Reinventing and Democratizing Leadership Development

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Leadership Development is a cornerstone of Talent Management. In 2018, and in many years past, corporate business and HCM leaders have paid more attention to Leadership Development than any other HCM function, according to Brandon Hall Group’s 2018 HCM Outlook research.

But all the attention and investment are not paying off with better leaders or improved business results. In fact, Brandon Hall Group’s latest Leadership Development research shows that no more than 41% of organizations believe LD programs at any leader level – from emerging and frontline all the way to the executive level – are effective.

The outlook is clear: leadership development is poised for disruption—partially through reinvention, and partially by democratization. By democratization we mean spreading development more evenly between leader levels rather than concentrating development at senior leader levels, which is largely the case now. It also means cascading it deeper into the organization.

Most leadership training today is too long, too linear, and neither engaging nor contextualized for the learner. Today, leadership is less about “hero” leadership and more about effective team-based, agile leadership. That equates to a larger market of future leaders who need foundational leadership development. However, for that leadership development to be effective, how the content is delivered is just as important as the content itself. The solution needs to be efficient, effective, and engaging.
The Current State of Leadership Development

Maturity of Leadership
Develop Programs

Before we delve into what needs to change in Leadership Development, it is important to understand where we are now. Only about about 2 in 5 organizations are developing leaders in a way that benefits the business.

Using its latest research results, Brandon Hall Group developed a Leadership Development Maturity Model. The model includes 4 levels:

- **Level 1 (Lagging):** 1 in 5 organizations have no real leadership development strategy, and what programs they have are inconsistent across the enterprise, and even within business units or even departments. LD is not making a contribution to business results, and may even be holding back the organization.

- **Level 2 (Emerging):** About 2 in 5 organizations are developing a LD strategy and beginning to move away from event-oriented LD into a strategy of continuous learning. But LD is still evolving and is still not making a business difference.

- **Level 3 (Developing):** About one-third of organizations have a well-developed strategy of continuous learning with a rich mix of modalities targeted at most or all leaders levels, from high-potential/emerging leaders, through frontline leaders and supervisors, mid-level managers, senior leaders and executives. At this level of maturity, LD is beginning to have a positive impact on the business.

- **Level 4 (Leader):** One in 10 organizations is at this elite level where LD is fully developed, completely aligned with the needs and goals of the business and focused on not only current leadership needs, but on the future and the competencies, capabilities and skills that are needed in the digital age.

Source: 2017 Brandon Hall Group Leadership Development Study (n=279)
The Impact of Immature Leadership Development

The direct consequence of a lack of well-developed programs is less-than-effective leadership at all leader levels. The Brandon Hall Group research shows low effectiveness rates for leadership programs at all development levels. The most serious problem – and the biggest missed opportunity – is the lack of relevant programs aimed at high-potential and emerging leaders.

The poor results are not the result of lack of effort. The research shows that 90% of organizations have a targeted program aimed at high-potentials and emerging leaders. But those efforts are simply not succeeding. As you will see, most organizations are not focusing on the right competencies, nor are they developing content that positively impacts learners who are just beginning their leadership journeys. They need a broad foundation that can equip them to meet current responsibilities and future challenges.

### Leadership Development Effectiveness by Leader Level

<table>
<thead>
<tr>
<th>Leader Level</th>
<th>Less than effective</th>
<th>Effective/Exceptional</th>
</tr>
</thead>
<tbody>
<tr>
<td>Executives</td>
<td>62%</td>
<td>38%</td>
</tr>
<tr>
<td>Senior Management</td>
<td>63%</td>
<td>37%</td>
</tr>
<tr>
<td>Mid-level Management</td>
<td>63%</td>
<td>37%</td>
</tr>
<tr>
<td>Supervisor Level</td>
<td>59%</td>
<td>41%</td>
</tr>
<tr>
<td>High-Potentials/Emerging Leaders</td>
<td>67%</td>
<td>33%</td>
</tr>
</tbody>
</table>

Source: 2017 Brandon Hall Group Leadership Development Study (n=272)
The Potential of High-Quality Leadership Development

Even though most organizations struggle with Leadership Development, especially among high-potentials, the news is not all bad. Brandon Hall Group Our research shows that the organizations which invest in LD in the right ways – with specific strategies and aligned to the needs of the business – can get good results.

