importance of IET

Ninety-nine percent of the surveyed companies had experience with IET. Close to three-quarters of the participating training professionals (73%) thought IET training worked very well or extremely well, and that increased to 82 percent for those who offered an IET stand-alone program.

Almost nine in 10 professionals (86%) used one of the leading third-party IET models: Social Style, DiSC or Myers-Briggs. **These professionals identified** 



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Social Style as the most effective IET model. Companies currently using Social Style were more likely than users of the other leading instruments to believe that IET works. Eighty-eight percent of Social Style users believed it worked very or extremely well, compared to 61 percent of DiSC-based products and 73 percent of Myers-Briggs users. (Figure 1)

Eight in ten of those responsible for training programs agreed that salespeople and managers/ supervisors needed excellent interpersonal skills to be successful (80% and 78% respectively), but only one-third (33%) indicated a high need for the same skills for technical positions in IT, accounting or engineering.

Training professionals believed interpersonal skills were very important for a multitude of tasks performed in the daily work environment:

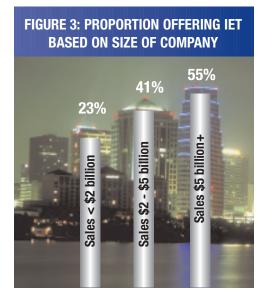
 98% believed it was very important for building and maintaining coworker relationships

- 98% believed it was very important for communicating effectively.
- 97% believed it was very important for managing conflict.
- 94% believed it was very important for retaining valued employees.

These findings were consistent with other research, including the recent Managerial Success Study by The TRACOM Group. This scientific study linked high levels of interpersonal skills with high performance on 43 factors of managerial performance. Managers with high-level interpersonal skills showed significantly higher performance than their low-level interpersonal skill counterparts; these included:

- 27% established more effective relationships with direct reports
- 20% communicated more effectively
- 22% had greater ability to effectively manage conflict
- 22% had greater ability to positively impact the commitment of his/her direct reports to the organization.

(Figure 2)



#### **Methods of Delivery for IET**

Virtually all companies surveyed (99%) offered IET in some form. IET was more commonly integrated into a broader program than offered as a stand-alone (84% vs. 39%). At least three-fifths of leadership, communication and supervisory programs included an IET component (67%, 65%, and 61% respectively).

The larger the company, the more likely they were to offer stand-alone IET programs. (Figure 3) While integrated programs offered advantages of connecting IET to specific business issues, there were some drawbacks to the integrated approach. Survey participants said that stand-alone IET programs were more likely than integrated programs to include all the important features of IET — pre-class assessment, after-class job aids and a follow-up assessment. (Figure 5)

Organizations most often used off-theshelf IET programs from independent developers (71%), but over half of surveyed companies also developed their own IET content (56%) or licensed content to include in existing programs (54%). Almost nine in 10 (86%) used one of the leading third-party IET models: Social Style, DiSC or Myers-Briggs. Many organizations used more than one.

The more participants an organization had, the more likely they were to offer blended or e-learning options. Companies with 300 or more IET participants were more than twice as likely (78%) to use blended learning as those with less than 300 participants (36%).

## **Corporate Interpersonal Effectiveness Training Practices**



When asked about ideal length for IET, most training professionals chose a half-day (37%) or full-day (24%) class. The largest companies (over 23,000 employees) were most likely to provide full-day IET classes (36%).

#### **IET Model Selection Criteria**

Virtually all of the training professionals who rated assessment tools as very important found it more valuable to have both self-rating and feedback from others as opposed to self-rating alone (95% vs. 5%). (Figure 4)

Professionals identified several steps as important to successful implementation: bringing examples to class, pre-class administration of the interpersonal effectiveness instrument, a foundational review of the material, after-class job aids, follow-up ROI assessment, and follow-up learning after the class. (Figure 5)

#### **Emerging Trends**

Blended learning delivery of IET was on the rise. Fifty-seven percent of surveyed professionals currently used blended learning, and an additional 23 percent planned to offer it in the future.

In the areas of program format and ROI, there seemed to be a disparity between what professionals recognized as important and what they actually implemented.

Universally, training professionals recognized the importance of IET. They had faith in its effectiveness, understood the need for follow-up, and

Since interpersonal skills programs have historically been hard to measure, professionals often relied on evidence like personal experience (71%) and general research (53%) to prove it worked. However, as they were called on increasingly to provide ROI for training, professionals were focusing more on providing proof that IET has paid off. Based on this study, it would appear that evidence and ROI measurability were as important as ease of implementation when deciding on an IET program.

Other important elements have been identified to make an IET program

# VS. ACTUAL IMPLEMENTATION OF THESE STEPS Believed it was important implemented implemente

Follow-up assessment measurements ..... 92% ...... 46%

FIGURE 5: STEPS IDENTIFIED FOR TRAINING SUCCESS

increasingly wanted to be able to measure ROI. Putting this into practice, however, has always been difficult. Even though three-quarters (73%) of training professionals believed IET works, just over a third (36%) used specific measures to prove it.

Ninety-two percent said follow-up assessment was important, yet only 46 percent currently offered it.

successful. (Figure 5) On average, eighty-six percent of surveyed professionals recognized certain components of an IET program were essential to its success, but just 56 percent actually implemented these components. This represented a 30 percent disparity. While stand-alone programs were on average 11 percent more likely to incorporate these important elements, just 39 percent of companies offered stand-alone IET.

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## Summary and Recommendations

Interpersonal Effectiveness Training (IET) were common within large companies, especially when integrated into leadership, communication and management training programs. Stand-alone programs were more often found at larger companies, and were more likely to be integrated programs that offered a robust learning experience with long-term benefits.

Training professionals believed IET worked and was important for a multitude of tasks performed daily in a variety of job functions. More users of Social Style believed IET worked than users of Myers-Briggs or DiSCbased products. Nearly all training professionals preferred profiles with both multi-rater and self-rater feedback to only self-rating instruments. Professionals recognized the importance of collecting ROI information or providing follow-up learning; however, the average company did not engage in these activities.

This research validated TRACOM's experience working with individual organizations and other data from the field. It identified key trends in interpersonal effectiveness training and will guide the future development of TRACOM products and services.

Peak organizational performance requires an effective workforce with strong interpersonal skills. In trying to improve your own organization, evaluate how it compares to the data gathered in this study and also consider the following:

- What is your company doing to ensure successful implementation of interpersonal effectiveness training?
- Are you covering all of the important steps (pre-class instrument administration, followup learning, etc.)?
- Do you use a multi-rater profile that is indisputably preferred by professionals?

- Have you embedded interpersonal skills training in other curriculums?
- What steps are you taking to ensure post-class impact of the training?
- Have you measured your programs and instruments effectiveness over the long-term?
- How many instruments should you be using, and do they all work together?
- Consider the double standard that exists based on job functions (perception that IET is more important for jobs like managers and sales than technical jobs).
   Are you doing enough for all of your employees?

For more information about IET, please call 303-470-4928 or visit our website at www.TRACOMCORP.com







## Participate in a TRACOM Research Project and Discover How to Effectively Improve Your Company's Performance

As organizations continually look for operational efficiencies and competitive advantages, it's important to consider the performance potential that exists within their own people. The TRACOM Group offers a variety of services to help maximize performance.

TRACOM is committed to ongoing research which documents the connection between interpersonal skills and job performance. These studies provide valuable data about companies in a variety of industries and their employees. Contact us to learn more.

To enhance your company's performance, contact us to discuss your objectives.

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