

# Reading: Atypical Theory: Servant Leadership & Why It Works

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craig@commongroundconsulting.org www.commongroundconsulting.org The paradoxical idea of servant leadership brings to mind the phrase, "so crazy, it might actually work." In the traditional view of leadership, service is the job of the follower. However, servant leadership puts the leader at service. In servant leadership, the leader focuses on providing service to their followers (Mai Dolinh): they empathize, nurture, and provide attention so that the followers can develop their full personal capacities<sup>1</sup>. Spears (2002) identified 10 servant leader characteristics:

Listening, Empathy, Healing, Awareness, Persuasion, Conceptualization, Foresight, Stewardship, and Commitment to the Growth of People and Building Community.

**Listening** involves the interactive process of communication between leaders and followers. In the traditional world of leadership, we think of leaders as instructing, ordering, or ruling. In servant leadership, leaders listen first to understand, acknowledge and empathize with their followers.

**Empathy** is the ability to put ourselves in someone else's position and see where they are coming from. This makes the follower feel unique, valued, and validated.

**Healing** does not involve mystical powers, however it does involve offering support to followers by overcoming their personal problems and caring about their well-being.

**Awareness** is similar to emotional intelligence in that it includes the understanding of oneself and the impact one has on others through being attune and receptive to one's physical, social, and political environments.

**Persuasion**, not coercion, is a servant leadership quality. Persuasion involves the use of gentle non-judgmental argument, not force-like coercion.

<sup>&</sup>lt;sup>1</sup> Northouse, P. G. (2013). Leadership: Theory and practice (6th ed.). Thousand Oaks, CA: Sage.

**Conceptualization** and foresight are similar in that they both require a looking into the future. Conceptualization is visualization to help prepare for complex organizational problems.

**Foresight** involves the ability to predict the future through analyzing the past and paying attention in the present.

**Stewardship** is when the leader takes responsibility for their role as leader. It requires taking on the responsibilities of a leader and holding the organization in trust.

**Commitment to the Growth of People** is a dedication to each person in the organization and a commitment to helping each individual grow both personally and professionally.

**Building Community** requires leaders to help community members explore differences, manage conflicts and look for shared interests that can make everyone stronger.

Simon Sinek, a management theorist discusses what makes a great leader in the attached TED Talk<sup>2</sup> transcript.

Sinek explains why good leaders make their followers feel safe and secure which can inspire cooperation, influence, and create a strong bond. This talk really helps to illustrate how efficient leadership can be achieved by putting the followers first.

Servant leadership is successful when leaders truly believe and act upon a desire to make their followers successful, through being honest and treating them as partners<sup>3</sup>. Sinek gives us a great real world application of this by telling the story of Charlie Kim, the CEO of Next Jump. Next Jump is a tech company, of which there are thousands in the US, but what makes Next Jump stand out is it's policy of lifetime employment. That's right, no one gets fired—ever. In fact, if your performance is weak, extra time and resources are dedicated to coaching and helping you improve.

As a leader, what better way to demonstrate your belief in and desire to make your followers successful, than a no-fire policy? This upfront honesty and trust given to employees the moment they are hired shows how servant leadership creates performance and growth. Charlie Kim grew his company from a one man operation to a multi-layered corporation. Both Charlie and Sinek talk about viewing leaders and followers as analogous to parents and children. If our child brings home a C or acts out, we don't fire them, we help them. As a leader, this philosophy of not abandoning our followers, no matter what, instills a strong sense of mutual trust and respect.

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<sup>&</sup>lt;sup>2</sup> Sinek, Simon. (2014, March). Why good leaders make you feel safe [Video file]. Retrieved from <a href="http://www.ted.com/talks/simon\_sinek\_why\_good\_leaders\_make\_you\_feel\_safe#t-627531">http://www.ted.com/talks/simon\_sinek\_why\_good\_leaders\_make\_you\_feel\_safe#t-627531</a>

<sup>&</sup>lt;sup>3</sup> PSU WC. (2014). PSYCH 485: Lesson 11, Servant leadership. Retrieved November 8th, <a href="https://courses.worldcampus.psu.edu/fa14/psych485/001/toc.html">https://courses.worldcampus.psu.edu/fa14/psych485/001/toc.html</a>

Servant leadership only works when leaders have a humanistic philosophy and altruistic tendencies (PSU, 2014). Sinek talks about how banking CEO's violated the definition of leadership, breaking the social contract involved by sacrificing so many of their followers during the recession, so as not to affect their own income. These acts of greed by leaders have been seen throughout history and have created a distrust and fear among leaders and followers. The banking industry will now have a hard time retaining hardworking, loyal employees. As Sinek says, "Great leaders would never sacrifice the people to save the numbers, they would sooner sacrifice the numbers to save the people." This is an idea rooted in servant leadership, the idea of putting others first.

