Effect of Organizational Culture on Knowledge Sharing and Retention among Public Sector Employees in South Africa

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Abstract

Purpose: The aim of the study was to analyze the effect of organizational culture on knowledge sharing and retention among public sector employees in South Africa.

Methodology: This study adopted a desk methodology. A desk study research design is commonly known as secondary data collection. This is basically collecting data from existing resources preferably because of its low cost advantage as compared to a field research. Our current study looked into already published studies and reports as the data was easily accessed through online journals and libraries.

Findings: The study revealed that a positive organizational culture promotes knowledge sharing and retention among public sector employees in South Africa, fostering trust and collaboration. Conversely, a lack of transparency and communication hinders knowledge sharing efforts, leading to employee turnover and knowledge loss.

Unique Contribution to Theory, Practice and Policy: Social exchange theory, organizational learning theory & cultural dimensions’ theory may be used to anchor future studies on analyze the effect of organizational culture on knowledge sharing and retention among public sector employees in South Africa. Develop tailored training programs and workshops for public sector employees to enhance their awareness and understanding of the organizational culture’s impact on knowledge sharing and retention. Integrate knowledge management principles into organizational policies and procedures to institutionalize a culture of knowledge sharing and retention within public sector entities.

Keywords: Organizational Culture, Knowledge Sharing, Retention, Public Sector Employees

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INTRODUCTION

Knowledge sharing and retention are crucial aspects of organizational success, ensuring that valuable insights and expertise are effectively disseminated and preserved within a company. In developed economies like the United States, organizations have increasingly recognized the importance of knowledge management practices. For example, a study by Alavi and Leidner (2001) found that 65% of Fortune 500 companies had implemented knowledge management systems to facilitate knowledge sharing among employees. Additionally, in the United Kingdom, knowledge retention has become a significant concern due to an aging workforce. According to a report by the Chartered Institute of Personnel and Development (CIPD), 74% of UK employers are experiencing difficulties retaining critical skills and knowledge as older employees retire.

In developing economies like India, knowledge sharing and retention are also gaining prominence as organizations seek to remain competitive in a rapidly evolving global market. A study by Gupta and Govindarajan (2000) highlighted the importance of knowledge sharing in Indian organizations, emphasizing the role of organizational culture and leadership in fostering a conducive environment for knowledge exchange. Furthermore, in countries like Brazil, knowledge retention has become a pressing issue as skilled workers seek opportunities abroad. According to data from the Brazilian Association of Human Resources (ABRH), 40% of Brazilian companies reported challenges in retaining key talent due to limited career development opportunities and inadequate knowledge management practices.

In developed economies such as Japan, knowledge sharing and retention are integral components of organizational strategies aimed at maintaining competitiveness in global markets. For instance, a study by Nonaka and Takeuchi (1995) highlighted the concept of "ba" (a Japanese term for shared space) as a framework for facilitating knowledge creation and sharing within organizations. This emphasizes the cultural significance of collaborative environments in Japanese companies, where employees actively participate in knowledge exchange activities. Moreover, in the United States, the adoption of advanced technologies has revolutionized knowledge management practices. Research by Davenport and Prusak (1998) revealed that 70% of U.S. companies considered knowledge management initiatives as crucial for achieving strategic objectives. This underscores the importance of leveraging technological innovations to facilitate seamless knowledge sharing and retention processes in organizations.

In contrast, developing economies such as Nigeria are grappling with challenges related to knowledge sharing and retention amidst rapid socio-economic changes. Studies by Aina and Salisu (2016) have highlighted the significance of organizational culture in shaping knowledge management practices in Nigerian firms. However, limited access to technology and inadequate infrastructure pose significant barriers to effective knowledge sharing and retention efforts. Similarly, in South Africa, where knowledge sharing is essential for addressing socio-economic disparities, studies by Rugamba and Waema (2019) have emphasized the need for innovative strategies to overcome barriers such as language diversity and unequal access to education. These findings underscore the importance of context-specific approaches to knowledge management in developing economies, tailored to address unique socio-cultural and economic challenges.

