

The Mediating Effect of Organizational Climate on the Relationship between Transformational Leadership and Patient Safety: A Study on Saudi Hospitals

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Abstract

the main aim of this paper is to investigate the mediation effect of organizational climate on the relationship between Transformational Leadership and perceived patient safety in Saudi Hospitals from the nurses perspective. Patient safety has become a significant topic among health professionals, policy makers, and the public owing to the emphasis on the reported and unreported healthcare errors that result in negative situations. A quantitative research design was employed to collect data from nurses in Saudi hospitals to examine the hypothesized model. Out of 254 questionnaires distributed only 217 questionnaires were usable for analysis. The Partial Least Squares Structural Equation Modeling (PLS-SEM) method was used to test the hypotheses. Based on the statistical results, this study supported the relationship between Transformational Leadership and organizational climate and the relationship between organizational climate and perception of patient safety. Finally, this study confirmed the full mediating effect of organizational climate on the relationship between Transformational Leadership and perception of patient safety. The findings of the study are of a great value to both theory and practice and have important implications for practitioners and policy-makers.

Keywords: Organizational climate, Patient safety, Transformational Leadership, Saudi Hospital

1. Introduction

Patient safety has become a significant topic among health professionals, policy makers, and the public owing to the emphasis on the reported and unreported healthcare errors that result in negative situations. Several initiatives and studies dedicated to patient safety have been conducted in the Western countries that are characterized by well-organized healthcare systems and effectively implemented quality assurance programs (Al Rifai, 2008). In contrast, developing countries lack the infrastructure required for the implementation and lack resources to tackle patient safety. On the basis of the report of the World Health Organization (WHO, 2004), deficiencies in healthcare systems in terms of infrastructure, lack of skilled personnel and other quality issues are still prevalent in the developing countries.

Patient safety is comprised of indicators including various items in the literature and among the top of them are patient mortality, failure-to-rescue (Aiken, et al., 2003), pneumonia, pressure ulcers, erroneous medication, patients' accidental falls, and infections (Penoyer, 2010).

In an attempt to describe the potential factors affecting patient safety, it was stated that adverse events do not occur intentionally from people to hurt patients but they are attributed to the complex healthcare systems which influences the performance of the individuals (WHO, 2009). The ability of the employees to perform hinges upon a set of combined

factors in a way that possessing greater abilities, being highly motivated and steering clear of external disruptions negatively impacting the employees work eventually results in better performance (Spaulding, 2011).

Consequently, policy makers in healthcare industry increasingly recognize that a well-motivated, appropriately skilled and deployed workforce is crucial for the success of health system delivery (Buchan, 2004), managing this workforce by means of human resource management (HRM) can be seen as an important key to success in hospitals. With the recent advances in human resource management, high performance work system (HPWS), which was introduced in the last few decades, is viewed as the use of mutually reinforcing HRM practices in a systematic way which stresses on the selection of suitable employees, development of their skills, organizing work so that employees have the discretion to solve problems creatively, and the use of reward systems which motivate employees to work effectively in pursuit of organizational goals (Harley et al., 2007).

Globally, patient safety has become foremost critical issue in the last decade either in the developed countries or in the developing countries (Nygren et al., 2013). Despite of the growing global concern about patient safety accompanied by the recent advances in medical technologies and several researches' conceptualization of patient safety, the reports and statistics about patient safety are scarce even in developed countries (Shojania et al., 2001). The review of the available statistics clearly points to critical level of patient safety worldwide. For example, the statistics published by the Committee on Quality of Health Care in America and Institute of Medicine (2000) revealed that the annual total deaths due to preventable medical errors in USA were estimated to exceed 44,000 patients. In light of this and other similar alarming statistics from other institutes (Jao&Hier, 2010), it was ascertained that medical errors not only threaten the quality of healthcare and increase healthcare costs, but it also adds to the medical malpractice crisis (Studdert et al., 2005).

Many researchers emphasized the importance of organizational climate on the accuracy and safety practices in the medical environment. In relation to that, Asha (2008) claimed that organizational climate hinges on the perceptions of the employees, and reflects the manner to which employees acknowledge their work environment, which in turn affects their work-related attitudes and behaviors..

