# Harvard Business Review

### LEADERSHIP

# What Separates Great HR Leaders from the Rest

by Jack Zenger and Joseph Folkman AUGUST 17, 2015



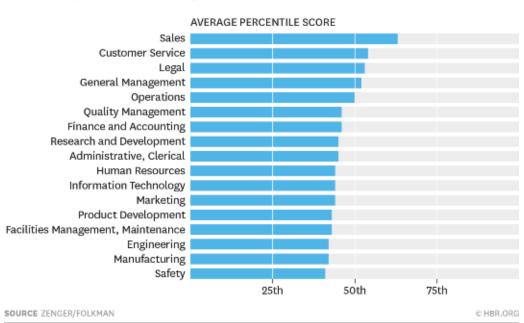
HR seems to have become every manager and employee's favorite corporate punching bag, vying with IT for the dubious title of most-irritating function. We have seen a parade of articles recently calling for HR to be blown up, split in two, or at the very least, redesigned.

Perhaps this is a good moment to evaluate what it is we really want from our HR leaders—and what we don't. Over the last five years, Zenger Folkman has collected 360-degree feedback data on 2,187 HR leaders. These leaders are spread across hundreds of different organizations with 68% of those leaders located in the US, 11% in Asia, 8% in Europe, 7% in Latin America, 4% in Canada, and 1% in Africa. Comparing assessments of leaders in the HR function with those of leaders in other functions, our data suggest that the typical HR leader is seen as six percentile points below average.

We analyzed the data in two different ways. First, we contrasted the results for the 2,187 HR leaders in our

dataset with those of 29,026 leaders in other functions. We were able to identify a few key skills that were common strengths of those in HR and some that appeared fairly frequently as weaknesses.

Second, we rank-ordered 49 leadership behaviors for all those in HR from the most negative to the most positive behaviors.



# Leadership Effectiveness by Function

## **Strengths of HR Leaders**

**Developing and coaching others.** One of the most positive areas for HR leaders in general was that they were truly concerned about developing others. This set them apart from leaders in other functions, who did not score highly on this skill. They were also rated positively on providing coaching, acting as a mentor, and giving feedback in a helpful way.

#### **The 16 Key Leadership Skills**

Great outcomes are connected to 16 leadership competencies that span five categories:

Character:

1. Displays honesty and Integrity

**Personal Capabilities:** 

- 2. Exhibits technical/professional expertise
- 3. Solves problems and analyzes issues
- 4. Innovates
- 5. Practices self-development

#### **Getting Results:**

- 6. Focuses on results
- 7. Establishes stretch goals
- 8. Takes initiative

Interpersonal skills:

- 9. Communicates powerfully and broadly
- 10. Inspires and motivates others
- 11. Builds relationships
- 12. Develops others
- 13. Collaborates and fosters teamwork

Leading change:

- 14. Develops strategic perspective
- 15. Champions change
- 16. Connects the group to the outside world

But is this skill valued by HR leaders' colleagues? We asked raters to indicate the importance of each competency we measured, and they rated this skill eleventh of 16 for HR leaders. Perhaps the message here is, "We know you do this well already" or even "This is just table-stakes." Or, it could be that developing others takes a back seat to other competencies that are highly valued by the other functional leaders.

**Building positive relationships.** This was another skill where HR scored much more highly than other functions. That makes sense; in most organizations HR is responsible for diversity and inclusion initiatives and for labor relations. HR leaders were rated well on being able to "balance results with a concern for the needs of others." Another of their more positive items was being trusted and staying in touch with the issues and concerns of others. This competency was also more valued by our raters, who chose it as third in importance.

**Role modeling.** Some of the most positively rated items for HR leaders focus on their willingness to "walk the talk," to be role models and to honor commitments and promises. HR leaders are frequently put into the position of ensuring that others in the organization do the right thing and follow established procedures. For those in the HR function, this competency is rated as second in importance. It's also a skill that seems to be fairly common across all functions.