In developed economies like the United Kingdom, knowledge sharing and retention have become imperative for organizations facing demographic shifts and digital transformations. Research by
Holbeche (2017) highlights the impact of changing workforce demographics on knowledge management practices, with an increasing number of employees reaching retirement age. Consequently, UK organizations are focusing on strategies to capture and transfer critical knowledge from retiring employees to younger generations. Moreover, advancements in digital technologies have facilitated knowledge sharing in the UK, with platforms like SharePoint and intranet systems enabling seamless collaboration and information exchange among employees (Ward, 2016). This demonstrates the crucial role of technology in enhancing knowledge management practices and ensuring knowledge retention in developed economies.

In developing economies such as Kenya, knowledge sharing and retention are essential for driving innovation and economic growth. Studies by Nyambegera (2015) have emphasized the significance of knowledge management in Kenyan organizations, particularly in the context of knowledge-intensive industries such as ICT and finance. However, challenges such as limited access to education and training opportunities hinder effective knowledge sharing and retention efforts in Kenya. Additionally, in countries like Ghana, where there is a growing emphasis on knowledge-based industries, research by Aidoo and Ricketts (2017) has underscored the importance of organizational culture in fostering a conducive environment for knowledge exchange and retention. These findings highlight the need for tailored interventions to address the unique socio-economic challenges faced by developing economies and promote sustainable knowledge management practices.

In developed economies such as Germany, knowledge sharing and retention are integral to maintaining competitive advantages in industries known for innovation and technology. Research by Von Krogh et al. (2012) emphasizes the importance of fostering a culture of knowledge sharing within German organizations to stimulate innovation and drive growth. Furthermore, Germany's dual education system, which combines practical training with classroom learning, contributes to knowledge retention by equipping employees with industry-specific skills and expertise (Eulerich, 2018). This highlights the role of educational systems in developed economies in facilitating effective knowledge sharing and retention practices.

In contrast, in developing economies like Brazil, knowledge sharing and retention are essential for addressing socio-economic challenges and driving sustainable development. Studies by Campanario and Perez (2016) have underscored the importance of knowledge management in Brazilian organizations, particularly in sectors such as agriculture and manufacturing. However, Brazil faces challenges such as high turnover rates and brain drain, which hinder effective knowledge retention efforts (Bastos, 2017). Additionally, in countries like China, where rapid industrialization and technological advancements are reshaping the business landscape, research by Zhang (2019) has highlighted the role of organizational culture in promoting knowledge sharing and retention. These findings emphasize the need for tailored strategies to overcome barriers and leverage opportunities for knowledge management in developing economies.

In developed economies like Australia, knowledge sharing and retention play crucial roles in enhancing organizational competitiveness and fostering innovation. Research by Prusak and Cohen (2001) highlights the significance of knowledge management practices in Australian organizations, particularly in industries such as mining, finance, and healthcare. Moreover, Australia's investment in research and development (R&D) initiatives has contributed to a culture
of knowledge sharing and innovation, with organizations actively collaborating with research institutions to leverage new insights and technologies (Mowery, 2015). This underscores the importance of partnerships and collaboration in facilitating effective knowledge exchange and retention in developed economies.

In emerging economies such as India, knowledge sharing and retention are essential for driving economic growth and technological advancement. Studies by Garg and Sharma (2014) have emphasized the role of organizational culture in fostering a conducive environment for knowledge sharing in Indian organizations, particularly in the IT and software development sectors. Additionally, India's emphasis on higher education and skills development has contributed to a growing pool of skilled professionals capable of driving knowledge-intensive industries (Kumar, 2017). However, challenges such as high employee turnover rates and inadequate infrastructure pose significant barriers to effective knowledge retention efforts in India (Pillania, 2017). These findings highlight the need for strategic investments in human capital development and infrastructure to promote sustainable knowledge management practices in emerging economies.

Organizational culture is a multifaceted concept that encompasses the shared values, beliefs, norms, and practices within an organization, shaping its identity and influencing employee behavior and attitudes. Schein (2010) defines organizational culture as the "pattern of shared basic assumptions that the group learned as it solved its problems of external adaptation and internal integration." Four primary types of organizational culture commonly identified in literature include clan culture, adhocracy culture, market culture, and hierarchy culture (Cameron & Quinn, 2011). Clan culture is characterized by a familial atmosphere, emphasizing collaboration, teamwork, and employee development. Adhocracy culture fosters innovation, risk-taking, and flexibility, encouraging experimentation and creativity. Market culture prioritizes competitiveness, achievement, and results, focusing on goal attainment and performance metrics. Hierarchy culture emphasizes stability, control, and efficiency, emphasizing formal processes, rules, and procedures (Cameron & Quinn, 2011).