Organizational climate refers to the acknowledged features of the organization and its sub-systems as reflected in its way of dealing with members, groups and issues (Asha, 2008). It is a set of measurable properties of the work environment, which is directly and indirectly perceived by the individuals at the workplace and assumed to affect their motivation and behavior (Litwin& Stringer, 1968). Based on this definition, organizational climate may be described as the individual's attitude towards organizations (e.g., trust level, morale, conflict, rewards equity, leadership credibility, change resistance and scapegoating (Ngo et al., 2009).

Some researchers have nevertheless postulated that climate is an environmental attribute that is developed by the organization's objective characteristics like its structure context. For instance, according to Richers and Schneider (1990), climate consists of the organization's perceptions concerning rewards (formal or informal), policies, routines, practices and procedures. The description of climate as an objective attribute indicates that an outside person can measure the climate in the organization on the basis of its aspects. Based on this notion, individual perceptions of climate should be ignored and this goes against the traditional method of aggregating individual's perception to measure climate. If climate is an actual organizational characteristic, then totaling individual data to gauge climate may lose its appropriateness (Glick & Roberts, 1984).

The mediating effect of organizational climate on the relationship between HRM system strength and organizational performance was first proposed by Bowen and Ostroff (2004). Sanders et al. (2008) stated that a strong organizational climate was a term used by Bowen and Ostroff (2004) to refer to the climate strength and not its level. Climate level refers to the convergent perceptions ratings of particular work situation facet like safety, service, or HRM. It is often measured by the mean of individual perception scores, whereas climate strength refers to the agreement level concerning the climate. Climate strength is measured via homogeneity statistics that relate to the aggregate members' perception like standard deviation and within-group correlations. Hence, climate strength more closely reflects Bowen and Ostroff's (2004) organizational climate concept as the shared perceptions of employees.

Finally, in the health care sector, the environment has bearing on outcomes such as patient safety (Ngo et al., 2009). The dynamic work environment is what forms the organizational climate of the health service organization and it forms a guideline upon which employees to understand organizational life in the health care organizations (Ngo et al., 2009). Thus, organizational climate can be deemed among the top mediating factors in patient safety context (Walston et al., 2010). Such mediation arises via HRM. Although several aspects related to HRM can impact patient safety, the present study focuses on specific elements that impact nurses' practices in public hospitals and its effect on patient safety.

Therefore, the objective of the study is to examine the mediating effect of organizational climate in the

transformational leadership and patient safety relationship in Saudi public hospitals.

2. Literature Review and Hypothesis Development

2.1 Transformational Leadership

Leadership refers to the power of the individual to influence other individuals (Tappen, Weiss, & Whitehead, 2004) and to encourage them to develop and achieve common aims (Richardson &Storr, 2010). Transformational leadership is the leadership style when leaders act in an attempt to maximize the awareness of their associates of what is right and important, to increase their motivational maturity and to move them to see beyond their self-interests for the sake of the group, the organization and the society as a whole. In this context, Transformational leaders promote their associate's sense of purpose that goes beyond the reward for effort exchange (Bass &Avolio, 1997).

Predominant studies in this field have concentrated on transformational leadership theory (Bass, 1985; Burns, 1978) when assigning leaders within the categories of leadership. Stated differently, majority of studies that have attempted to analyze potential relationships between leadership behavior through MLQ-5X and safety outcomes, concentrated on the cultural elements of safety rather than directly measuring its outcomes, namely, injuries and accidents. Accordingly, Barling et al. (2002) brought forward a model demonstrating the potential association between safety-related outcomes (occupational injury) and behaviors of transformational leadership. This is followed by Kelloway et al.'s (2006) study that presented the potential existence of a direct association between transformational leadership behaviors and outcomes. Despite the extensiveness of both studies, they lacked generalizability as they both assessed young workers in the context of a low-hazard industry. As mentioned earlier, researches dedicated to evaluating the relationship between transformational leadership behaviors and safety-related outcome variables like frequency and severity of injury in the context of health care institutions are still few and far between.

