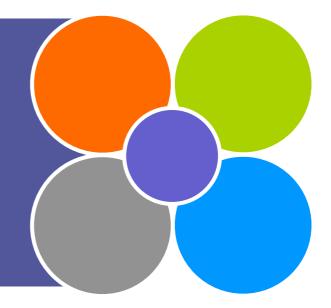


More than money — the Four Drives



Marie-Claire Mclachlan | SARA Conference 2013 | v1.2

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Employee Engagement & Motivation

Today's journey ...



The Ultimatum Game From rational self-interest ...



Four-Drive Theory

... to a deeper understanding of the emotional and social nature of human decision-making.



Implications for Total Rewards

Towards a mutually-beneficial exchange relationship.



Four-Drive Recognition

Well designed and well delivered recognition impacts all four drives and key business drivers.

The game has changed. The traditional business beliefs that brought success in the past will not bring success in the future.

"Proposer" (P)

Given 10 x R10 notes (R100).

Is to place as much of the money as he/she chooses in front of R as a "take it or leave it offer".



"Responder" (R)

If R accepts the offer, he or she keeps that money and P keeps the rest.

If R refuses the offer, neither party gets anything.

The Ultimatum Game

What would you do?



The Ultimatum Game

What would you do?





Traditional economic theory: "yes."

The Ultimatum Game

What would you do?



Traditional economic theory: "yes."



BUT! People don't always make rational economic decisions

Mean offer: 44%

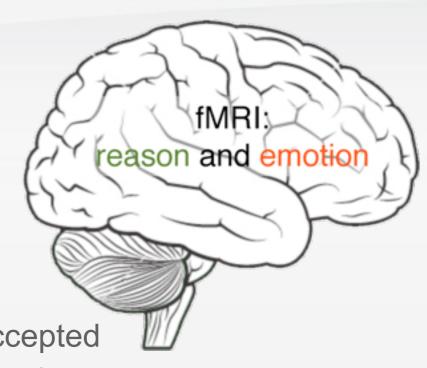
Virtually no offers of 20% or less accepted

No group displayed "rational" economic behaviour - offering/ accepting the lowest possible offer



It's not just about the money:









The four drives:

- innate and universal
- primary
- independent
- insatiable
- dA, dB, dC: always proactive;
 dD: always reactive
- will act on satisficing ("good enough") solutions
- a complete set

People are driven by multiple motivators



survival, conception and survival of offspring

+ stuff, status and recognition relative; basis of competition and the need for esteem



to form long-term, mutually caring and trusting relationships with other people motivates people to cooperate



