### Akaki Tsereteli State University Faculty of Business, Law and Social Sciences

Manuscript copyright protected

### Nana Lukhutashvili

## Contemporary Manifestations of Motivation in the Innovative Organizations

The Author's Abstract of the Doctoral Thesis Nominated for PhD Degree

in Business Administration Special Subject – 0203 - Management The given work has been executed at the Department of Business Administration of the Faculty of Business, Law and Social Sciences at the Akaki Tsereteli State University

Head of Doctoral Degree Program:

George Gavtadze,

Doctor of Economics, Professor

Scientific Advisor:

Emzar Julakidze,

Doctor of Economics, Professor

Reviewers:

Defense of a thesis will be held

Dissertation Council Secretary,

Associate Professor of ATSU

Lali Chagelishvili-Agladze

Doctor of Economics, Professor of Guram Tavartkiladze University

2017

Kh. Shalamberidze

Larisa Takalandze

Doctor of Economics, Professor of Sokhumi State University

38

### General description of work

Topically of research. Significant challenges are looming at the current stage of development of management theory and practice. Many of them are associated with fact that today, the organizations have to work under conditions of continuous innovations, and consequently taking into account the mutual influence of many factors of these and external conditions, modern management needs to develop the capacity to adapt to its constantly changing environment. Moreover, in the existing aggressive business environment, when the level of technology development allows the successful organizations for replicating the "yesterday's" innovation within a very short time, competitive advantage can be achieved only through the adequate motivation of the staff. And motivated staff is a prerequisite for the consistent implementation of a strategy of the organizations, strengthening their market positions and ultimately for success of these organizations.

Establishmentand development of effective motivational mechanisms should contribute to reducing conflicts, harmonization of the relationships between staff, enhancing the self-organization, self-development and self-fulfillment, which ultimately rise labor productivity and quality of performed work. It is important to create an effective mechanism of staff motivation management, achieve a right ratio of material and nonmaterial incentives, because only a balanced system of them allows us for retaining the loyalty of staff, reducing the negative results of resistance arising when adopting innovative changes and organizational novelties, and by that, achieving the full implementation of the strategic goals of the organization.

The necessity of motivation management, as well as in-depth study of its manifestations become even more relevant in the innovative organizations, because achieving competitive advantage, especially

its maintaining, is impossible without innovations. In fact, there is no successful management with no innovation. Consequently, it is necessary to provide consistent motivation for employees and study its contemporary manifestations in the innovative organizations. And this confirms the need for performing more in-depth studies of the mentioned area that determines the relevance of the topic of this dissertation.

Goal and objectives of research. Actually, a certain system of staff motivation is in place in all organizations. However, each of them, along with its positive sides, is characterized by negative manifestations as well, which prevent them from taking full advantage of the existing competences of staff that in fact, inhibits further development of these organizations. That is why study of specifics of job motivation in the innovative organizations enables managers of these organizations to the shortcomings of their own motivation system, and to concern with its further improvement. Accordingly, at the current stage, it is of high importance to develop scientist-practical recommendations and methodologies for theoretical justification for the creation of the effective motivation mechanisms. To achieve the goal, we set the following objectives to resolve:

- Study and analysis of job motivation, as a process in the modern innovative organizations;
- Study of optimality of combining internal and external factors of motivation for the innovative organizations:
- Study of manifestations of specifiets of job motivation management in the innovative organizations by using modern methods of motivation diagnosis;
- Conducting a sociological survey for studying the structure of job motivation, analysis of the results obtained on the basis of sociological research and developing relevant recommendations;
- Developing recomendations on improving the mechanism
  40

of motivation management for the modern innovative organizations, generally and specifically;

 Determining specifics of interrelation between motivations and incentives in the system of higher education and studying the motivation kernel teaching staff.

Novelty of research. In spite of numerous publications, theses of the conference, articles or books, in conditions of innovations boom, the methods of job evaluation and motivation directions are changing. From this point of view, the given dissertation is a research study, which fully describes specifics of motivation management in the innovative organizations, taking full account of which will enable the appropriate organizations to be successful. In particular, the proposed research:

- describes the principal points of all more or less known theories of motivation in management science, and based on the similarity, difference and interrelation of these points, they have been systematized;
- formulates the basic principles of constructing the mechanism of motivation management in the innovative organizations;
- examines those major factors, which may result from the innovative changes in the organization, and due to which the person resists to them inwardly, that is thay cause demotivation. There are suggested recommendations on overcoming these antagonisms;
- formulates the modern innovative trends associated with the reform of the higher education system of Georgia, and its integration into the world's education space;
- formulates those basic changes and relating to them problems, which are associated with the activities of teaching, staff under conditions of a shift from traditional to innovative teaching;
- based on the job motivation diagnosis, there have been formulated the requirements, which condition a sharp reduction in the subjective views regarding the fairness of the evaluation of the work contribution.

41

Object and scope of research. The object of research is represented by study and analysis of the motivation system in the innovation-oriented organiztions, as well as research investigation on the modern direction of the process of its formation and development. But, scope of research is the forms of motivational behavior and methods for activation of staff.

