



## UNIT-5

## LEADERSHIP AND POWER

## Power:

Power within organizations is a complex and multifaceted concept that can have significant implications for how decisions are made, resources are allocated, and goals are achieved. Understanding the sources and dynamics of power is crucial for effectively navigating organizational dynamics and influencing outcomes.

Legitimate power is perhaps the most easily recognizable form of power, as it is formally conferred based on one's position or role within the organizational hierarchy. Managers, executives, and leaders typically wield legitimate power, giving them the authority to make decisions, allocate resources, and enforce policies. This type of power is essential for maintaining order and ensuring that organizational objectives are met, but it can also be limiting if not used wisely or ethically.

Reward power stems from the ability to provide rewards or incentives to motivate others. This could include monetary rewards, such as bonuses or raises, as well as non-monetary rewards, such as praise or recognition. Effective use of reward power can help foster a positive work environment and incentivize high performance, but it can also be perceived as manipulative if used to influence others unfairly.

Coercive power, on the other hand, arises from the ability to impose penalties or punishments to compel compliance. This type of power can be effective in certain situations, such as enforcing rules or regulations, but it can also lead to resentment and resistance if perceived as unjust or abusive.

Expert power is based on possessing specialized knowledge or skills that others value and respect. Individuals who have expert power are often sought out for their advice and expertise, and their opinions carry weight within the organization. This type of power can be particularly influential in knowledge-based industries where expertise is highly valued.

Referent power arises from being liked, admired, or respected by others. This type of power is based on personal qualities such as charisma, integrity, and interpersonal skills. Individuals





who possess referent power are often able to influence others through persuasion and inspiration, rather than through formal authority or coercion.

In addition to these individual sources of power, power within organizations can also be distributed among individuals or groups based on their relationships, expertise, or influence. This can result in complex power dynamics where different individuals or groups may wield power in different ways and to varying degrees.

Overall, understanding the sources and dynamics of power within organizations is essential for effectively navigating organizational politics, building relationships, and achieving goals. By recognizing the various sources of power and how they manifest in different contexts, individuals can become more effective influencers and leaders within their organizations.