How does putting others first benefit the leader? Sinek tells us about Bob Chapman, the owner of a manufacturing company in the mid-west. His company was hit hard by the recession in 2008, losing 30% of their orders overnight. They were in a ten million dollar hole. Staying true to the model of servant leadership, Bob refused to lay off any of his workers. Instead of cutting jobs, Bob announced to the company that he would rather everyone suffer a little, than to have one person suffer a lot; and inducted a furlough program. All members of the organization from the CEO to floor workers were required to take a 4 week unpaid vacation. The trust that results from servant leadership (Bob not laying off any workers) encourages followers to grow as servant leaders themselves while maximizing their potential which in turn benefits the organization.

The workers maximized their potential, saving the organization not ten, but twenty million dollars! The idea of this trust encouraging followers to grow as servant leaders themselves was illustrated in what happened during this furlough program. The employees who could afford to take more time off, traded with those who could not, helping lighten the financial impact on their own colleagues. This natural development and passing on of leadership shows the long reaching influence servant leadership has.

So crazy it might just work.

A perplexing theory such as servant leadership takes radical ideas like a lifetime employment policy, or employee-wide furlough, to illustrate how putting the leader at the service of their followers can result in ethical and efficient leadership.

"When individuals engage in servant leadership, it is likely to improve outcomes at the individual, organizational, and societal levels." The servant leadership actions of Charlie Kim and Bob Chapman depict how the proper use of servant leadership creates trust, and inspires productivity; benefiting their organization, their employees, and those around them.

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# Transcript: Why Good Leaders Make You Feel Safe, Simon Sinek

# 0:11

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craig@commongroundconsulting.org www.commongroundconsulting.org There's a man by the name of Captain William Swenson who recently was awarded the congressional Medal of Honor for his actions on September 8, 2009.

# 0:24

On that day, a column of American and Afghan troops were making their way through a part of Afghanistan to help protect a group of government officials, a group of Afghan government officials, who would be meeting with some local village elders. The column came under ambush, and was surrounded on three sides, and amongst many other things, Captain Swenson was recognized for running into live fire to rescue the wounded and pull out the dead. One of the people he rescued was a sergeant, and he and a comrade were making their way to a medevac helicopter.

## 1:07

And what was remarkable about this day is, by sheer coincidence, one of the medevac medics happened to have a GoPro camera on his helmet and captured the whole scene on camera. It shows Captain Swenson and his comrade bringing this wounded soldier who had received a gunshot to the neck. They put him in the helicopter, and then you see Captain Swenson bend over and give him a kiss before he turns around to rescue more.

# 1:43

I saw this, and I thought to myself, where do people like that come from? What is that? That is some deep, deep emotion, when you would want to do that. There's a love there, and I wanted to know why is it that I don't have people that I work with like that? You know, in the military, they give medals to people who are willing to sacrifice themselves so that others may gain. In business, we give bonuses to people who are willing to sacrifice others so that we may gain. We have it backwards. Right? So I asked myself, where do people like this come from? And my initial conclusion was that they're

just better people. That's why they're attracted to the military. These better people are attracted to this concept of service. But that's completely wrong. What I learned was that it's the environment, and if you get the environment right, every single one of us has the capacity to do these remarkable things, and more importantly, others have that capacity too. I've had the great honor of getting to meet some of these, who we would call heroes, who have put themselves and put their lives at risk to save others, and I asked them, "Why would you do it? Why did you do it?" And they all say the same thing: "Because they would have done it for me." It's this deep sense of trust and cooperation. So trust and cooperation are really important here. The problem with concepts of trust and cooperation is that they are feelings, they are not instructions. I can't simply say to you, "Trust me," and you will. I can't simply instruct two people to cooperate, and they will. It's not how it works. It's a feeling.

# 3:17

So where does that feeling come from? If you go back 50,000 years to the Paleolithic era, to the early days of Homo sapiens, what we find is that the world was filled with danger, all of these forces working very, very hard to kill us. Nothing personal. Whether it was the weather, lack of resources, maybe a saber-toothed tiger, all of these things working to reduce our lifespan. And so we evolved into social animals, where we lived together and worked together in what I call a circle of safety, inside the tribe, where we felt like we belonged. And when we felt safe amongst our own, the natural reaction was trust and cooperation. There are inherent benefits to this. It means I can fall asleep at night and trust that someone from within my tribe will watch for danger. If we don't trust each other, if I don't trust you, that means you won't watch for danger. Bad system of survival.

#### 4:12

The modern day is exactly the same thing. The world is filled with danger, things that are trying to frustrate our lives or reduce our success, reduce our opportunity for success. It could be the ups and downs in the economy, the uncertainty of the stock market. It could be a new technology that renders your business model obsolete overnight. Or it could be your competition that is sometimes trying to kill you. It's sometimes trying to put you out of business, but at the very minimum is working hard to frustrate your growth and steal your business from you. We have no control over these forces. These are a constant, and they're not going away.

