Does Working for a Better Boss Improve Ratings of Subordinate Performance? A Longitudinal, Quasi-Experimental Study

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Research Questions

- 1. Is there a relationship between boss performance and subordinate performance?
- 2. Does a change in boss lead to a change in subordinate performance?
- 3. Does a change in boss affect subordinate performance immediately or over time?
- 4. Why does change in subordinate performance occur—role modeling or learning environment?

Hypotheses

4.

- 1. Boss' performance is positively related to subordinate performance.
- 2. Change in boss is followed by change in subordinate performance.
- 3. Change in boss has a greater relationship with change in subordinate performance over time.
 - A Conducive Learning Environment explains change in subordinate performance better than Social Learning Theory.

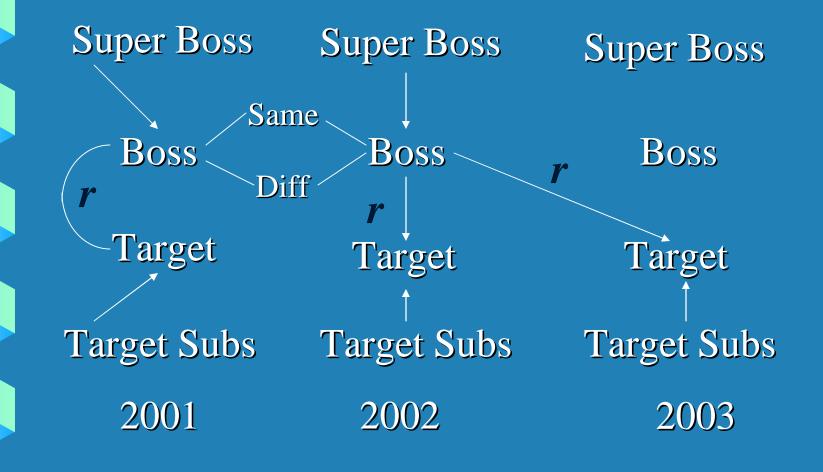
<u>*How*</u> do bosses affect subordinates?

- Social Learning Theory Bandura
- Conducive Learning Environment
 - Goal-orientation literature (Dweck)
 - "Lessons of Experience" research (CCL)
 - Mentoring research (Kram)
 - Person-oriented leadership research (Consideration, Ohio St.; Individualized consideration, Bass' Transformational model)

Methods

- Design
 - Longitudinal, quasi-experimental design with actual change in boss between Year 1 and Year 2
- Sample
 - Top 1506 managers within a Fortune 50 telecommunications firm
- Measures- Actual 360 ratings
 - Annual 360 ratings for all raters and ratees over a 3 year-period
 - 360 ratings used both for developmental and administrative reasons
- Variables-
 - Boss Performance- Measured by ratings received from the boss' superior (Super Boss)
 - Subordinate Performance- Measured by ratings received from direct reports (Target's subordinates)

Research Design



Dimensions of Performance

• 5 Dimensions

- **Envision** visionary, strategic thinker, challenges the status quo
- Energize empowering, participative, coaching, develops talent, team-builder
- Edge makes tough calls, decisive, challenges people to do their best, holds people accountable
- **Execute** drives for results, productive, focused on executing the plan
- **Ethics** behaves morally/ethically, honest

H1. Boss Performance = Subordinate Performance

• Estimate the relationship between boss and subordinate performance

- Correlations

• Boss Performance in 2001 with Subordinate Performance in 2001

H1: Main effect relationship between boss and subordinate performance

Boss Performance

	Envision	Energize	Edge	Execute	Ethics			
Subordinate Performance								
Envision	.07	.03	01	.03	.04			
Energize	.01	.04	01	.00	.01			
Edge	01	.01	03	.02	02			
Execute	0б	.01	05	.01	03			
Ethics	01	.00	02	.00	01			

<u>p</u> < .10. No support for Hypothesis 1. (On diagonal r = .03 and off diagonal r = .02)

H2. Change in bossà change in sub H3. Time lagged *r* stronger

- Estimate the effect of a new boss
 - Correlations
 - Delta 2001-2002 New Boss with Delta 2001-2002 Sub
 - Delta 2001-2002 New Boss with Delta 2001-2003 Sub
 - Compare each with baseline model (same boss *rs*)
- Establish that there is a correlation between getting a new boss and that boss' performance being related to change in subordinate performance.
- Performance effect takes time to play out—the "boss' impact curve."