Theoretical and practical bearing of research. The paper has both practical and theoretical bearing. It dwells on those practical issues, a knowledge of which is necessary not only for managers engaged in business sphere, but also for government managers, and, generally, for all specialists interested in motivational management. It will help managers to better adapt to the existing environment under conditions of rapid innovations. The results of research can be used in studying such theoretical courses as: Management Bases, Innovative Management, Eusiness Administration, Leadership and Motivation Management, etc.

Research methodology and author's contribution. The methodological basis of research is represented by contemporaryeconomic theory and basic principles and regularities of management science, as the fundamentals of staff motivation management. The problems highlighted in research, have been examined and studied from the standpoint of both theoretical justification and practical application.

Various aspects of job motivation management have been extensively covered in the domestic and foreign literature and academic papers. Especially noteworthy are the works of researchers such as: F. Taylor, E. Mayo, A. Maslow, F. Herzberg, C. Alderfer, L. Potter, S. Adams, D. McGregor, D. McClelland, V. Vroom, W. Ouchi, S. Richie, P. Martin, R. Daft, V. Gerchikov, A. Litviniyuk, C. Zamfir et al. Significant research works on motivation issues have been also performed by Georgian researchers: E. Baratashvili, B. Mgebrishvili, N. Lazviashvili, P. Tsotskolauri, L. Takalandze, G. Mestvirishvili, G. Shikhashvili, G. Shubladze, T. Khomeriki, L. Chagelishvili, E. Julakidze et al.

Their works reveal and describe the basic conditions, principles and classification of motivation, modern motivation strategies, the issues of improving the forms and methods of material and moral incentives, and so on. However, these works do not sufficiently reflect specifics of job motivation management in different various sectors of the economy, moreover in the particular innovative organizations. In a dissertation, there have been widely used statistical materials of the questionnaire-based surveys on the specifics of motivation management by workplaces and occupations; the attitude of staff towards changes (innovations), as well as staff's motivating direction; motivational profile of staffs in a higher education system; a comprehensive procedural evaluation of motivation in the innovative organizations, as well as the opinions of the respondents on improving the effective mechanism of motivation.

The author's contribution to the research works on studying the modern problems of motivation and their specifics in the innovative organizations is expressed in the following academic papers:

- Remember that wealth is an obligation. Socio-Economic Problems of the Region's Development. III International Scientific Conference dedicated to the 25th Anniversary Kutaisi Technical University. Kutaisi, 1998, p. 135-138.
- 2. Portrait of a modern manager. Journal "Economic Profile", No 7, 2010, p. 48 -50. http://economicprofile.org/main/7-2010
- On the issue of management of the economic potential of vthe enterprise. Georgian Economy and Socio-Economic Problems of Sustainable development. II Scientific-Practical Conference of teaching staff. Kutaisi University, 2010, p. 94-96.
- 4. The genesis of organizing educational centers. Journal "Economic Profile", No 8, 2010, p. 67-71. <a href="http://economicprofile.org/main/8-2010">http://economicprofile.org/main/8-2010</a>

- 5. The genesis of Georgian educational centers. Scientific-Practical Conference dedicated to the 80th birth aniversary of academician V. Kelbakiani, ATSU, Kutaisi University and Georgian Academy of Educational Sciences. Kutaisi, 2014, p. 252-254.
- Some aspects of modern Georgian management. Journal "Economic Profile", No 14, 2014, p. 18-20. <a href="http://economicprofile.org/archives/438">http://economicprofile.org/archives/438</a>
- Theoretical and practical aspects of consistent motivation.
   Economics, Tourism and Information Technology in the Country's
   Development: Challenges and Prospects. International Scientific-Practical Conference, Kutaisi, 2014, p. 76-78.
- **8.** The algorithm of social and psychological methods of management in the innovative enterprises. Messenger of the Akaki Tsereteli State University, No 1(5), 2015, p. 43-50.
- Modern methods of job motivation. Journal "Economic Profile", No 16, 2016, p. 31-35. <a href="https://economicprofile.org/archives/820">http://economicprofile.org/archives/820</a>
- 10. Motivation crowding theory in modern management. Messenger of the Akaki Tsereteli State University, No 1(7), 2016, p. 31-37.
- 11. Technological innovations in institutions of higher education: problems and their solutions. Priorytetowe obszary badowcze: od teorii do praktyki. / Economy. Zarządzanie. Priorytetowe obszary badawcze: od teorii do praktyki /Lublin 28.02.2017, -p.30-31 view/1127
- 12. The attitude of teaching staff of institutions of higher education to the changes. Journal "Actual problems of economics, sociology and the law", 2017, No 2. -p. 56-58

For the purpose of periodic evaluation and monitoring of works carried out by doctoral candidate, there were conducted twice (on 10<sup>th</sup> of March 2016 and 25<sup>st</sup> of January 2017) the colloquium. Approbation of work was held at the Department of Business Administration of the 44

Akaki Tsereteli State University on 4 April 2017 (experts: I. Tsereteli, Associate Professor of ATSU; G. Shanidze, Associate Professor of ATSU; T. Dudauri, Associate Professor of Caucasian International University), where it was approved and recommended for public defense.