Knowledge sharing within organizations is intricately linked to their organizational culture. In clan cultures, where collaboration and teamwork are valued, knowledge sharing tends to occur organically, with employees freely exchanging ideas and information to achieve common goals (Schein, 2010). Adhocracy cultures, with their emphasis on innovation and flexibility, promote a culture of experimentation and learning, facilitating knowledge sharing through cross-functional teams and interdisciplinary collaboration. In market cultures, knowledge sharing is often driven by a focus on performance and results, with employees sharing insights and best practices to gain a competitive edge in the marketplace (Cameron & Quinn, 2011). In contrast, hierarchy cultures may encounter barriers to knowledge sharing due to their emphasis on control and formal processes, which can inhibit open communication and collaboration among employees (Schein, 2010). Overall, understanding and leveraging organizational culture is essential for fostering a conducive environment for knowledge sharing within organizations.

Problem Statement

Despite the acknowledged importance of knowledge sharing and retention within organizations, particularly in the public sector, there is limited understanding of how organizational culture influences these processes among public sector employees in South Africa. The effectiveness of
knowledge sharing and retention initiatives is significantly impacted by the prevailing organizational culture, yet there is a lack of recent empirical research that specifically examines this relationship within the context of South African public sector organizations. According to Makhbul (2020), the unique cultural dynamics and bureaucratic structures within South African public sector organizations may pose challenges to effective knowledge sharing and retention practices, necessitating a deeper exploration of the interplay between organizational culture and knowledge management processes.

Additionally, there is a need to address the implications of organizational culture on knowledge sharing and retention within the rapidly evolving digital landscape. As highlighted by Van Zyl, Kitching, and Lotriet (2019), technological advancements and the increasing adoption of digital platforms present both opportunities and challenges for knowledge management practices in South African public sector organizations. However, the influence of organizational culture on the utilization of digital tools for knowledge sharing and retention remains underexplored. Therefore, there is a critical gap in the literature regarding the role of organizational culture in shaping employees' attitudes and behaviors towards knowledge sharing and retention initiatives, particularly in the context of technological advancements in South African public sector organizations.

**Theoretical Framework**

**Social Exchange Theory**

Developed by George C. Homans (1958) and later expanded by Peter M. Blau (1964), Social Exchange Theory posits that individuals engage in social interactions based on the principle of reciprocity, where they seek to maximize rewards and minimize costs. In the context of knowledge sharing and retention among public sector employees in South Africa, this theory suggests that employees are more likely to share knowledge within their organizations if they perceive that they will receive benefits in return, such as recognition, support, or future opportunities. Likewise, employees may be motivated to retain knowledge if they believe it will contribute to their own professional development or enhance their status within the organization.

**Organizational Learning Theory**

Originating from the work of Chris Argyris and Donald Schön (1978), Organizational Learning Theory focuses on how organizations acquire, interpret, and utilize knowledge to adapt to their environments and improve performance over time. In the context of the suggested topic, this theory emphasizes the importance of organizational culture in facilitating knowledge sharing and retention processes. Organizations with a culture that values continuous learning, experimentation, and collaboration are more likely to create conducive environments for knowledge sharing among employees. Furthermore, the theory suggests that organizations that promote a learning culture are better equipped to retain valuable knowledge within the organization, as employees are encouraged to document, share, and build upon their collective knowledge.

**Cultural Dimensions Theory**

 Proposed by Geert Hofstede (1980), Cultural Dimensions Theory identifies several dimensions along which cultures can be analyzed, including power distance, individualism vs. collectivism, uncertainty avoidance, and long-term vs. short-term orientation. In the context of the suggested
research topic, this theory highlights the influence of national and organizational cultures on knowledge sharing and retention behaviors among public sector employees in South Africa. For example, a culture characterized by high power distance may inhibit open communication and knowledge sharing, while a collectivist culture may foster collaboration and information sharing among employees. Understanding the cultural dimensions at play can help researchers and organizations tailor interventions to promote effective knowledge management practices within the specific cultural context of South Africa's public sector.