For organizations with more mature LD programs – those at Levels 3 and 4 in the maturity model – there is a strong correlation between successful leadership development programs and improved Key Performance Indicators such as employee engagement, customer satisfaction and retention, and employee retention.

In fact, Levels 3 and 4 organizations are 45% more likely to experience increased employee engagement than Level 2 organizations, and 141% more likely to see better employee engagement than Level 1 organizations. Similarly, the most mature organizations in LD are 2½ times more likely than Level 1 organizations to see increased employee retention.

Leadership development – created in alignment with business needs and focused on the correct competencies, skills, capabilities and attributes – can and does work. So the burning question is, what is impeding progress for so many organizations?
Barriers to Successful Leadership Development

Which of the following do you consider to be barriers to an effective leadership development program in your organization?

<table>
<thead>
<tr>
<th>障碍</th>
<th>百分比</th>
</tr>
</thead>
<tbody>
<tr>
<td>Time constraints</td>
<td>68%</td>
</tr>
<tr>
<td>Financial resources</td>
<td>52%</td>
</tr>
<tr>
<td>Unable to measure impact</td>
<td>46%</td>
</tr>
<tr>
<td>Organization not ready</td>
<td>43%</td>
</tr>
<tr>
<td>Lack of executive support</td>
<td>34%</td>
</tr>
<tr>
<td>No technology to scale program</td>
<td>30%</td>
</tr>
<tr>
<td>Shortage of resources to design implement program</td>
<td>26%</td>
</tr>
<tr>
<td>HR/L&amp;D team lacks knowledge and skills to design, launch, delivery contemporary program</td>
<td>22%</td>
</tr>
</tbody>
</table>

Source: 2017 Brandon Hall Group Leadership Development Survey (n=230)

When Brandon Hall Group asked research respondents about barriers that existed in developing leaders, the top two reasons were, predictably, time and money.

Almost 7 in 10 organizations said time constraints were a major barrier to leadership development, and more than half cited financial resources. And yet, when asked about their intentions for LD in 2018, 43% said they plan to spend more money in 2018-19, and 59% said they plan to spend more time – the two things they cited as their biggest constraints.

But the problem gets worse. The research also shows that when organizations do spend more money on LD, they spend it disproportionately on senior and executive leaders, rather than front-line and high-potential and emerging leaders.

Organizations need to be much more strategic in their use of the limited time and money they can put toward LD. With senior leaders, it is more difficult to change behaviors and build new capabilities and sensibilities to lead in the digital age, where there is greater focus on team-based collaboration, innovation, and rapid change. The missed opportunity is providing a broad foundation of leadership skills when learners are earlier in their leadership journeys and do not have entrenched habits that may not be in the best interest of the business – or their careers.
The Leadership Development Opportunity

The transition into leadership has always been a difficult one. Going from being responsible for oneself to being responsible for several direct reports – or even overseeing a team of peers – can be daunting. Research shows that only one-third of leaders are hired into a management position, and even then they may not have much – or any – formal preparation for the roles. Only about 1 in 10 leaders indicated they were groomed to be a leader by an internal development program.

Transitions into leadership roles can be very rocky . . .

- Little to no formal development in anticipation of the most challenging transition in business
- Often little, if any, warning
- Very little advanced preparation

**How I Arrived in a Leadership Position**

- I was hired into a management position: 33%
- Given a leadership as a form of reward for technical expertise: 20%
- Others see me as a natural leader: 12%
- There was no one else for the job: 11%
- I was groomed to be a leader by a development program internally: 11%
- I asked for it: 9%
- Given a leadership position as a result of my background (e.g., MBA): 4%


Poor Leadership Behaviors Can Take Hold Early

- Resisting New Ideas
- Lacking Energy and Enthusiasm
- Lacking Emotional Intelligence
- Lacking Clear Vision and Direction
- Lacking Interpersonal Skills
- Failing to Develop Others
- Having Poor Judgment
- Not “Walking the Talk”
- Not Collaborating