Volume and structure of dissertation. Dissertation comprises 177 computer printing pages. It includes Introduction part, three chapters, 9 paragraphs and conclusions. The text includes 14 tables, 10 drawings, 3 diagrams and 19 annexes. A list of 92 References appears below. The structure of work has the following form:

### Introduction

### Chapter 1. Conceptual framework of motivation in the process of development of innovative organizations

- 1.1. Civilization stages of society and the genesis of motivation theories
  - 1.2. Modern alternative theories of motivation
- 1.3. Basic principles of motivation in the innovation-oriented organiztions

### Chapter 2. Innovative changes in the organization and problems of motivation management

- 2.1. Innovative changes in the organizations and staff motivating factors
  - 2.2. Innovation in the educational system and related problems
- 2.3. Management of the innovative potential of a higher education system

### Chapter 3. Modern methods of motivation management in the innovation-oriented organizations

- 3.1. Modern methods of job motivation diagnosis in the innovationoriented organizations
- 3.2. The importance of social and psychological methods of motivation in the innovation-oriented organizations

3.3. The structure of the incentives and motivation system in professional activities of teaching staff

Conclusions and recommendations References

### Content of dissertation

The first chapter of dissertation "Conceptual framework of motivation in the process of development of innovative organizations" refers to the genesis of motivation theories, its modern and alternative theories, as well as specifics of the intensives in the innovation-oriented organizations. In particular, it was justified that the development of management sciencs was directly or indirectly associated with the development of motivation policies. Moreover, the methods and means of motivation of the subordinates were appropriate to the level of production development, the state of society, the needs of people, culture, traditions and religion of a nation, and it will always remain so.

The results of research investigation on motivation problems, as a rule, have been reflected in the theories and approaches, the number of which today exceeds 50. Their use allows managers for predicting the subordinates' behavior. An American professor Richard Daft, in addition to three basic approaches to motivation (traditional approach, approaches from the position of human relations and from the position of human resources), highlights one more direction, which he describes as modern approaches (see Fig. 1).

Study of traditional approach to motivation dates back to the time of scientific management. The founder of scientific management F. Taylor and his followers considered the hired worker as "economic man", which was ready to perform much more work to be paid higher for his labor. By

the mentioned approach, in a system of wages and incentives, which was aimed at increasing labor productivity, the level employee's salary was strictly capped to match the quality and quantity of products they created.

Approaches to motivation from the position of human relations. The managers' vision of the existing concept of "economic man" was gradually replaced by the concept of "social man". According to the authors of this concept (Elton Mayo and his followers), the basis of human motivation is mostly represented by social demands, and they, in relationship with other people, perceive their individuality.

Approaches to motivation from the position of human resources. This approach represents the further development and a certain improvement of the concepts of "economic man" and "social man". In particular, their followers are of the view that if the previous approaches are aimed at manipulating behavior of the hired workers by means of economic or social rewards, by this approach, if manager will be treating them as the competent workers seeking to obtain the high-quality results, then they have the effective leverage to increase labor productivity. Actually, the concept of human resources is a certain foundation for modern approaches to the staff motivation.

Modern approach to motivation. According to R. Daft, modern approach is formed under the influence of three basic theories — essential theories, procedural theories and crowding theories of motivation. In particular, if the essential theories of motivation are focused on interrelation between the needs and motivation, and they analyze the factors impacted on them, unlike it, the motivation procedural theories are studying the process of determining his/her own behavoir by the executive. And the crowding theories of motivation analyze the relationship between the employees behavior and its consequences.

Based on the traditional classic theories, at the current stage, there have been developed the alternative theories of motivation, which are

mainly focused on the personality factors. Accordingly, when choosing the motivation theory and approach, it must be remembered that motivation is such a tender tool that the reverse effect of the ill-conceived system goes far beyond the possible positive effect.

That is why the managers, especially the innovation-oriented ones, for supporting the changes when designing the motivation system, have to take into account the personal and individual-typological characteristics of employees.

In contemporary motivation theory, the category of "motivation" has a broader interpretation. It is interpreted in different ways by modern researchers, whose studies and analyses allow us for concluding that motivation is an internal process of choosing one or another behavior by the person for satisfying his own needs, which is defined by the cumulative impact of the external (incentives) and internal (motivations) inspirational, inciting, rousing and driving forces. With this position, the motivations are classified by the needs (material, job and status motivation), used techniques (normative motivation, coercive motivation and stimulation) and commitment to achieving goals (positive and negative motivation). But in general, the nature of motivation of the person consists in the following:

- the basis for springing up motivation is represented by the person's needs, and since the individual needs are characteristic of every employee, motivation is also individual for every employee;
- employee demonstrates a high level of his/her motivation only in case when he/she sees his/her job as real opportunity for satisfying his/her own needs and achieving the goals;
- motivation of the same employee may have changed in the meantime, just as well as his/her needs.

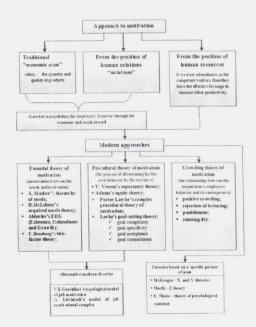


Fig. 1. Motivation theories and approaches to motivation

Staff motivation can be considered effective only if the directions of two vectors of its behavoir (the active desires and needs of the employees; goals and objectives of the organiztion) coincide. It is obvious that to ensure this coincidence is quite difficult, but not impossible. There are some principles, which we believe will have significant impact on coincidence of these vectors, and, in general, on increasing motivation in the innovative organiztions. In particular, these principles are as follows:

- · setting clear goals and objectives;
- linking the goal with rewarding and determining its assessment criteria;
  - · establishing a healthy climate in the organization;
- strengthening the role of moral incentives, along with material incentives.
- perceiving a specific person in accordance with personal qualities, values, skills and other individual characteristics;
  - · using more positive incentives.

