# HealthManagement.org

LEADERSHIP • CROSS-COLLABORATION • WINNING PRACTICES

**VOLUME 24 • ISSUE 2 • € 22** 

# Transforming Through Data

#### STRATEGY - IMPLEMENTATION - STANDARDS - AI - CYBERSECURITY

EUropean Federation for CAncer IMages – Using Technology to Improve Cancer Care

Luis Martí-Bonmatí

Healthcare's Digital Transformation with HIMSS: Challenges, Innovations, and the Road Ahead
Rob Havasy

**Rookie Mistakes in Al Transition for Healthcare** Hugues Brat How Change Management Activates Digital Transformation in Healthcare

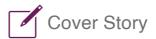
Alan Zettelmann José A Cano

Accelerating Healthcare Innovation: How to Harness the Full Potential of Digital Solutions

Thierry Godelle

Unlocking the Potential of Al in the NHS: A Path Forward Jenny Lewis





# How Change Management Activates Digital Transformation in Healthcare

Navigating healthcare's digital transformation demands comprehensive change management, including transparent communication, collaborative culture building, and strategic investments, to realise improved patient outcomes and operational efficiencies.



ALAN ZETTELMANN

INNOCONSULT I Founder I UAE



JOSE A CANO

IDC I Consulting Director I Spain

#### key points

- Digital transformation is crucial for healthcare organisations to remain competitive and renew their business models, requiring significant investments in technology to enhance access, delivery, and coordination of care.
- Despite the promise of technological advancements, effective change management remains a critical hurdle, with issues such as staff resistance, legacy infrastructure, and regulatory compliance posing significant obstacles.
- Successful digital transformation necessitates addressing human factors, fostering collaboration, and prioritising communication, alongside meticulous risk assessment and robust leadership.
- Improved leadership and management practices are essential for navigating change successfully, requiring investment in capacity building, training, and a comprehensive change management strategy involving all stakeholders.
- Building a culture of collaboration, transparency, and continuous learning, alongside effective communication strategies, is crucial for overcoming resistance to change and driving successful digital transformation initiatives in healthcare.

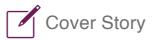
The healthcare industry stands at a crossroads. Technological advancements are surging, promising a future of personalised medicine, streamlined processes, and improved patient outcomes. However, embarking on this digital odyssey necessitates a crucial companion—effective change management. Unfortunately, navigating the complexities of change often proves to be the Achilles' heel of digital health initiatives. This article addresses the main challenges in managing change management and digital transformation in the healthcare industry.

#### Pushing the Digital Frontier: Strategic Investments to Transform Healthcare

Digital transformation has become a strategic priority for many organisations in the health industry as they seek to renew their business models and stay competitive in a fast-evolving digital landscape. Digital healthcare is a model that emphasises the integration of digital technologies into health and care services while incorporating them with traditional, in-person care to establish a "hybrid care" model. It involves a profound mindset shift, fundamentally transforming how health and care enterprises engage with patients.

According to IDC data on technology spending within healthcare in EMEA, the market will reach \$65.46 billion in 2024, a 9% increase compared to 2023, showing a growing trend in the period 2024-2027 and a CAGR of 8.9% for that period.

The transition to a digital healthcare model involves enhancing access and delivery of care throughout the care process, regardless of location or time. Therefore, ensuring proper coordination and management of care requires significant investments in healthcare technology and the support of a patient-centred ecosystem.



To develop a proper digital health strategy, it is necessary to establish digital touchpoints, or a "digital front door" (DFD), to empower patients, strengthen relationships, and improve health outcomes. Achieving this goal requires investments in hardware and software technologies, such as video communication tools, patient portals, digital applications, connected medical devices, AI, and ML. This approach, particularly favoured in high-income countries, aims to offer patients more convenient access to healthcare services, and the successful integration of these technologies expands accessibility.

Similarly, healthcare enterprises face substantial financial burdens to drive "care anywhere." They must allocate resources to develop and maintain digital infrastructure, including telehealth platforms and HCE systems that can support remote care. Additionally, they need to continuously integrate new technologies, such as health mobile apps, wearable devices, and IoT sensors, to facilitate care delivery. These investments are crucial for providing accessible, high-quality, and safe healthcare services outside traditional healthcare settings in all regions, especially in low- and middle-income countries.