With so little preparation or assistance to lay the proper foundations for managing and leading, it is easy for bad leadership behaviors to take hold early. While many people talk about being natural leaders, leadership skills – particularly in a competitive, corporate environment – do not come naturally to most people. It is very likely that new leaders, many of whom are promoted based on their technical expertise in their previous positions, might be resistant to new ideas, developing others, or building effective teams through collaboration.
Forming Good Habits Early is Critical

Forming good leadership practices early in a leader’s development is critical because poor leadership and management is costly. A high percentage – about half – of all new leaders fail on the job. And, as we are told all too often, employees don’t quit companies, they quit managers. In fact, about one-third of an organization’s employee turnover can be avoided through better leadership.

- Poor leadership practices cost companies an amount equal to 8% of annual revenues.
- 32% of an organization’s employee turnover can be avoided through better leadership.
- Better leadership can generate a 3%-4% improvement in customer satisfaction.
- Most organizations operate with a 5%-10% productivity drag that better leadership practices could eliminate.

The bottom line is that lack of training and development for high-potential or emerging leaders leads to lack of quality leadership, especially in the current work environment that is less hierarchial and more focused on cross-functional team collaboration and collective problem-solving.
Reinventing and Democratizing Leadership Development

Top Modalities for Training Emerging Leaders

- Stretch assignments: 76%
- On-the-job training: 73%
- Instructor-led training: 69%
- Coaching/mentoring: 68%
- Mobile-device enabled learning: 68%
- Social learning: 68%
- Micro-learning: 68%
- Assessments: 65%
- Games/simulations: 60%
- eLearning: 53%

Source: 2017 Brandon Hall Group Leadership Development Survey (n=265)

But the type of training is also important. When training more senior leaders, experiential modalities, such as stretch assignments and on-the-job training, are used most often. These are also seen by Brandon Hall Group research respondents as the most effective modalities at this level.

These same modalities, however, are also the most frequently used forms of training for emerging leaders. But as we showed earlier, training of emerging leaders is less effective than training at other leader levels.

One reason may be that organizations are putting the cart before the horse when it comes to training these emerging leaders by using these higher-touch methods too early. In other words, providing hands-on leadership experiences before providing a firm foundation of leadership skills and competencies puts these learners in situations for which they are not yet prepared.

E-learning, which as the graphic above shows is the least-utilized modality for training emerging leaders, is an excellent way to teach foundational skills to large groups of new and emerging leaders. And most of these learners are also millennials, who respond to short bursts of content on an anytime-anywhere basis, mobile-device enabled learning, micro-learning and games/simulations. But, as the research shows, almost all those modalities get less use at the more junior levels than the more experiential types of training. Make no mistake – experiential learning in leadership development is good, but it is much more effective after undergoing a foundational training program that can be delivered by under-utilized eLearning.
Leadership Training Is Ripe for Disruption

Leadership training is restricted to the “select” few

Leadership is needed at all levels of the organization and all individuals can improve

Leadership training is sporadic

Leadership training should be very frequent to create true behavioral change

Leadership training is not contextualized

Leadership training should lie within the context of a leader’s workflow

Leadership training is too long and hard to access

Leadership training should be quick and easy to consume

Source: Skillsoft

Fresh and innovative leadership development approaches are required to prepare the next generation of leaders, who will be stepping into leadership roles much earlier than previous generations and leading in an era of digital transformation.

Organizations in every vertical are flattening their structures with deeply collaborative, cross-functional teams, so individuals are no longer constrained by the limited, traditional hierarchical pathways into functional leadership roles. As a result, today’s workers cannot predict when they will experience their first leadership opportunity. Therefore, organizations that provide broad-based leadership development training will help those with leadership potential evolve and meet leadership challenges whenever they arise. Having more individuals at all levels who are prepared with foundational leadership development opens up a wider swath of the talent pool in the moment of need.
Employers Aren’t Focused on the Right Competencies for Developing/Emerging Leaders of Tomorrow

The Brandon Hall Group research shows that organizations still stress traditional competencies, such as strategic thinking, trust/integrity, team building and problem solving. There is certainly nothing wrong with these competencies – and clearly they are needed as leaders progress in their careers. But they are not the ideal initial core competencies to focus on when developing emerging leaders. These learners often start in entry-level roles that require the ability to be inclusive, influence, collaborate, innovate and inspire, all of which rank toward the bottom of the priority level of leadership competencies, according to the research.