Empirical Review

Mokoma and Tengeh (2016) understood the intricate relationship between organizational culture and knowledge sharing practices. Utilizing a mixed-methods approach, including surveys and in-depth interviews, they discovered that organizational culture significantly influences employees' propensity to engage in knowledge sharing activities. Their findings highlighted a positive correlation between a supportive organizational culture, characterized by trust and collaboration, and enhanced knowledge retention, ultimately leading to improved organizational performance. Building upon these insights, subsequent research endeavors have further explored specific aspects of organizational culture and their impact on knowledge management practices.

Maphosa and Nkosi (2017) investigated the role of organizational culture in shaping strategies for knowledge retention. Through qualitative interviews with public sector employees, they identified critical cultural factors such as leadership support and recognition of employee contributions as key drivers influencing knowledge retention efforts. By contextualizing their findings within the broader framework of organizational culture, Maphosa and Nkosi (2017) provided valuable insights into the underlying mechanisms governing knowledge management practices in the South African public sector.

Ndlela and Adebayo (2018) explored the nexus between organizational culture and knowledge sharing behaviors within specific organizational contexts, such as municipalities. Utilizing quantitative survey methodologies, they found that organizational cultures fostering trust, collaboration, and innovation create an environment conducive to knowledge sharing among municipal employees. These findings underscored the pivotal role of organizational culture in shaping knowledge management practices and offered actionable recommendations for cultivating cultures conducive to effective knowledge sharing and retention.

Gumbi and Mzileni (2021) examined the role of organizational culture in knowledge retention strategies within South African higher education institutions. Through qualitative interviews with academic staff, they identified institutional values and leadership support as crucial cultural factors influencing knowledge retention efforts. Their study advocated for the integration of knowledge management principles into institutional culture to preserve academic expertise and enhance organizational performance. Collectively, these empirical studies provide valuable insights into the complex interplay between organizational culture, knowledge sharing, and retention in South Africa's public sector. They offer actionable recommendations for fostering effective knowledge management practices and driving organizational success in the ever-evolving landscape of public administration.

Sithole and Mubaya (2019) embarked on a comprehensive exploration of the cultural dynamics within government departments in South Africa. Employing a meticulous research approach that
included in-depth interviews and rigorous document analyses, the researchers sought to uncover the underlying factors influencing knowledge retention efforts within these organizational contexts. Through their methodological rigor, Sithole and Mubaya were able to identify two key elements that emerged as influential factors in knowledge retention endeavors: leadership support and organizational values. They found that a supportive leadership ethos, coupled with organizational values that prioritize the preservation and dissemination of knowledge, significantly enhanced the effectiveness of knowledge retention initiatives. Drawing upon their findings, Sithole and Mubaya advocated for the development of formalized knowledge retention policies that are intricately aligned with the prevailing organizational culture, thus ensuring a cohesive approach to knowledge management practices within government departments.

Hlongwane and Rensleigh (2020) delved into the impact of organizational culture on knowledge sharing practices within public hospitals in South Africa. Utilizing a robust methodology encompassing surveys and focus groups, the researchers investigated the prevailing cultural norms and their influence on employee attitudes towards knowledge sharing. Their findings unveiled that a culture emphasizing collaboration, continuous learning, and open communication significantly influenced employees' willingness to engage in knowledge sharing activities. Moreover, Hlongwane and Rensleigh's research underscored the critical role of investing in organizational culture development initiatives to foster a conducive environment for knowledge sharing. They emphasized that by nurturing a culture that values knowledge exchange and collaboration, public hospitals can enhance patient care outcomes and drive organizational effectiveness. Thus, their study underscored the imperative for public healthcare institutions to prioritize organizational culture development as a means to promote knowledge sharing and ultimately improve healthcare delivery in South Africa.

METHODOLOGY

This study adopted a desk methodology. A desk study research design is commonly known as secondary data collection. This is basically collecting data from existing resources preferably because of its low-cost advantage as compared to field research. Our current study looked into already published studies and reports as the data was easily accessed through online journals and libraries.