Choice

ourselves and offspring from threats

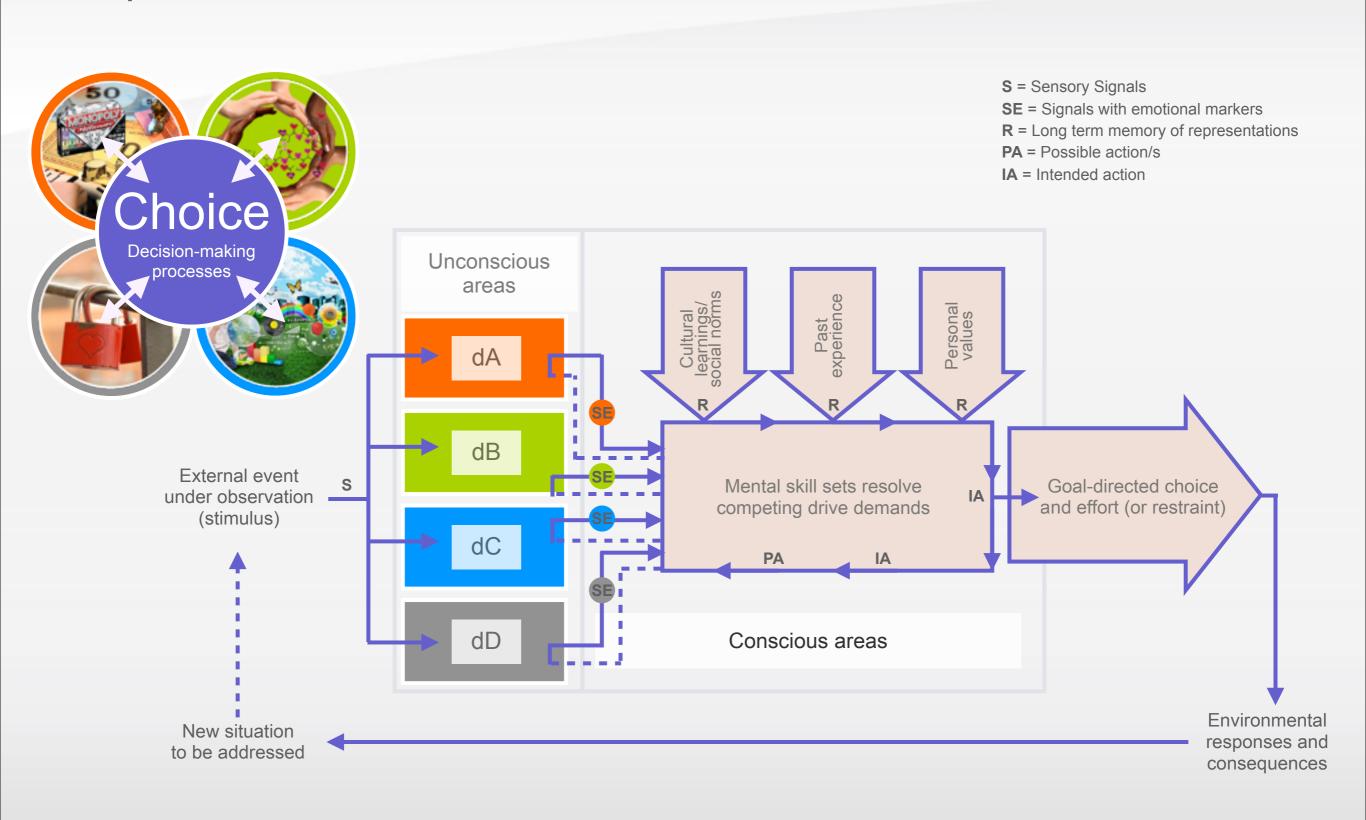
+ bonded groups, ideas and beliefs; pride, hope and self-image; physical well-being; strangers and future generations from danger and harm