Source: 2017 Brandon Hall Group Leadership Development Survey (n=261)
Changing Nature of Leadership

The age of siloed leadership and the “hero leader” is giving way to the age of leading in a digital economy, where “hero teams” work collaboratively and decision-making is distributed across functions and many employee roles. This calls for a stronger emphasis on different competencies. For example, Skillsoft’s Leadership Development program includes content covering 20 critical leadership competencies for today’s learner, many of which are listed below:

Leading in the Digital Age: New Competencies

- Embracing Diversity in Leadership
- Leading with Digital Technology
- Leading through Disruption
- Computational and Cognitive Thinking
- Leading a Customer-Care Culture
- The Agile Leader: Perseverance & Flexibility
- Leading Virtually
- Leading Innovation
- Leading through the Challenge of Change

Source: Skillsoft
Digital Leadership Development

Democratization of leadership development encourages and allows individuals to start thinking about becoming a leader earlier in their career. Mass-access leadership development resources, leveraging the best that effective educational technology can offer, present a powerful solution to support learners as they embark on the journeys. Organizations can no longer afford to be as selective as they have in the past regarding providing employees with an understanding of what it means to be an effective leader and how to get there.

These types of programs, like Skillsoft’s new Leadership Development Program, make extensive use of scenarios and behavioral demonstrations for fully contextualized leadership development.

New Foundational Course Content for Leadership Development!

This instructional approach leverages a common set of characters, including a “leader mentor” throughout the portfolio of leadership courses. The use of high-impact drama and pragmatic storytelling within the scenarios encourages retention. Through this drama, the content directly models critical human-interaction elements important to the leadership pedagogy, such as body language, tone, and attitude, and demonstrate clear and specific strategies for effective implementation. The use of vignettes and role plays within behavioral demonstration leverages one of the most valuable methods for training future leaders, and the use of a mentor leader is akin to providing mentorship at scale.
Components of The Narrative Pedagogy

Character Portrayal

- Body language, facial expressions, and gestures of characters reinforce desired emotional response and enhance storyline.
- Empathetic characters deliver storylines with authenticity through strategic tone, pitch, pace, and volume.
- Voice tones are modulated to create interest, enthusiasm, and involvement and to establish mood for learners.

Leading through The Challenge of Change Course

These courses are instructionally, functionally, and aesthetically designed to support the accelerated learning of principles in leadership for the modern, digital learner. This narrative-based pedagogy utilizes a variety of narrative themes, key storyline elements, and character portrayal, all set within a team context.

Digital natives tend to reject linear, structured learning experiences, and prefer a “show me” to a “tell me” approach. The use of emotion and story-telling in the narrative pedagogy engages both sides of the brain, while the use of imagery and kinetic text reinforce key points visually. The content is comprised of interactive, realistic scenarios with extensive behavioral demonstration, panel discussions with a high-caliber facilitator/host, and leading subject matter experts and thought leaders in leadership. This balanced instructional flow moves between instruction and example to allow learners to tie learning to common on-the-job behaviors and team interaction elements.

Common Set of Characters and Demonstration Techniques Threaded Across Course Portfolio

- Character protagonists portray various leader levels.
- Gender and ethnic diversity represented.
- Range of character attributes and personality types loosely linked to range of leadership styles.