The second chapter of dissertation "Innovative changes in the organization and problems of motivation management", dwells on studying such issues as innovative changes in the organizations in general, and in higher education particularly, as well as the related problems and identifying the factors of increasing the innovative potential. It appears that the education sector has been a long time, and remains one of those innovative sectors of the economy, which, in fact, determines the innovative activities of almost all other sectors, creates an innovative climate and competitive environment in the country's economy. Introduction of changes (innovations) in the education system can be associated with:

 the improvement of the goal of the education system, teaching/ learning methods, the form of organization and management system;

- the style of teaching activities and organizing the teaching-cognitive process;
- the knowledge monitoring system and the assessment of education level:
  - · the funding system:
  - · educational and methodological support;
  - · educational activities;
  - · the improvement of educational curricula;
  - · the activities of teachers and students.

In general, the essence of innovation in education consists in searching for new approaches of young generation to education and to its successful application. The basic types of the technologies, which are being actively introduced in the universities educational processes, and the application of which for teaching purposes, are being increasingly extended, include: Internet technologies; electronic mail technologies; computer education programs; Web-technologies; the Dean's electronic offices; e-learning, the mirror teaching methods and so on. In addition, focus should be shifted from problems relating to the implementation of technological changes in higher schools to those ones, which are directly related to the expected behaviors of teaching staff in higher education institutions. These problems include:

- Creativity barrier. Members of the teaching staff, who are accustomed to working with the old programs, have no desire to make a difference, conduct training, take exams, develop, much less to spent money on all this. Mostly, they are hostile to all novelties in the educational system;
- Conformism. Lack of desire for development, the fear of looking out of place and ridiculous. Members of the teaching staff often refused to make the unsual educational decisions;

- Trait anxiety. Due to self-doubt, a lck of confidence in their own abilities, low self-esteem and because of fear in expressing their own views, some members of teaching staff are opposed to any change;
- Rigidity of thinking. Members of teaching staff holding rigidity to past positions feel that their views are the only right solution, which they see as irreversible. They are not eager to acquire new knowledge and skills.

The main reason for evasion of innovations in the modern education system consists in fact that with the appearance of new technologies and new devices, the quaetion arises as to whether these means will replace living labor. However, we should remember that these technologies mainly impact not on the number of jobs, but on the quality requirement of labor.

For the purpose of studying of the attitude to innovations and, generally, to the changes in the organiztion, we have carried out an anonimous opnion polls among professors, teachers and the invited specialists of Akaki Tsereteli State University and Kutaisi University on their attitude to innovations (see Table 1).

As we see, willingness of teaching staff of KU to work where there are some diversity and changes is slightly higer – by 4.4%, but the attitude to the changes or a positive perception of them – is higher by 7,9%, than among the members of teaching staff of ATSU. The cause of this variance should be sought in proprietary relationships. In particular, Kutaisi University is a limited liability company, but ATSU – a legal entity of public law. As a rule, achieving competitive advantage, and especially its maintenance, are impossible for the private universities without the accelerated pace of innovations.

Willingness to come up with an innovative idea, or activity is much higher (16,9%) at ATSU than at KU, and the implementation of the ideas of the employees is also much highr (14,5%) at ATSU. Consequently, the desired results of their activity are also different that we believe is associated with proprietary relationships, again and again.

The attitude of the teaching staff to the changes (innovations)

	Woul work are se	Woud you like to work where there are some diversity and chanoes? %	like to there versity	com innov	Have you ever come up with an inovative idea? ?	Have you ever come up with an innovative idea? %	H imple	lave yo	ur idea d in the	Have your idea ever been implemented in the organiztion?	en rtion?	Tow	To which category of the attitudes to the changes do you pertain? %	ich category of the attitudes changes do you pertain? %	be attitu	%	t to
	s2A	οN	anus IoM	s <sub>2</sub> X	oN	ams 10M	кэд	0N	Plave no sdea	Viteineq	Reldom	sagned the change t	I feel no excitement segments aft ravo	of seeppo ylavitas I massi	I oractically oppose to	axilian nava ton ob t	
ATSU	83,1	4.2	12.7	6,99	23.7	9,4	45,9	32.3	9'61	6.0	<u>m</u>	85,9	3.4	5.6	5.1		100
KU	87.5		12.5	50.0	31.3	18.7	31.3	100 80.00	37,5	6.2	6.2	93.8	6.2			*	
Total, on average	83.4	3.8	12.8	64.7	24.8	10.5	24	30.8	21.8	2	1.6	87.0	3.8	23	4. (C.	6.0	000

52

In general, regarding teaching staff in Kutaisi, we can say that 87% of them have a positive perception of changes, and 83,3% of them are ready to work where there are some diversity and changes, and activity of those who wish to come up with the innovative ideas is also high enough (64,5%).

Based on this, we can conclude that it is desirable that the development the innovative activities in higher education institutions would not be the resit of only the pressure from the univertities administrations. First of all, the shift should be translated into the targeting of the establishement of mnotivation system for these activities. Thus, the objective of the management of higher education institution is to see these incentives and use their capacities to achieve the desired objective.