FINDINGS

The results were analyzed into various research gap categories that is conceptual, contextual and methodological gaps

**Conceptual Gap:** While the studies conducted by Tengeh (2016) and Ndlela and Adebayo (2018) provide valuable insights into the relationship between organizational culture and knowledge sharing practices, there exists a conceptual gap in understanding the underlying mechanisms that mediate this relationship. Although these studies highlight the importance of a supportive organizational culture in facilitating knowledge sharing, they do not delve deeply into the specific cultural attributes or psychological processes that drive employees' engagement in knowledge-sharing activities. Future research could focus on elucidating the conceptual framework that underpins the interplay between organizational culture, individual attitudes, and knowledge-sharing behaviors to provide a more nuanced understanding of this phenomenon.
Contextual Gap: While several studies have explored the role of organizational culture in knowledge management practices within specific contexts, such as government departments (Sithole and Mubaya, 2019) and public hospitals (Hlongwane and Rensleigh, 2020), there is a contextual gap regarding the applicability of these findings across diverse organizational settings within South Africa. These studies primarily focus on particular sectors or institutions, limiting the generalizability of their findings to other organizational contexts. Future research could address this contextual gap by conducting comparative studies across different sectors or exploring the role of organizational culture in knowledge management practices within smaller organizations or non-governmental entities.

Geographical Gap: The empirical studies cited predominantly focus on organizational culture and knowledge management practices within South Africa. While these studies offer valuable insights into the dynamics of knowledge sharing and retention within the South African public sector, there is a geographical gap in understanding how these phenomena manifest in other African countries or in cross-cultural contexts. Comparative research across different African countries could shed light on the cultural factors that influence knowledge management practices and offer insights into region-specific challenges and opportunities. Additionally, studies that examine the transferability of knowledge management strategies from Western contexts to African organizations could help bridge this geographical gap and contribute to the development of culturally relevant interventions for enhancing knowledge sharing and retention in African public sector organizations.

CONCLUSION AND RECOMMENDATIONS

Conclusions

In conclusion, the effect of organizational culture on knowledge sharing and retention among public sector employees in South Africa is profound and multifaceted. Through a series of empirical studies, it has been demonstrated that organizational culture plays a pivotal role in shaping the attitudes, behaviors, and strategies related to knowledge management within government institutions. These studies have highlighted the importance of a supportive organizational culture characterized by trust, collaboration, and leadership support in facilitating effective knowledge sharing practices among employees. Furthermore, organizational values that prioritize the preservation and dissemination of knowledge have been identified as key drivers of successful knowledge retention efforts.

Moreover, the research underscores the need for public sector organizations in South Africa to invest in the development of their organizational culture to promote a conducive environment for knowledge sharing and retention. By aligning knowledge management practices with the prevailing cultural norms and values, institutions can enhance their capacity to leverage internal expertise, drive innovation, and improve service delivery outcomes. Additionally, the findings emphasize the importance of formalized knowledge retention policies that are intricately aligned with organizational culture to ensure a coherent approach to managing intellectual capital.

Recommendations

Theory
Conduct further research to deepen the understanding of how specific dimensions of organizational culture, such as leadership styles and communication norms, influence knowledge sharing and retention. Explore the intersectionality of organizational culture with other factors, such as employee demographics and technological advancements, to develop a more comprehensive theoretical framework. Investigate the role of individual-level factors, such as motivation and job satisfaction, in mediating the relationship between organizational culture and knowledge management outcomes.

**Practice**

Develop tailored training programs and workshops for public sector employees to enhance their awareness and understanding of the organizational culture's impact on knowledge sharing and retention. Implement mechanisms for recognizing and rewarding knowledge-sharing behaviors to incentivize employees to actively participate in knowledge management activities. Foster a culture of open communication and collaboration through the use of technology-enabled platforms and social networking tools to facilitate seamless knowledge exchange across organizational boundaries.

**Policy**

Integrate knowledge management principles into organizational policies and procedures to institutionalize a culture of knowledge sharing and retention within public sector entities. Establish clear guidelines for the development and implementation of knowledge retention strategies aligned with the organization's cultural values and strategic objectives. Advocate for the allocation of resources and budgetary support to sustain knowledge management initiatives, including investments in technology infrastructure and human capital development.
REFERENCE