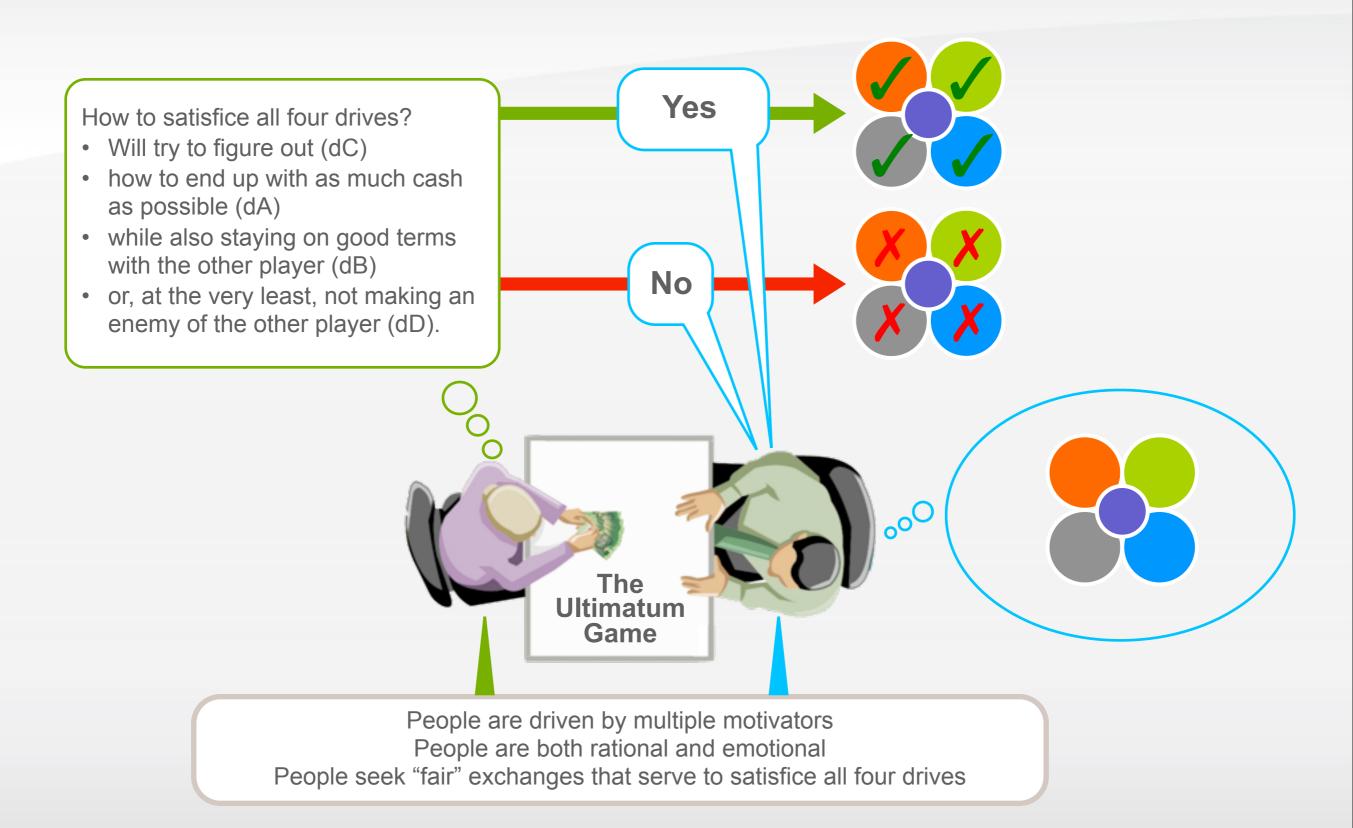
shared understandings (dC) + bonded relationships (dB) = what hold groups together

to learn, create, innovate, make sense of the world and ourselves: "to 'create' a better self, team, organisation, world"