The third chapter of dissertation "Modern methods of motivation management in the innovation-oriented organizations" focuses on studying and analyzing such issues, as: the use of modern methods of job motivation diagnosis in the innovation-oriented organizations, as well as enhancing the performance of teaching staff and improving the motivation system for professional activity.

The employees' job motivation diagnosis in practical activities of HR specialists is a mandatory element of correct, sound personnel policy in any progressive organization. It allows us for maintaining a high level of motivation of the employees, by ways of improving the methods for correcting and influencing their behavior. Of methods of staff motivation diagnosis (V. Gerchikov's Motype method; F. Herzberg's methodology; S. Richie and P. Martin's Motivational Profile; Catalin Zamfir's and others' methodologies), with account for their essence, capacities, the nature and specifics of their results obtained, for the mentioned two accredited universities in Kutaisi, as the innovation-oriented organizations, on the basis of the methodologies of C. Zamfir and F. Herzberg, we have developed the questionnaire for survey, as well as the methodologies for conducting this survey and processing materials obtained as a result of research. However, unlike the Catalin Zamfir's methodology, which is

mostly based on 7 incentives, and by means of which the motivational complex is determined with three main components, such as internal motivation, external positive motivation and external negative motivation factors, we have chosen 15 incentives, which we believe express more comprehensively motivational profiles of employees. These are:

- Internal motivation factor: the opportunity for your full selffulfillment from given activities; the level of satisfaction from the process itself and from the performance; pursuit of career advancement; a sense of independence and freedom in decision making, and the professional and creative growth;
- External positive factors; salaries and material incentives; flexible
  working hours; demand for social prestige and respect; physical working
  environment: the relations between the teaching staff; the feedback in
  activities, obtaining systematic information, which allows for analyzing
  the results of your activities, and improving them; recognizing a job well
  done and rewarding moral encouragement;
- External negative factors: fear of loosing a job; a desire to escape a possible punishment and troubles; a desire to escape criticism from managers and colleagues.

According to the survey results, the relationship between the external positive, external negative and internal motivations among the teaching staff of both universities and in the obtained results, has the following form: external positive motivation > internal motivation > external negative motivation (see Table 2). It should be noted that as the best, optimal motivational complex, there are considered two types of the combination of motivation components:

internal motivation > external positive motivation > external negative motivation;

or, if internal motivation = external positive motivation  $\geq$  external negative motivation.

The relationship between the external positive, external negative and internal motivations at Kutaisi University

	Thate lluT	4,60	4,02	4.38
92	Over 20 years	4,74	4.27	4,38
Work experience	21.20 years	4,47	3,78	4,30
Vork ex	8169 years	4,59	3,98	4,47
2	Up to 5 years	4,4	3,83	4,45
	13vo bna 80	4,70	4,15	4,09
\gc	46-65 §@o8@3	4,65	4.08	4,38
<	1)nder 36-45	4,60	4,05	4,66
	26-35 19bn/J	4,61	3,93	4,66
Marital	Unmarried	4,69	4,03	4,56
NIa sts	beirried	4,56	4,01	4,31
Gender	Males	4. 4	3,79	4,18
99	Females b	4,70	4,17	4,52
	steilaisage batival	55,	4,15	4,49
Position held	Assistant grossolorq	4.50	3,36	4,48
Positi	strisossA. srossslorq	4,62	70,4	4,34
	Professors	4,69	17	4,28
		External positive motivation	External negative motivation	internal motivation

However, as cen be seen from the obtained results, internal motivation is slightly less (by 0,22) than external positive motivation that allows us for concluding that internal and external motivations among the teaching staff in Kutaisi are almost balanced. This, on the one hand, indicates that, at present, the external encouraging methods have a higher priority among the teaching staff in the city of Kutaisi, but on the other hand, it points to an adequate level of their self-fulfilment, as well as to aspiration of improving their professional skills and achievements.

In addition, if we take into account the difficult economic situation in the country, such result should come as no surprise. However, anyway, it is a good thing that among this staff, internal motivation is higher than external negative motivation.

In addition, it should be also noted that internal motivation is higher among the invited specialists (many of them are PhD students) and assistant professors; internal motivation is also higher among the employees having a length of working at the University up to 10 years that can be explained by their pursuit of career advancement.

Based on the F. Herzberg's two-factor theory, we have also tried to study the importance of 12 incentives we have chosen for the universities employees, and the level of satisfaction by these incentives (see Table 3). And schematically, this imbalance has the following expression (see Fig. 2).