#### Overcoming Challenges Needs a Strategic Approach to Change Management

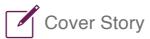
However, while digital transformation holds great potential for improving healthcare services, implementing change management in this industry can be challenging and sometimes wrong. The implementation of digital transformation initiatives in the health industry requires a careful and well-executed change management strategy that considers at least the following principles:

The implementation of digital transformation initiatives in the health industry requires a careful and well-executed change management strategy

**Uncertainty and the Fear Factor:** The human element cannot be ignored. Uncertainty about the impact of digitalisation can breed apprehension among staff. Worries about job security, the potential for errors with new systems, and the sheer learning curve associated with new technologies can create a climate of fear and resistance. It can lead to a cultural clash between traditional and digital dexterity. Many times, healthcare professionals have established workflows honed over years of practice. Introducing digital solutions can disrupt these routines. fostering resistance and fear of the unknown. The digital divide, where some staff may struggle to adapt to new technologies. further exacerbates this clash. To avoid this. focus on the people involved in the change, such as healthcare providers and staff,

patients, and other stakeholders. Without proper involvement, communication, and support for these individuals during the digital transformation process, resistance to change may arise, leading to implementation challenges and suboptimal outcomes.

- Legacy Infrastructure and Siloed Systems:
  Healthcare institutions often grapple with
  outdated IT infrastructure characterised by a
  network of disparate systems. These systems
  lack interoperability, hindering data exchange
  and creating fragmented patient records.
  Implementing new digital solutions becomes
  an uphill battle when the foundation itself is
  unstable and disconnected.
- Failure to assess and prioritise risks.
   Organisations often overlook the potential risks associated with digital transformation, particularly regarding data security, privacy, and legal considerations. If not properly managed, these risks can have serious consequences.
- Pata Privacy Concerns and the Labyrinth of Regulations: The digital landscape is riddled with ethical and legal concerns surrounding patient data privacy. Stringent regulations like HIPAA (Health Insurance Portability and Accountability Act) add another layer of complexity. Healthcare organisations must navigate this labyrinth of regulations while ensuring patient data remains secure and anonymised.
- Lack of sufficient controls and change plans. This can result in underdeveloped processes, minimal input from security



and legal teams, and an overall lack of preparedness for potential challenges. As a result, the implementation of digital solutions may be rushed or incomplete, leading to inefficiencies and suboptimal outcomes.

 Poor leadership and oversight. Successful change management hinges on solid leadership. However, healthcare leaders may lack the necessary digital literacy or struggle to articulate the vision for digital transformation. This communication gap between leadership and staff can lead to confusion, disengagement, and, ultimately, failed initiatives.

## The Role of Leadership and Management in Building Resilience

These challenges can be addressed through improved leadership and management practices, including capacity building and training for healthcare workers, increased budgetary allocation to health, advocacy for political support and commitment, and improved leadership and management in the healthcare sector. If not, this can lead to increased healthcare costs, reduced efficiency and effectiveness, dissatisfaction among staff, lower patient satisfaction, and compromised quality of care.

To mitigate these challenges, organisations in the health industry must prioritise change management and consider the human factors involved when implementing digital transformation initiatives. This includes developing a comprehensive change management strategy that involves all stakeholders, providing adequate training and support to healthcare providers and staff, proactively addressing risks and concerns about data security and privacy, and continually evaluating and adapting the change management approach as needed. Additionally, government involvement and support are crucial for successfully integrating digital health solutions.

### **Empowering Change Through Culture And Communication**

Additionally, cultural and organisational capacity to manage digital health information is crucial for successfully integrating mHealth into current healthcare systems. Therefore, some key elements to adequately address change management in digital transformation projects involve harnessing the power of communication: Transparency and clear communication are crucial. Leaders must articulate the "why" of the change, highlighting the benefits for patients, staff, and the organisation.

Similarly, fostering a culture of collaboration allows stakeholders at all levels to be engaged throughout the change process. A sense of ownership and shared purpose is encouraged by actively seeking feedback and addressing concerns. Likewise, it is essential to invest in people through training and support. That is, equipping staff with the tools and knowledge they need to succeed. Provide comprehensive training programmes and ongoing support and establish a culture of continuous learning.

Any change management process must be led, so identify and empower change champions within the organisation. These individuals can act as peer mentors, providing valuable support and guidance to their colleagues, resulting in better project implementation and less resistance to change. Lastly, celebrate milestones and embrace the learning process. Recognise and celebrate successes along the way, no matter how small. This reinforces the positive aspects of change and keeps motivation high. Adopt a culture of learning from setbacks and adjust the implementation strategy as needed.

The digital revolution presents a unique opportunity for the healthcare industry to leapfrog into a future of improved patient care, enhanced efficiency, and groundbreaking research possibilities. However, navigating the digital odyssey demands an unwavering focus on effective change management. By understanding the challenges, acknowledging the human element, and implementing best practices in communication, collaboration, and training, healthcare organisations can transform digitalisation from a daunting journey into a voyage towards a healthier tomorrow.

#### **Conflict of Interest**

None.