With regards to transformational leaders, Bass and Avolio (1994) attributed them with idealized influence, inspirational motivation, intellectual stimulation and individualized consideration. The above attributes enable transformational leaders to drive individuals working for them in a manner that they act long-term self-development as opposed to short-term. This type of leaders also urges followers to go beyond personal self-interests for the sake of the group, organizational and society as a whole and concentrate on the most critical aspects of their work and life (Bass, 1990).

In conflict with popular opinion, leadership is significantly different from management and while organizations are open to defining management skills for a specific position, they failed to identify leadership skills/attributes needed for the same position. This may be attributed to the fact that the predictive value of the leadership attributes in guaranteeing operational success in terms of organizational outcomes is still ambiguous. Thus, while tacit consensus exists for the effect of leadership behaviors on organizational outcomes like those linked to safety, there is still lack of understanding of the way these behaviors impact outcomes (Joseph &Steensm, 2012). The initial step in determining the effect of these behaviors on the outcomes is to distinguish between leadership and management and to define leadership behaviors on the basis of leadership theories.

It is well known that in majority of organizations, managers are appointed to provide leadership but managers are mostly involved in laying down processes, overlooking tasks and assessing progress. On the other hand, leadership is described as a relationship with different facets involving associations between leaders and followers (Hirtz, Murray, & Riordan, 2007; Kark& van Dijk, 2007). A leader's primary task is to transform his/her followers into future leaders (Taylor, 2003). Another critical difference between leaders and managers is that the former basically provides vision, sets values and mission and lays down goals (Clovard, 2003). Additionally, leadership is a concept that is related to an enhanced future state while management is a concept that is related to the maintenance of an efficient present state. Moreover, managers are appointed to their position, while leaders are granted a role by their followers to influence the latter's actions (McLean, 2005). However, this does not mean that managers cannot be leaders.

In fact, managers often lead but the difference lies in the way they perform their duties - whether they are leading or managing. Groom (2006) claimed that a person manages when he acts according to authoritative procedures and a person leads when he acts according to what is right. It is noteworthy that both managers and leaders are critical to the dynamic of the organization and should not be set against each other but considered in tandem to achieve tasks and cast a vision providing the constructs for an enhanced future state. For instance, if the organization has a vision of enhancing overall occupational safety performance but does not have the systems, processes and outcome measures to manage it, the vision will just be a dream. Similarly, if the organization has the systems, process and outcome measures but does not have a leader to drive people into action, the vision will be left unrealized. However, this does not indicate that all

leadership or management methods are effective in every situation. According to many studies, different leadership behaviors have different impacts in terms of outcomes and safety-related variables (e.g., Kelloway et al., 2006; Clarke & Ward, 2006; Barling et al., 2002; Groom, 2006; Luria, 2008). This literature review does not intend to explain every nuance of the differences between leadership and management but to explain that managing and leading are distinct from each other and to clarify that how people lead as managers can impact the ability of the organization to achieve an improved future state.

2.2 Transformational Leadership, Patient Safety and Organizational Climate

The literature addresses the significance of leadership and its role in developing an environment and a system of safety within the organization. According to Baker and Norton (2001), a leader's role is important in the development of a patient safety plan. Similarly, Leape and Berwick (2000) stated that leadership is the main element of success in the safety realization, and that lack of commitment from professional and organizational leaders will achieve fragmented and uncoordinated efforts that will barely make a difference. Thus, they urged senior leaders to stress safety as an organizational goal and reinforce it with suitable resources in way that they feel personally accountable for each error.

On the same note, Pater (2006) maintained that organizational leaders have key impact on safety performance. This assertion is corroborated by empirical studies on the relationship between transformational leadership behaviors and safety outcomes that are linked to safety culture (e.g. Barling, Loughlin, & Kelloway, 2002; Groom, 2006; Zohar & Luria, 2004). The premise is that behaviors of leaders affect the safety climate and culture, which in turn influences the outcome measures related to safety performance (Barling et al., 2002). Despite the significant studies dedicated to safety climate and safety culture in various industrial settings, there is still lack of consensus concerning the definitions of safety climate and culture (Wiegmann, Zhang, von Thaden, Sharma, & Mitchell-Gibbons, 2004). But even in the face of this lack in consensus, several studies have been conducted to compare leadership behaviors with safety climate and culture measures (e.g., Clark, 2006; Erickson, 2008; Groom, 2006; Hoffman & Morgeson, 1999; Kelloway, Mullen, & Francis, 2006; Luria, 2008; Simon & Frazee, 2005; Watson, Bishop, & Trunbeaugh, 2005; Zohar, 2002; Zohar & Luria, 2004).