**Having functional knowledge and expertise.** Many HR leaders were rated positively on their functional knowledge and expertise. Most employees in organizations are unaware of labor laws, hiring rules, benefits and compensation issues. HR leaders were viewed as knowledgeable and helpful in these areas. This was another common skill across functions, and was rated as ninth in importance for HR leaders.

#### Weakness of HR Leaders

**Focusing internally rather than externally.** When comparing HR leaders to all other leaders in our database, they were rated significantly more negatively on their ability to understand the needs and concerns of customers. In many ways the function of HR is focused on internal problems, but the lack of understanding of the external environment often caused others to view some HR leaders as not in touch with the issues facing the organization. HR leaders were also rated more negatively on their ability to represent the organization to key groups.

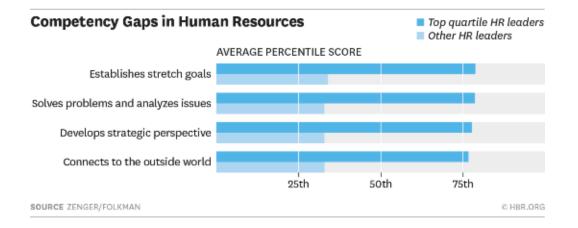
**Lacking strategic perspective.** In general, HR leaders were rated significantly less positively on their ability to have a clear perspective between the big picture strategy and the details. Many were viewed as so focused on the "day-to-day" work that they lost perspective on the longer term broader business issues. HR leaders often complain that they "want a seat at the table" to engage more fully with other executives, but without clear strategy and focus they will never have that seat.

**Not anticipating and responding quickly to problems.** HR leaders were rated significantly more negatively on their ability to anticipate and respond quickly to problems. A number of items noted a general lack of speed and urgency to respond and react quickly.

**Resisting stretch goals.** On a number of occasions we have watched as senior executives ask for a program or process to be rolled out quickly only to have HR respond, "It takes more time than that— we need to slow the process down." While at times that is necessary advice, too often it is the first response given by HR without considering what could be done to speed the process and move quickly.

#### What the Best HR Leaders Do

We also found in our database that some of the best leaders in the world were part of the HR function. The graph below shows the four competencies that most consistently separate the top quartile leaders from the other HR leaders. It is worth noting that what separated the best HR leaders from the rest was their performance on the key competencies that were often weaknesses in HR, in addition to performing extremely well on HR's traditional strengths.



If more HR leaders would add these four important competencies to their skill sets, we would see many more sitting at the table; and an increasing number seated at the head of the table.

*Authors' Note:* There's an interesting gender wrinkle in our data, although we're not quite sure what to make of it. According to our data, HR has the highest percentage of female leaders (66%). Overall, female leaders were rated at the 45th percentile while male leaders were at the 43rd percentile, but at the very top levels it flipped, and the senior-most men in HR were rated more highly—male senior leaders were rated at the 52nd percentile, and female senior leaders at the 47th. These differences, while small, are statistically significant. When we look at the overall data for male versus female senior managers in the other functions, males are at the 48th percentile and females at the 53rd. Only in HR, Engineering, and Safety do male senior leaders score higher than their female counterparts.

Jack Zenger is the CEO of Zenger/Folkman, a leadership development consultancy. He is a coauthor of the October 2011 HBR article "Making Yourself Indispensable" and the book *How to Be Exceptional: Drive Leadership Success by Magnifying Your Strengths* (McGraw-Hill, 2012). Connect with Jack at twitter.com/jhzenger.

**Joseph Folkman** is the president of Zenger/Folkman, a leadership development consultancy. He is a coauthor of the October 2011 HBR article "Making Yourself Indispensable" and the book *How to Be Exceptional: Drive Leadership Success by Magnifying Your Strengths* (McGraw-Hill, 2012). Connect with Joe at twitter.com/joefolkman.

Copyright of Harvard Business Review Digital Articles is the property of Harvard Business School Publication Corp. and its content may not be copied or emailed to multiple sites or posted to a listserv without the copyright holder's express written permission. However, users may print, download, or email articles for individual use.