People are both rational and emotional

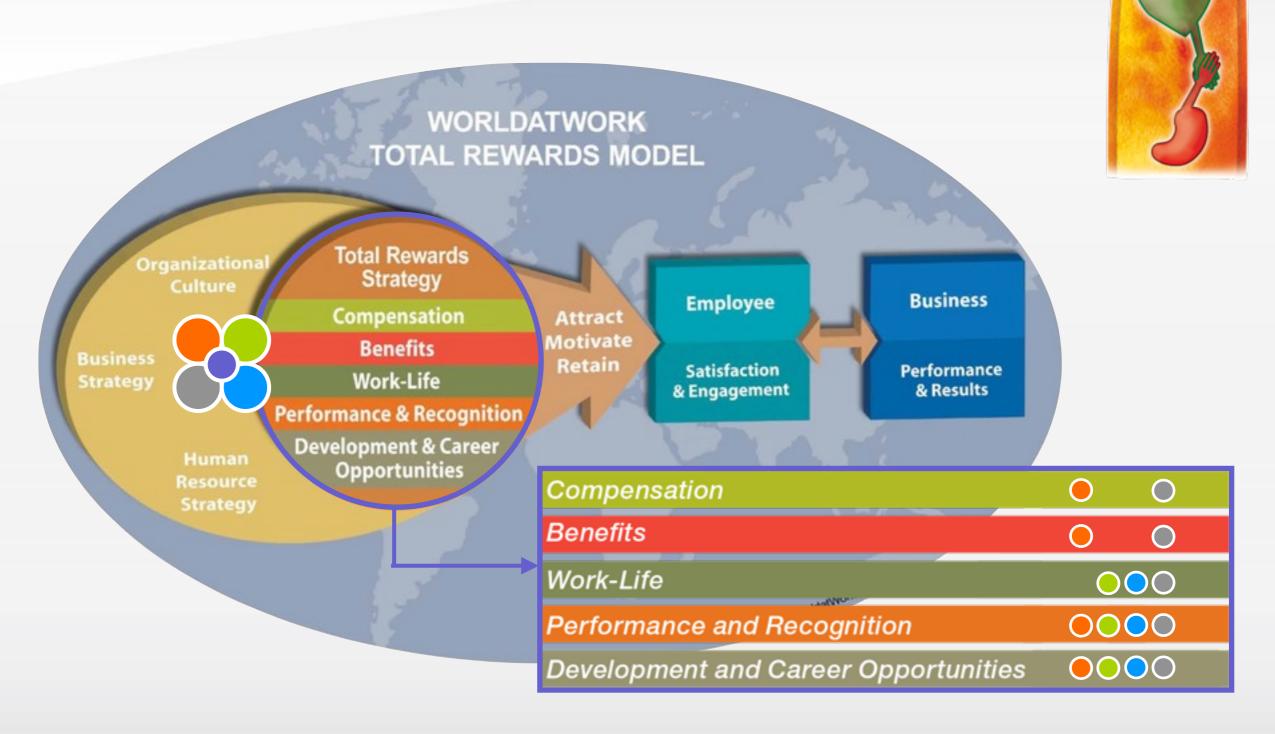


More than money - the Four Drives



Implications for Total Rewards

Design corporate structures to create a mutually beneficial employment value proposition



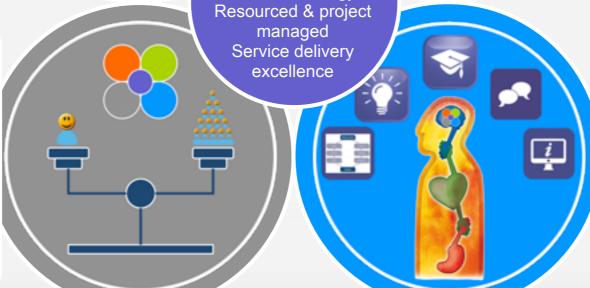
Four Drive Recognition

Well designed and well delivered recognition impacts all four drives and key business drivers

- ✓ Stuff & status awards: broadbased daily tangible rewards + experience & prestigious status awards
- √ Gamification
- ✓ Acquire status for expertise, contributions
- ✓ Rewards create a memorable, associative experience
- ✓ Fair, 4D balanced, equitable & sincere program parameters & practices
- ✓ Ongoing feedforward coach & get employees back on track asap to defend performance achievement
- ✓ Defend program, company, culture, relationships, status



- √ Shape cultural norms
- ✓ Connect, bond with others peer-to-peer & social recognition
- ✓ Build teams & community celebrations F2F & beyond
- ✓ Practice authentic, sincere appreciation to build trust
- ✓ Include social networking elements



- ✓ Purpose, strategy, goals & values-alignment
- ✓ Encourage & recognise ideas, suggestions & innovations
- ✓ Train managers on the why & how of recognition
- ✓ Give feedback & communicate to mirror, see impact, create understanding & shared meanings

Retention

Engagement

Alignment

Performance

In summary



It's not just about the money



- · People are driven by multiple
- motivators: dA, dB, dC, dD

 People are both rational & emotional
 People seek "fair" exchanges that serve to satisfice all four drives



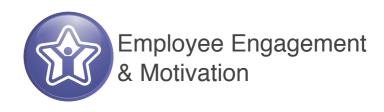
Design balanced total rewards strategies to create a mutually beneficial employment value proposition taking into account all four drives



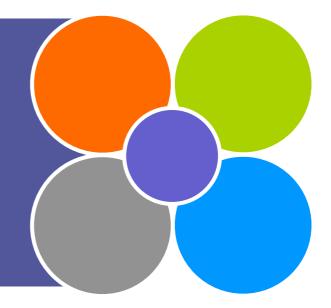
Well designed and well delivered recognition impacts all four drives and key business drivers.

Engagement Alignment Performance Retention

The game has changed. The traditional business beliefs that brought success in the past will not bring success in the future.



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Ke a leboga Ke a leboha Ngiyathokoza Enkosi Ngiyabonga Ndo livhuwa Inkomu Ke a leboga Siyabonga **Dankie** Thank you

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