Despite the strong belief among researchers that many aspects of patient safety are predicted by the performance of the executive leaders, it is difficult to provide evidence for such claim especially when studies are conducted in isolation from other organizational variables (Bonnie, 2008). Leaders influence employees' performance in two ways: first, indirectly through their choice and design of management control systems and practices and, second, through their influence on employee behavior via behaviors such as, leading by example, and recognizing achievements (Boedker, Vidgen, & Meagher, 2011). In this respect, it is the influence of the leader on choice and design of management system what concern; leaders are responsible for generating vision, setting values and putting the overall objectives (Clovard, 2003) that will be the responsibility of the managers to achieve it.

According the above arguments and other supporting ones, the following hypotheses were introduced for empirical test.

H₁: Transformational Leadership has a positive impact of Patient Safety in an organization.

H₂: Transformational Leadership positively affects the Organizational Climate in an organization.

2.3 Organizational Climate

Organizational climate refers to the acknowledged features of the organization and its sub-systems as reflected in its way of dealing with members, groups and issues (Asha, 2008).. Asha (2008) claimed that organizational climate hinges on the perceptions of the employees, and reflects the manner to which employees acknowledge their work environment, which in turn affects their work-related attitudes and behaviors. Based on this definition, organizational climate may be described as the individual's attitude towards organizations (e.g., trust level, morale, conflict, rewards equity, leadership credibility, change resistance and scapegoating (Burton et al., 2004; Ngo, Foley, & Loi, 2009).

The first group of theorists including Glick (1988) and James (1982) contended that organizational climate is the individual's property, meaning it refers to the individual's perception concerning the norms and characteristics of the organization. Stated differently, organizational climate has its basis on its members' interactions. The second group of theorists (Friedlander & Marguiles, 1969; Schneider, 1985; Schneider & Reichner, 1983) opined that organizational climate is an organization's objective property, which are organizational policies and practices. This group of theorists believes that it is an organizational attribute as opposed to an individual attribute, despite the organizational members' perceptions. On the other hand, James and Jones (1974) stated that organizational climate may be used synonymously with psychological climate – a term that has been evaluated at par with disengagement, hindrance, esprit, intimacy,

aloofness, production emphasis, consideration and trust.

Organizational Climate and Patient Safety

In general, organizational climate is a set of measurable properties of the work environment, which are directly and indirectly perceived by the individuals at the workplace and assumed to affect their motivation and behavior (Litwin & Stringer, 1968).

Many scholars believe that organizational climate is a significant factor in ensuring patient safety in health care systems (Asha, 2008; Walston, Al-Omar, & Al-Mutari, 2008). Basically, climate is a term that indicates shared employee perceptions which directly influences health care professionals to choose proper behaviors that enhance patient safety (Walston, Al-Omar, & Al-Mutari, 2008). From this definition, it is clear that the concept of organizational climate in health care systems is intimately related to patient safety. Hence, there is a growing concern about the impact of certain aspects of organizational climate on work stress and subsequent adverse events (Clarke, Rockett, Sloane, & Aiken, 2002; Gershon et al., 2000). For instance, Fogarty and McKeon (2006) tested a model with hypothesized links between organizational climate and unsafe medication administration among nurses in Australia. They found that the model provided a considerable fit to the data with organizational climate and its relationship with the magnitude of violations to instructions. In an international study aimed at investigating perception of the nurses about the organizational climate; it was found that nurses who were deprived from supportive climate are usually have lower insight about the safety climate (Malloy et al., 2009). In another quasi experimental study it was found that changing climate was associated with changes in performance and number of nosocomial infections (Larson, Early, Cloonan, Sugrue, & Parides, 2000).