H2: Change in boss is followed by change in subordinate performance

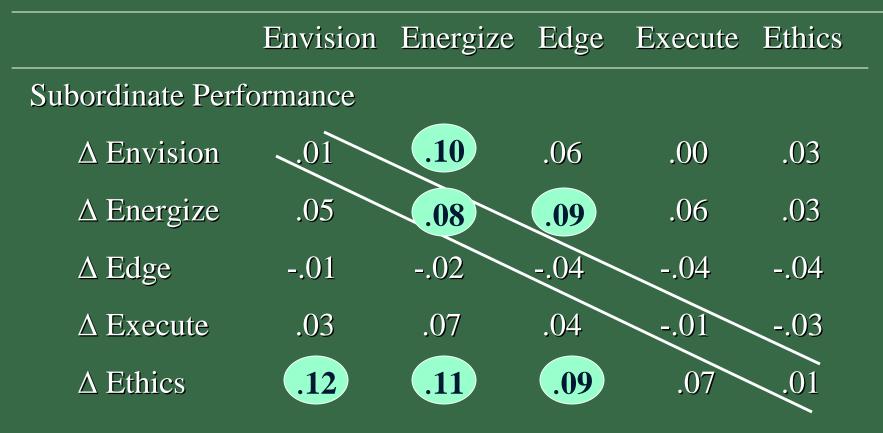
Boss Performance

	Envision	Energize	Edge	Execute	Ethics	
Subordinate Performance						
Δ Envision	.00	.02	.05	.02	.06	
∆ Energize	.02	.01	.04	.02	.02	
∆ Edge	09	04	03	07	05	
∆ Execute	04	.05	.08	.03	.05	
∆ Ethics	.01	.00	.07	.03	.00	

<u>p</u> < .10. "Experimental" model: estimates the effect of a new boss. (r = .04 and baseline r = .02)

H3: Change in boss has a greater relationship with change in subordinate performance *over time*.

Boss Performance



<u>p</u> < .10.

"Experimental" model: estimate the effect of a new boss *over time*. (r = .05 and baseline r = .02) (On diagonal r = .01 and off diagonal r = .03)

H3: Change in boss has a greater relationship with change in subordinate performance over time.

	∆ Boss_Sub 2001-2002	∆ Boss_Sub 2001-2003	
New Boss	.01	.04	
Same Boss	.02	04	
Effect of New Boss	01	.08	

Support for Hypothesis 3.

H4. Social Learning Theory vs. A Conducive Learning Environment

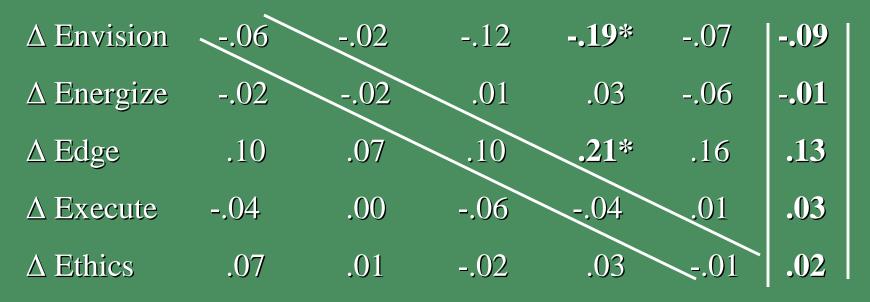
- If Social Learning Theory is supported, the strongest relationships are between changes in boss and subordinate performance <u>on the same</u> <u>dimensions</u>. (matrices diagonal)
- If a *Conducive Learning Environment* is supported, boss' higher Energize and lower Edge/Execute is positively related to change in subordinate performance across all dimensions.