#### 4:46

The only variable are the conditions inside the organization, and that's where leadership matters, because it's the leader that sets the tone. When a leader makes the choice to put the safety and lives of the people inside the organization first, to sacrifice their comforts and sacrifice the tangible results, so that the people remain and feel safe and feel like they belong, remarkable things happen.

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#### 5:12

I was flying on a trip, and I was witness to an incident where a passenger attempted to board before their number was called, and I watched the gate agent treat this man like he had broken the law, like a criminal. He was yelled at for attempting to board one group too soon. So I said something. I said, "Why do you have treat us like cattle? Why can't you treat us like human beings?" And this is exactly what she said to me. She said, "Sir, if I don't follow the rules, I could get in trouble or lose my job." All she was telling me is that she doesn't feel safe. All she was telling me is that she doesn't trust her leaders. The reason we like flying Southwest Airlines is not because they necessarily hire better people. It's because they don't fear their leaders.

#### 6:06

You see, if the conditions are wrong, we are forced to expend our own time and energy to protect ourselves from each other, and that inherently weakens the organization. When we feel safe inside the organization, we will naturally combine our talents and our strengths and work tirelessly to face the dangers outside and seize the opportunities.

#### 6:27

The closest analogy I can give to what a great leader is, is like being a parent. If you think about what being a great parent is, what do you want? What makes a great parent? We want to give our child opportunities, education, discipline them when necessary, all so that they can grow up and achieve more than we could for ourselves. Great leaders want exactly the same thing. They want to provide their people opportunity, education, discipline when necessary, build their self-confidence, give them the opportunity to try and fail, all so that they could achieve more than we could ever imagine for ourselves.

# 6:58

Charlie Kim, who's the CEO of a company called Next Jump in New York City, a tech company, he makes the point that if you had hard times in your family, would you ever consider laying off one of your children? We would never do it. Then why do we consider laying off people inside our organization? Charlie implemented a policy of lifetime employment. If you get a job at Next Jump, you cannot get fired for performance issues. In fact, if you have issues, they will coach you and they will give you support, just like we would with one of our children who happens to come home with a C from school. It's the complete opposite.

# 7:36

This is the reason so many people have such a visceral hatred, anger, at some of these banking CEOs with their disproportionate salaries and bonus structures. It's not the numbers. It's that they have violated the very definition of leadership. They have violated this deep-seated social contract. We know that they allowed their people to be

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sacrificed so they could protect their own interests, or worse, they sacrificed their people to protect their own interests. This is what so offends us, not the numbers. Would anybody be offended if we gave a \$150 million bonus to Gandhi? How about a \$250 million bonus to Mother Teresa? Do we have an issue with that? None at all. None at all. Great leaders would never sacrifice the people to save the numbers. They would sooner sacrifice the numbers to save the people.

## 8:25

Bob Chapman, who runs a large manufacturing company in the Midwest called Barry-Wehmiller, in 2008 was hit very hard by the recession, and they lost 30 percent of their orders overnight. Now in a large manufacturing company, this is a big deal, and they could no longer afford their labor pool. They needed to save 10 million dollars, so, like so many companies today, the board got together and discussed layoffs. And Bob refused. You see, Bob doesn't believe in head counts. Bob believes in heart counts, and it's much more difficult to simply reduce the heart count. And so they came up with a furlough program. Every employee, from secretary to CEO, was required to take four weeks of unpaid vacation. They could take it any time they wanted, and they did not have to take it consecutively. But it was how Bob announced the program that mattered so much. He said, it's better that we should all suffer a little than any of us should have to suffer a lot, and morale went up. They saved 20 million dollars, and most importantly, as would be expected, when the people feel safe and protected by the leadership in the organization, the natural reaction is to trust and cooperate. And guite spontaneously, nobody expected, people started trading with each other. Those who could afford it more would trade with those who could afford it less. People would take five weeks so that somebody else only had to take three.

#### 9:58

Leadership is a choice. It is not a rank. I know many people at the seniormost levels of organizations who are absolutely not leaders. They are authorities, and we do what they say because they have authority over us, but we would not follow them. And I know many people who are at the bottoms of organizations who have no authority and they are absolutely leaders, and this is because they have chosen to look after the person to the left of them, and they have chosen to look after the person to the right of them. This is what a leader is.

#### 10:30

I heard a story of some Marines who were out in theater, and as is the Marine custom, the officer ate last, and he let his men eat first, and when they were done, there was no food left for him. And when they went back out in the field, his men brought him some of their food so that he may eat, because that's what happens. We call them leaders because they go first. We call them leaders because they take the risk before anybody else does. We call them leaders because they will choose to sacrifice so that their people may be safe and protected and so their people may gain, and when we do, the

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natural response is that our people will sacrifice for us. They will give us their blood and sweat and tears to see that their leader's vision comes to life, and when we ask them, "Why would you do that? Why would you give your blood and sweat and tears for that person?" they all say the same thing: "Because they would have done it for me." And isn't that the organization we would all like to work in?

# 11:44

Thank you very much.

# 11:47

Thank you. (Applause)

b

Thank you. (Applause)

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