This justifies the empirical examination of the following hypotheses.

H₃: Organizational Climate has a positive effect on Patient Safety in an organization

H₄: Organizational Climate mediates the relationship between Transformational Leadership and Patient Safety in an organization.

3. Research Framework

In line with the literature review and the hypothesis development as presented in the previous sections, Figure 1 presents the overall representation of the theoretical framework. The framework of the study depicts the relationships between leadership, Transformational Leadership, organizational climate and Perception of patient safety. Based on the fragmented empirical evidence, the current study suggests a coherent model investigating these relationships in a single model.

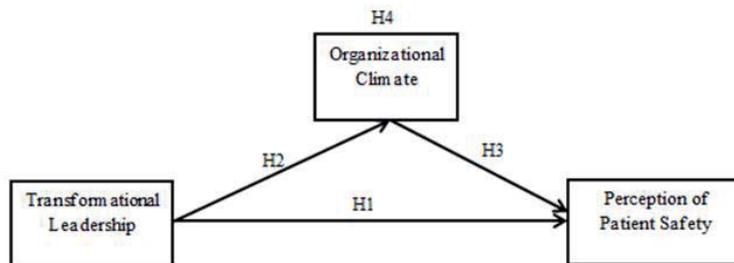


Figure 1: Research Framework

4. Measurements of Instruments

The measurements of Transformational Leadership were derived from the relevant studies. However, the deployed measure used in this study was adapted from the measures used by Avolio and Bass, (1995). The measurement of Organizational Climate was adopted from Burton et al., (2004) and the measurement of Perception of Patient Safety was adapted from Ramanujam et al. (2007) and Teng et al. (2009).

5. Data Analysis and Results

5.1 Testing the Measurement Model, Outer Model, Using PLS Approach

As it is the norm in Structural Equation Modeling literature, before testing the hypothesis the measurement model should

be proved having a adequate validity and reliability levels. In this study, the construct validity and reliability were confirmed through the convergent and discriminant validity as discussed in the following paragraphs.

The convergent validity refers to the extent to which a set of items designed to measure a construct converge to measure the intended construct. It was examined by calculating the loadings, Average Variance Extracted (AVE) and Composite Reliability (CR) and assessing them with comparison to the cut-off values suggested by the literature. In assessing the outputs, Table 1 shows that factor loading are more than 0.5 for all items without any correlation between items. The composite reliability values ranged from 0.860 to 0.913. These values exceeded the recommended value of 0.7 (Fornell & Larcker, 1981; Hair et al., 2010). The average variances extracted (AVE) values ranged between 0.605 and 0.793, indicating a good level of construct validity of the measures used (Barclay et al., 1995). Hence, these results confirm the convergent validity of the outer model.

Table 1. Convergent Validity of the Outer Model

Variable	Items	Factor Loading	Cronbach's Alpha	CR ^a	AVE ^b
Individualized consideration.	I17	0.763	0.836	0.891	0.673
	I18	0.893			
	I19	0.822			
	I20	0.798			
Idealized influence (attribute)	I1	0.854	0.867	0.909	0.714
	I2	0.771			
	I3	0.896			
	I4	0.853			
Idealized influence (behavior)	I5	0.660	0.852	0.902	0.700
	I6	0.894			
	I7	0.881			
	I8	0.889			
Inspirational motivation	I9	0.894	0.913	0.939	0.793
	I10	0.863			
	I11	0.929			
	I12	0.873			
Intellectual stimulation	I13	0.819	0.889	0.923	0.751
	I14	0.898			
	I15	0.855			
	I16	0.893			
Organizational Climate	clim1	0.931	0.867	0.899	0.605
	clim2	0.674			
	clim3	0.661			
	clim4	0.901			
	clim6	0.847			
Perception of Patient Safety	saft1	0.761	0.764	0.860	0.675
	saft2	0.877			
	saft3	0.652			
	saft7	0.567			

5.2 Discriminant Validity of the Measures

The other indicator of the construct validity and reliability is to confirm the discriminant validity. It refers to the ability of a set of measuring items to differentiate their respective construct from other constructs in the model. The discriminant validity of the measures was confirmed by employing the method of Fornell and Larcker (1981). As illustrated in Table 2, the square root of average variance extracted (AVE) for all the constructs were placed at the diagonal elements of the correlation matrix. As the diagonal elements were higher than the other elements of the row and column in which they were located, this confirms the discriminant validity of the outer model.