H4: A *Conducive Learning Environment* explains change in subordinate performance better than *Social Learning Theory*.

Subordinate Performance Change in 2002

Envision Energize Edge Execute Ethics Avg β

Boss Performance Change



*p. < .10. Regression Beta Weight Matrices.

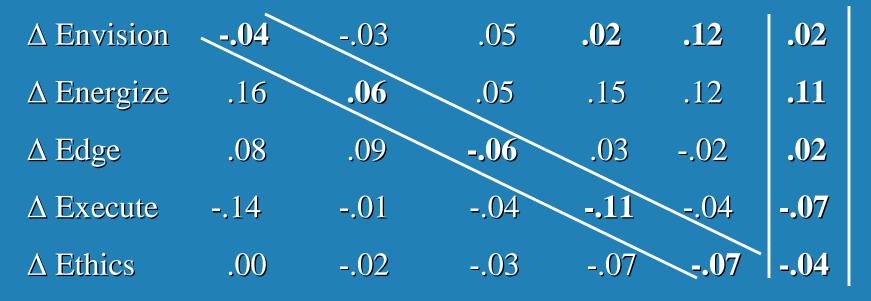
Social learning theory test. Obviously, not viable.

H4: A *Conducive Learning Environment* explains change in subordinate performance better than *Social Learning Theory*.

Subordinate Performance Change in 2003

Envision Energize Edge Execute Ethics Avg β

Boss Performance Change



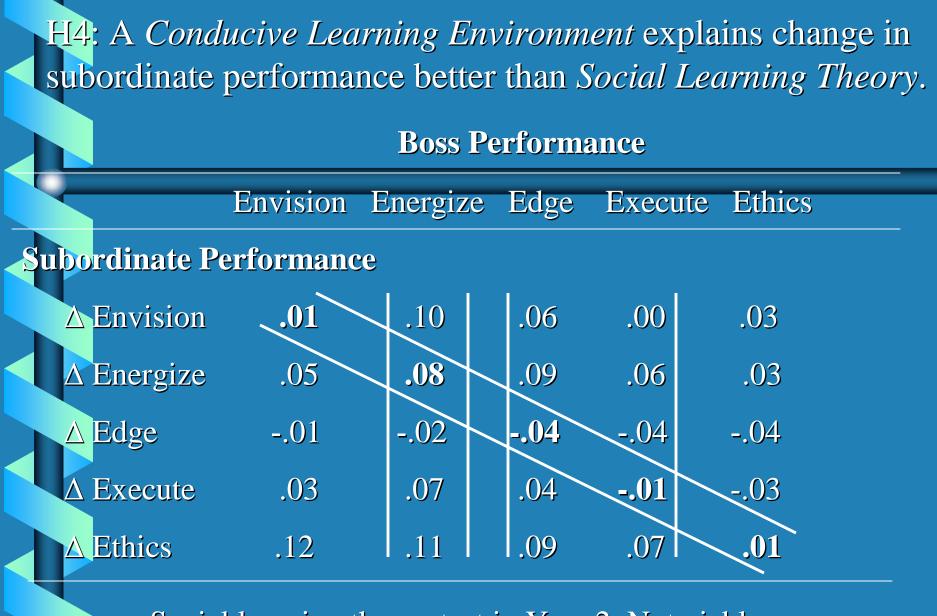
*p. < .10. Regression Beta Weight Matrices.

Social learning theory test. Obviously, not viable.

The upshot

- The 360 data may underestimate these effects: administrative and developmental purpose, lots of idiosyncratic bias, dubious construct validity
- Nonetheless, who you work for makes a difference; not just in your satisfaction, but also in your performance.
- There are cumulative effects of boss performance change that play out over time.
- A new boss with higher edge performance makes an impact initially, but increases in boss energizing performance impact subordinate performance over the long-term.
- A better boss is one who is more than a role model; a better boss creates a conducive learning environment. A better boss builds strategic capability and capacity for growth by developing people.

The END



Social learning theory test in Year 2. Not viable. Energize r = .06; On diagonal r = .01

*<u>p. < .1</u>0.