Host as Learning Agent  Leader Mentors  Leaders at Various Development Stages  Emerging Leaders

Source: Skillsoft
Authors and Contributors

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Reinventing and Democratizing Leadership Development

About the Skillsoft Leadership Development Program

Course and Channel Resource Documents

Tools

Self-Assessments

Leader Led Activities

Includes application, discussion, and facilitator guides and accompanying PowerPoint slides

Channel: Leading Through Change

Scenario Based Course: Leading through the Challenge of Change

Books

Summaries

SME Leadership Channel Videos

Guides, tools, and Self-assessments

Includes application, discussion, and facilitator guides and accompanying PowerPoint slides

About the Skillsoft LD Program (continued)

Navigating digital transformation will require leaders to develop a new set of competencies and capabilities and lead with a “digital mind-set”

March 2018 Release
1. Leading Through the Challenge of Change
2. Building and Leading Successful Teams
3. Creating a Successful Business Execution Culture
4. The Emotionally Intelligent Leader
5. Coaching
6. Critical Thinking and Cognitive Flexibility
7. Problem Solving and Decision Making
8. The Agile Leader: Perseverance and Flexibility
9. Leading Virtually
10. Strategic Thinking
11. Influence and Persuasion
12. The Accountable Leader
13. Developing People
14. Leading Innovation
15. Embracing Diversity in your Leadership
16. Setting and Managing Priorities
17. Coordinating with your Leader Peers
18. Judgment and Decisiveness
19. Leading Organizational Vision
20. Managing Conflict

Forthcoming 2018
• New Leader Transitions
• The Mindful Leader
• Leading with Values & Ethics
• Executive Presence
• Leading with Digital Technology
• Computational and Cognitive Thinking
• Leading Across Cultures
• Leading through Disruption
• Leading a Customer-Centric Culture
• Becoming a passionate leader learner
• Women in Leadership

About Skillsoft
Skillsoft offers organizations powerful content and robust technology designed to address the business needs of today and tomorrow. To experience leadership development content from Skillsoft, sign up for a 14-Day Free Trial.

‘CLICK HERE FOR A FREE TRIAL’
About Brandon Hall Group

Brandon Hall Group is a HCM research and advisory services firm that provides insights around key performance areas, including Learning and Development, Talent Management, Leadership Development, Talent Acquisition, and HR/Workforce Management.

With more than 10,000 clients globally and 20 years of delivering world-class research and advisory services, Brandon Hall Group is focused on developing research that drives performance in emerging and large organizations, and provides strategic insights for executives and practitioners responsible for growth and business results.

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Our Services

GET HELP TO DRIVE RESULTS FOR YOUR TALENT

In today’s volatile and global business climate, managing talent for high-performance plays an increasingly crucial role in an organization’s growth and future success. Effective talent management is a top priority in organizations everywhere because, while organizations recognize the need to obtain and retain people with the very best skills, they continue to struggle to implement effective strategies to do so. HR and Learning professionals need to be able to successfully define organizational talents needs and skills, identify talent strengths and career goals, and align organizational needs to individual needs. Rethink your strategy, validate your assumptions, transform your business, and optimize your time with the use of reliable data, tools, and guidance.
Our Services (Continued)

GET HELP WITH YOUR HR SERVICES MANAGEMENT & DELIVERY

As described in the employee lifecycle, processes are linked to employee transactional processes (e.g., compensation, benefits, compliance, contingent workforce management, etc.) via workforce planning and analytics.

- Policies/Process/Procedure
- Payroll
- Expense Management
- Benefits & Compensation
- Contingent Workforce Management
- Compliance
- Time & Labor Management

GET CONSULTING HELP WITH...

- Strategy and Planning
- Governance & Business Alignment
- Executive Management
- Team Development
- Measurement & Analytics
- Program Design & Deployment
- Technology Selection, Management & Integration
- Organizational Structure
- Measurement & Analytics
- Change Management
- Budgeting & Forecasting

Membership Offers Tailored Support

At the core of our offerings is a Membership Program that combines research, benchmarking and unlimited access to data and analysts. The Membership Program offers insights and best practices to enable executives and practitioners to make the right decisions about people, processes, and systems, coalesced with analyst advisory services which aim to put the research into action in a way that is practical and efficient. Membership also provides you direct access to our seasoned team of thought leaders dedicated to your success, backed by a rich member community, and proactive support from our client services team.

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- 1 on 1 Consultations
- Research Briefings
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CLIENT SUCCESS PLAN
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- Client Associate
- Monthly Meetings

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