In sum, having established the construct validity of the outer model, it is assumed that the obtained results pertaining to the hypotheses testing should be valid and reliable.

Table 2: Discriminant Validity Results

Contracts	1	2	3	4	5	6	7
1) Individualized consideration.	0.820						
2) Idealized influence (attribute)	0.701	0.845					
3) Idealized influence (behavior)	0.825	0.862	0.837				
4) Inspirational motivation	0.873	0.722	0.865	0.890			
5) Intellectual stimulation	0.907	0.692	0.838	0.865	0.867		
6) Organizational Climate	0.566	0.657	0.673	0.723	0.599	0.777	
7) Perception of Patient Safety	0.204	0.517	0.434	0.466	0.356	0.627	0.822

6. The Structural Model and Hypothesis Testing

After the measurement model has been established, the next step was to test the hypotheses of the study by running PLS Bootstrapping in SmartPLS 2.0, . The results were reported in Table 3 and Figure 2 and Figure 3.

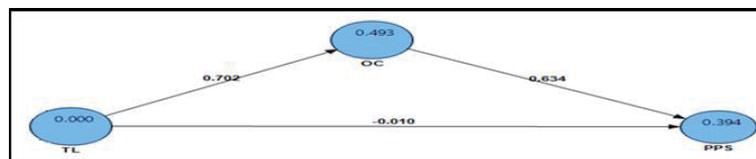


Figure 2: Path Coefficient Result

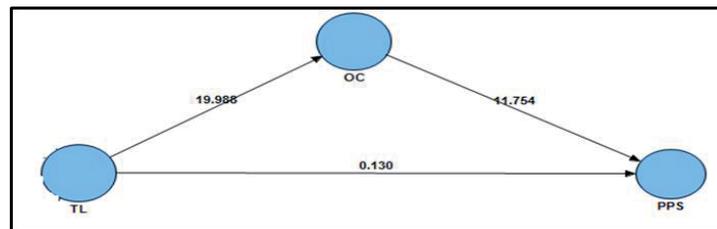


Figure 3: Path Coefficients T values

Table 3: The Results of the Hypothesis Testing

Hyp No	Hypothesis	Path Coefficient	Standard Error	T Value	P Value	Decision
H3	OC -> PPS	0.634	0.054	11.754	0.000	Supported
H2	TL -> OC	0.702	0.035	19.988	0.000	Supported
H1	TL -> PPS	-0.010	0.078	0.130	0.448	Not Supported

The statistical results, as presented in Table 3, show that the influence of transformational leadership on the perception of patient safety was negative and insignificant ($\beta = -0.010$, $t = 0.130$, $p > 0.1$) and thus the hypothesis H1 is not supported. However, the results pertaining to the effect of Transformational Leadership on Organizational Climate and the effect of Organizational Climate on Patient Safety showed that the two effects were confirmed at the 0.001 level of significance with indicators ($\beta = 0.634$, $t = 11.754$, $p < 0.001$) and ($\beta = 0.702$, $t = 19.988$, $p < 0.001$) respectively. These results indicate that while H₁ was not supported, H₂ and H₃ were not.

7. Testing the Mediating Effect of Organizational Climate

A mediator variable is considered is the variable that develops an indirect effect through which the focal independent variable influences the criterion variable under study (Baron & Kenny, 1986). Moreover, Kenny and Little (2011) stated that the mediator variable is capable of transmitting some causal effects of previous variables on to the next ones. Furthermore, mediating variables have been playing a key role in both psychological theory and research.