As is seen from the results of research, the highest level of dissatisfaction by the incentives is among the significant incentives, such as:

- salaries and material incentives 1,59
- physical working environment 1,06
- recognizing a job well done and rewarding 0,97
- the possibility of the professional and creative growth 0,88
- the level of satisfaction from the process itself and from the performance 0.85
- the feedback in activities, which allows for analyzing the results of your activities, and improving them  $\,$  0.84

	3	ú

			ATSU			ATSU KU			Total	
^	Moltes	Average values of incentives	Average values of notice of	Difference between them	Average values of incentive	Average values of incentive substaction	Difference between them	Averuge values of incentives	Average values of incentive substantive	
-	Salaries and material incentives	4,75	328	1,5	161	344	114	14.7	3.10	
-	Flexible working hours	46	409	0.51	37	77		11.	2,10	
-	The need for social prestige and respect	2	3.65	0.41	01.7	2 2	200	100	7	
*	Physical working environment	4.68	188	1.05	24.7		3	100	5	
*	Good relations between the teaching staff	4.7	1.13	at V	1		C/h	4	3.00	
1	The same different first of the same of th		2	160	4,81	4,03	61,0	471	77	
0	I me possibility of the professional and creative growth. (training, retraining, professional improvement)	4,61	27.7	0.36	4.5	3.81	6970	459	3,72	
-	The feedback in activities, which allows for analyzing the results of your activities, and improving them.	2,5	3,62	63'0	#	4	#70	451	3,66	
00	Recognizing a job well done and rewarding. (moral encouragness)	197	3,59	1.05	469	1.81	080	100	13.	
0.	The possibility of full realization of your potential	426	3.53	0.73	707	2.6	200	1	Carlo	
10	Sahefaction level from training process and its outcomes	4.40	0.00			1	200	9	97.0	
=	Orrectivity for cream inner courses	-	2,70	0,71	4.31	3,69	0,63	4,45	3,63	
1	Discount to cace missonation	4,25	3,64	0,61	4,06	3,56	0,5	4,22	3,64	-
*	Sense of mdependence and freedom in decision making	433	15.	05'0	413	907	0.13	77	181	

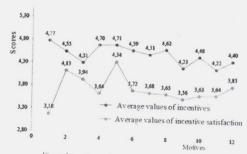


Fig. 2. Incentive values and incentive satisfaction

From the hierarchy of the teaching staff's incentives (see Fig. 3) composed in accordance with the significances of individual incentives, the effective incentives (incentive, which increasingly affects the employee's activities) might include: salaries and material incentives (4,77); good relations between the teaching staff' (4,71); physical working environment (4,70); recognizing a job well done and rewarding, or moral encourigment (4,62); the possibility of the professional and creative growth (training, retraining, professional improvement) (4,59); flexible working hours (4,55), and the feedback in activities, which allows for analyzing the results of your activities, and improving them (4,51). The rest of the incentives, which have been moved to the bottom of the hierarchy, do little to incite people to work, and therefore, there are called potential incentives, since over the time, the "weight" of individual incentives may change under the influence of various social and psychological factors.



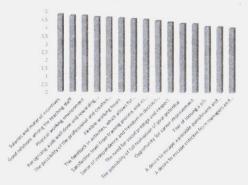


Fig. 3. The hierarchy of incentives

For the purpose of job motivation diagnosis among the staff, the structure of the respondents participated in the survey is as follows: 26-35 years old - 24 %; 36-45 years old - 20%; 46-65 years old - 48%; and over 65 years old - 8%. From them, 17% of respondents hold the academic position of professor: associate professors – 47%; assistant professors – 9%, and 27% are the invited specialists. 19% of respondents have working experience of up to 5 years, 14% of them have working experience from 6 to 10 years; 26% - from 11 to 20 years; and 41% of respondents have working experience of over 20 years. 40% of repondents are male, and 60% - females. Of them, 30% are unmarried, and 70% are married.

In order to offer the administrations of higher education institutions in Kutaisi those factors of the teaching staffs motivation, which are currently most relevant in these institution, and focus on which would for

to the successful solution of the objectives set before these institutions, we used the factor analysis, which is based on the Pearson correlation, and by means of which many variables are reduced to the relatively less number of more fundamental values. For this purpose, of the presented pairs, we left the possibility of the creative growth (training, retraining, professional improvement), since it is linked functionally with the remaining incentives more than any other one (see Table 4). Consequently, the University's administration will atempt to organize training, retraining and professional improvement and internships for the teaching staff and so on, will have opportunity to develop many other motivating factors for the staff.

Regarding the complex procedural assessment of motivation, the results of research have shown: 69,3% of professors and teachers belive that they are rewarded adequately, 24,8% of them think that they are paid adequately, and 55,3% of them belive that the remunaration of their labor partially corresponds to the compensation of employees; for 35,5% of respondents, the workload is fairly distributed among employees, but 30% of them believe that it is distributed just partially fairly; from the system of rewarding, the system "those who work harder, make more" is acceptable to the majority of staff (66%); also, it should be noted that the work provides a sense of satisfaction to 78% of employees, and helps them to achieve outcomes; at the same time, it is regrettable that less than half of the teaching staff (47,8%) consider their job as stable, and 53,3% of them are compelled to improve their skills, for fear of losing a job.

In order to ensure that the system allows the organization for achieving its goals, and to make it effective, the organization has to stimulate the achievement of results, but not exercising the duties envisaged in the job description. In other words, employers are required to work for achieving the goals, but not to be only on duty in the workplace. The practice when the stimulation is tied to satisfactory execution of the job description is totally wrong.