In testing the mediation effect of the Organizational Climate on the said relationship, the direct effect between the two ends of the relationship was tested. That is the effect of Transformational Leadership on Patient Safety was examined when the Organizational Climate is not accounted for was calculated and found to be significant at the 0.001 level of significance ($\beta = 0.441$, $t = 10.564$, $p < 0.001$). This finding confirms that the Organizational Climate is a full mediator between the Transformational Leadership and Patient Safety according to Baron and Kenny (1986). Thus H_4 was supported.

To confirm the existence of the existence effect of Organizational Climate, the bootstrapping method was used to calculate the indirect effect and its significance. Table 5 showed that the indirect effect is significant at the 0.001 level of significance ($\beta = 0.445$, $t = 9.101$, $p < 0.01$). a full mediation effect of organization climate on the relationship between transformational leadership and the perception of patient safety ($\beta = 0.445$, $t = 9.101$, $p < 0.01$).

This result implies that organization climate acts as the mechanism that can explain the indirect effect of transformational leadership on the perception of patient safety.

Table 4: The Mediation Analysis Results

Hyp. No	Hypothesis	a*b		C		c'		Decision (bootstrapping Method)
		Path Coefficient	T.Value	Path Coefficient	T.Value	Path Coefficient	T.Value	
H ₄		0.445	9.101	0.441	10.564	-0.01	0.13	Full Mediation

8. Predictive Relevance, the Quality, of the Model

The quality of the model can be assessed through the R^2 values of the endogenous variables. The results in Table 5 indicate that Transformational Leadership can explain 49% of the variance in Organizational Climate and both Transformational Leadership and Organizational Climate explain 39% of the variance of the Perceived Patient Safety. Further, the results of the study related to the prediction quality of the model, as illustrated in Table 3 indicated that the cross-validated redundancy of Organizational Climate and Perception of Patient Safety were 0.285 and 0.238 respectively, more than zero indicating an adequate predictive validity of the model based on the criteria suggested by Fornell and Cha (1994).

Table 5: Predictive Relevance of the Model

Endogenous	R Square	Cross-Validated Redundancy	Cross-Validated Commuality
Organizational Climate	0.493	0.285	0.604
Perception of Patient Safety	0.394	0.238	0.604

9. Discussion and Conclusion

9.1 Transformational Leadership and Organizational Climate

Our finding showed that transformational Leadership had a positive significant impact on organizational climate. This means that transformational leadership is able to develop or improve appropriate organization climate. The finding is in line with previous studies. For example, Jung, Chow, and Wu (2003) examined the relationship between style of leadership and organizational climate, as a mediator of organizational innovation among 32 Taiwanese companies. They found that transformational leadership had a significant and positive relation with both empowerment and an innovation-supporting organizational climate. Similar result was also reported by Sarros, Cooper, and Santora (2008), who revealed that transformational leadership affected organizational climate. In Turkey, Gumusluoglu and Ilsev (2009) revealed that transformational leadership was positively associated with organizational innovation and supported organizational climate. Koene, Vogelaar, and Soeters (2002) also found similar finding when found a positive relationship between transformational leadership and organizational climate in the Netherlands.

In addition, Transformational leadership theory postulates that a transformational leader is capable of shaping the climate of an organization because he/she shares values and beliefs with the followers, developing and creating a climate of trust with confidence. Such leader is also capable of inspiring the followers to have a positive attitude and to be able to solve problems (Bass & Avolio, 1995).

9.2 Organizational Climate and the Perception of Patient Safety

The result revealed that organizational climate had a positive significant influence on patient safety. Clarke and Donaldson (2008) argued that a non-punitive organizational climate is expected to encourage reporting system. In a different study in Turkey, Bodur and Filiz (2010) found that the non-punitive climate was associated with perception of physicians and nurses about patient safety. Similar finding was also reported by Malloy et al. (2009) in their study that covered four countries (Canada, Ireland, Australia, and Korea). They found that nurses deprived of supportive climate usually had lower insight about safety climate.

The high reliability organization theory include dimensions which are essentially could describe the perception of the health professionals about the safety climate within their hospital; for example "redundancy" which refer to ability of employees to detect errors before it occur (vigilance), which are usually deployed under feeling of "trust" and supported by training to provide higher degree of safety (Weick et al., 2005; Sutcliffe, 2006).

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