The possibility of the pretessional and creative growth (training retaining, prefessional improvement)	0,57	0,37	0,28	0,61	29'0	0,30	0,88	0,28	0,25	0,59	0,41	0,28	0,42	850	1,00
ni meboort bin eoriebraqebrii le sure? guislam noisireb	0,47	0,27	0,28	0,50	0,54	0,21	0,44	0,14	0,13	0,36	0,37	0,31	0,29	1.00	85'0
Оррогилийу бог сагеет інкргочешені	0,22	0,18	0,15	0,31	0,32	0,24	0,23	0,23	0,23	0,40	0,21	0,14	1,00	0.29	0,42
resserq gainiert mort bod footsaltifie. esmestre zii bau	0,39	0,33	0,29	0,45	0,39	0,34	0,28	0,12	0.15	0,28	0,34	1,00	0,14	0,37	0,28
The permitting of full realization of your potential	0,41	0.34	0,46	0,36	0,35	0,35	0,42	0,18	0,27	0,26	1,00	0,34	0,21	0,37	0,41
Recognizing a Joh w del to and rewarding on the warding of the magazine or a farom)	0,54	0.42	0,36	0,43	0,55	0,35	0,37	0,49	0.50	1,00	0,26	0,28	0,40	0,36	0,59
hrsandaining oldieseg is squise at stiesb A reldue it brin	0,31	0.10	0,34	0.15	0,26	0.44	0,35	060	1,00	0.50	0,27	0,15	0,23	0,13	0,26
A dosire to escape criticism from managers and colleagues.	0,32	010	0.34	0.23	0.30	0.48	0.31	1,00	080	0.49	0,18	0.12	0,23	0,14	0,28
The feedback in activities, which allows for analyzing the results of your activities, and improving them	0.52	021	0.34	0.46	0.46	0.46	1,00	0,31	0.35	0.37	0,42	0.28	0,23	0,44	98'0
doj a gairool lo nes'i	0.35	0.07	0.24	0.29	0.36	1.00	0.46	0,48	0.44	0.35	0.35	0.34	0.24	0,21	0,30
These grainings of a granteness and the feet of the state	090	0.47	0.76	2,62	100	0.36	0.46	030	5.25	0.55	0.35	0.39	0.32	0.50	0,67
Physical working environment	0.50	0.24	0.30	100	0.68	0.29	0.46	0.23	91.0	0.48	0.36	0.46	0.31	95'0	19'0
Dogan bee sgileng laiser of been of I	0.22	010	100	0.00	0.26	0.34	0 94	0.34	0.34	0.26	0.46	0.20	0.15	0.28	0,28
estuoil gnidro w oldizəli	0.46	200	0.00	0.54	0.47	022	0.31	010	010	0.43	0.84	0.23	0.18	0.27	0,37
inharies and material incentives	100	200	000	000	97	136	183	0.32	100	100	150	9 30	922	0.47	0.57

It is necessary to note that promotion of staff motivation is a complex and continuous process. When establishing the motivation system, we have to take into account the relatively different factors, such as: on the one hand, the employees' interests; the organization's strategies; corporate culture, resource constraints, personnel policies and so on; on the other hand, as a rule; the changes occur continuously in all organizations, and it is natural that they face the new challenges, the objective of the organizations are changing, the ways and motivating resources for their solving are being updated, and even the needs and views of people are changing as well. Consequently, in order to contribute to enhancing the performance of the teaching staff, and ensure motivation of professional activities, it is necessary to take into account the objective specific characteristics of this profession, such as professor's work content and his/her working conditions, as well as personal specific qualities of employees, such as values, purposefulness, interests, needs and incentives.

The incentives associated with professional activities of the teaching staff can be split into three groups: incentives of labor activities; career choice incentives and job choice incentives. It can be said that concrete activities of employees of higher education institutions are ultimately defined by a cumulative impact of these incentives. The relationship of these incentives determines the behavior of employees, creates its motivational structure, which is more or less stable, although it is subject to the targeted formation. In other words, in fact, every employee has his/her own motivational structure, in which the leading place is occupied by a motivating kernel.

The motivating kernel reprsents the combination of of leading motivations and incentives used to determine their behavior. In the motivating kernel, a distinction is drawn between the layers, which are associated with: labor values, job practical requirements and an assessment of the probability of implementing these requirements in a particular situation.

The results obtained by the generalization of survey (see Table 5) conducted for identifying the motivating kernel in the structure of the teaching staff incentives, have shown that incentive for choosing a

profession as a workplace, where the conditions for self-fulfilment of the teaching staff are created, is conditioned by the followng: a desire to be in the intellectual environment -59.3%, material benefit -59.3%; a desire of self-development -54.0%. Along with these incentives, among incentives for choosing the particular institution of higher education, a distinction is drawn between the implementation of a scientific educational potential -56.3% and the image and prestige of educational institution -51.8%. And of incentives associated with content of professional activities, the motivating kernel includes such incentives as: relations with the younger generation -66.8%; the pursuit of self-fulfilment -63.8%; the possibility of sharing own knowledge and experience -54.8%.

In an hierarchy of incentives, the priority of incentives for choosing a profession as a workplace, the particular institution of higher education and for professional activities, is indicated by fact that 50% of respondents have chosen them that allows us for including them in the structure of motivating kernel of incentives of the teaching staff (see Diagram 1).

Thus, the motivating kernel of the teaching staff of higher school in Kutaisi includes those incentives, which are mostly associated with work content (a desire for self-development, the possibility of sharing own knowledge and experience; implementation of a scientific educational potential; relation with younger generation, the pursuit of self-fulfilment) and specific working conditions characteristic of higher education institutions (a desire to be in the intellectual environment; material benefit; the image and prestige of educational institution).

In our view, in order to obtain success in the oganizations, in general and within their structures, it is not only desirable, but compulsory to ensure the creation, existence and functioning of a staff motivation system in its continuous development mode. It must be flexible, individualized and situational, where necessary.

The system of motivation of professional improvement of the teaching staff implies a set of elements, which is created for achieving preset objectives. This system implies a complex of the components of social relationships, which conditions high working efficiency and work satisfaction. There are many versions of the job motivation systems, and 64

consequently, managers wishing to obtain success, integrate into the motivation system those directions, which are particularly important at a given time.

Table 5
The structure of labor incentives of employees at higher schools of Kutaisi

Incentive for choosing a profession as a workplace	Incentives for choosing the particular institution of higher education	Incentives for professional activities
The circumstances 9.8%	Advice and recomendation from a familiar person	Prestigious work 23,3%
Family traditions 10,5%	Other circumstances	Satisfaction at work achievements 20.3%
		Infatuation with industry knowledge 26.3%
Prestigious occupation 20,3%	Convenient location (territorial proximity)	2020
	27%	Material benefit 34.5%
A desire to engage in teaching activities	Corporate culture and an enabling psychological	
37.5%	environment 31,5%	Good relations among the teaching staff
A desire to engage in research activities 42.8%	An opportunity for career development 37.5%	Infatuation with research activities 43:5%
A desire to transfer the cumulative knowledge to	Stability and reliability of job 47,3%	The possibility of sharing own knowledge and experience
the future generation 48,0%	Decent wages 47,3%	54,8%
A desire of self-fulfilment		The pursuit of
54,0%	The image and prestige of educational institution	self-fulfilment 63,8%
A desire to be in the	51,8%	Relations with
intellectual environment 59,3%	Implementation of a scientific educational	younger generation 66,8%
Material benefit 59,3 %	potential 56,3%	

## Motivating kernel of professional activities of the teaching staff

# ATSU

Based on the carried out research investigations, we also highlighted those directions of motivation and incentives, which are currently most relevant for higher education institutions in Kutaisi. In particular:

- · bringing the level of wages in line with the requirements of the labor market, and binding the level of remuneration rate to job performance;
- · fair working conditions, equal opportunities of career and recognizing personal contribution to the overall success;
  - · creating appropriate physical conditions for work;
- · providing opportunities career development, advancement and realizing their scientific educational potential, and developing the programs for education, career retrining and training;
  - · creatiung an atmosphere of mutual trust in the team.

Conclusions and recommendations. As has been mentioned above, our goal is to study manifestation of specifics of job motivation in the innovative organiztions. For this purpose, as a result of theoretical and experimental studies we carried out, the conclusions and recommendations have been obtained as follows:

- 1. History of management and research investigations performed, as well as practical experimnece in this area, confirm that emplyees can only achieve the organization's goals and display maximally their abilities, when they are appropriately motivated.
- 2. Motivation is inextricably linked to the needs of personnel. The needs are those which determine behavorial motives of people, and the latter ones - all their work, thinking and feeling.
- 3. Job satisfaction is a result of correlation the internal external positive factors. In addition, if we do not have even a single group of factors, job becomes unbearable. But if we have only the external positive factors - job satisfaction level is minimal. If there are only the internal factors, employees like their job, but they are not given the opportunity to work, but if we have both factor groups, job brings maximal pleasure.

- 4. The attitude of people to innovations (changes) by their reactions can be divided into four groups: people coming up with ideas of changes; people welcoming these changes; people feeling no excitement over the changes, and people opposing to these changes.
- Motivation management in the innovative organizations is characterized by specificities. Its success depends largely upon such principles as: the principle of setting clear goals and objectives; a healthy climate principle; a particular role of moral incentives and other characteristics
- 6. The main feature of innovative management in higher education consists in fact that the use of technological innovations is accompanied by radical changes in teaching methods and techniques, relations between the teaching staff and students, as well as in modern theory and practice of education.
- 7. Content of theteaching staff activities in the innovative educational process differs significantly from the existing one. In the modern world's educational society, there has been introduced the term "facilitator". A facilitator is someone who helps students towards their studies and stresses the particular importance of this function of the teaching staff.
- Qualified management of staff in the innovative organizations is impossible without strengthening social and psychological methods of motivation.
- For supporting and developing the innovative activities from the administration of higher education institution, first of all, establishment of the activities motivating system should serve as a guideline in this respect.
- 10. Motivation of the teaching staff can be considered effective only if there are ensured: the pressing desires and needs of professor as a person, which can be met at the given university, as well as his/her ability to fulfil the University's objectives.
- 11. In motivation management, mmanager is required to ensure more activation of those incentives, which already exist inside of employees.

- 12. In order to ensure that the system allows the organization for achieving its goals, and to make it effective, the organization has to stimulate the achievement of results, but not exercising the duties envisaged in the job description. In other words, employers are required to work for achieving the goals, but not to be only on duty in the workplace. The practice when the stimulation is tied to satisfactory execution of the job description is totally wrong.
- 13. In order to obtain success in the oganizations, in general and within their structures, it is not only desirable, but compulsory to ensure the creation, existence and functioning of a staff motivation system in its continuous development mode. It must be flexible, individualized and situational, where necessary.