MULTILEVEL EFFECTS OF LEADER CHARISMA ON FOLLOWER SATISFACTION

By

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This dissertation is dedicated to my four charismatic leaders-in-training. May they all enjoy a lifelong thirst for learning and love of life.
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Leadership literature has established a relationship between leader charisma and follower satisfaction. However, much of this literature hinges on the assumption that charisma is transferred through direct leader-follower relationships. This common, albeit important, perspective has generated valuable empirical research supporting such dyadic theories, but as organizations increase in size it may be unrealistic for leaders to rely on distal dyadic relationships. While distal leaders may have the ability to present poignant speeches that incite followers in the short term, it may be unreasonable to expect such infrequent communications to deeply penetrate follower attitudes and sustain lasting follower satisfaction over the long term. This dissertation suggests that other indirect mediation processes exist that can transfer leader charisma down through hierarchical levels, resulting in a cascading effect of charisma. Specifically, two mediation models are presented that suggest intermediate-level leader satisfaction and charisma mediate the relationship between top-level leader charisma and bottom-level follower satisfaction.
Using hierarchical linear models in two separate samples, fire fighters and Air Force cadets, the results overall provide support for the charisma-mediating model, but not the satisfaction-mediating model. Such results suggest that future research must not only distinguish direct from indirect transfer of charisma, but also determine which constructs mediate the transfer of charisma.
CHAPTER 1
INTRODUCTION

In recent years, a large body of research has accumulated in favor of “charismatic leader” theories. For example, several meta-analyses (Lowe, Kroeck, & Sivasubramaniam, 1996; Fuller, Patterson, Hester, & Stringer, 1996) suggest that charismatic leadership behaviors are related to subjective (r=.73) and objective (r=.30) measures of leadership effectiveness and that these relationships generalize across types of organizations. Although performance-based outcomes dominate the charismatic leadership literature, researchers have also showed that charismatic leaders influence other follower outcomes, such as satisfaction (Dubinsky, Yammarino, Jolson, & Spangler, 1995; Niehoff, Enz, & Grover, 1990; Pillai, Schriesheim, & Williams, 1999; Podsakoff, MacKenzie, Moorman, & Fetter, 1990; Ross & Offermann, 1997). Indeed, in their recent meta-analysis, Judge and Piccolo (2004) report an impressive effect size (r=.58) of the relationship between leader charisma and follower satisfaction. This correlation represents a compilation of results of studies sampling from business sector populations (e.g., Dubinsky et al., 1995; Niehoff et al., 1990; Podsakoff et al., 1990) across multiple and diverse industries (Podsakoff, MacKenzie, & Bommer, 1996), college students (Pillai et al., 1999; Kirkpatrick & Locke, 1996) and public agencies, such as the military (Ross & Offermann, 1997; Percy, 1997). Moreover, these studies show that the relationship between charisma and job satisfaction not only exists at the upper echelons of management, such as CEOs (Niehoff et al., 1990), but at all levels
Researchers have uncovered some reasons for the influence of leaders’ charisma on followers’ satisfaction. For example, researchers have been quite successful in relating distal variables such as leader vision and communication style to predict follower satisfaction (Howell & Frost, 1989; Kirkpatrick & Locke, 1996). For instance, Kirkpatrick and Locke (1996) argued that a leader’s vision induces followers to model the leader values and goals, and by this modeling they achieve congruency between their own and the leader’s and the organization’s values and goals. In turn, these authors argue, the congruency of values between the person and the organization would positively affect follower satisfaction. Indeed in their study Kirkpatrick and Locke (1996) showed that leader vision was positively related to follower task satisfaction. These authors also hypothesized that leaders’ new ways of approaching work should increase follower intellectual stimulation (Bass, 1985) and therefore uplift followers and increase follower arousal resulting in satisfaction. Here again, their results supported the link between leader intellectual stimulation and follower task satisfaction. A similar argument has been presented by Niehoff et al. (1990) who maintained that charismatic leaders’ actions make employees’ tasks more interesting and challenging, and therefore, have a positive effect on employees’ satisfaction.

However, distal variables such as leader vision and communication style only capture part of the story. They tell us very little about the more proximal processes that may explain the influence of leaders on followers’ satisfaction. For example, it could be argued that general attitudes such as job satisfaction are mainly a combination of daily
specific evaluations (see Eagly & Chaiken, 1993; Weiss & Cropanzano, 1996) and moods at work (Judge & Ilies, 2004; Weiss, Nicholas, & Daus, 1999). But it is not clear from leadership theories how leaders influence these daily evaluations that may be so critical to the maintenance of followers’ satisfaction. Examples of specific evaluations that may influence employee satisfaction are events that occurred during the hiring or promotion process, events associated with the socialization process, an employee’s daily interaction with peers, and how an employee is treated by his/her supervisor. All these and other events on the job should have a strong effect on our job enjoyment, and therefore our job satisfaction. Similarly, the contagious effect of peers’ collective moods (Totterdell, Kellett, Teuchmann, & Briner, 1998), the mood of a focal team member (Barsade, 2002), as well as the displayed and experienced emotions of a direct interaction with a leader (Erez, Misangyi, Johnson, LePine, & Halverson, 2005; Lewis & Haviland-Jones, 2000) can also influence our mood at work, and thus, our satisfaction. In contrast, it is unlikely that only one or several critical incidents in which the leader articulates a vision could have a profound effect on individuals’ satisfaction. It is much more likely that the leader vision and style are somehow translated into more specific influences on followers’ daily events evaluations and moods at work, and as such, influence followers’ satisfaction. But leadership theories fail to deal with translation and transmission issues. In other words, while current theories may explain quite well how leaders’ communication style and vision influence followers’ satisfaction with specific task or at specific times they do not adequately explain the maintenance of satisfaction over time. Indeed, in their summary of the charismatic leadership literature, House and Aditya concluded that charismatic
“theories offer inadequate or untested explanations of the process by which the theoretical leader behaviors are linked to, and influence…followers” (1997: 442).

Another problem with existing explanations for charisma effects is that these theories usually account for direct and dyadic relationship between a leader and a follower or groups of followers. However, most of the influences of leaders on followers occur through others, and not in a direct one-to-one relationship. Accordingly, we know that if a leader has a constant contact with followers, the followers’ level of satisfaction will increase because of the leader’s vision and communication style (Howel & Frost, 1989; Kirkpatrick & Locke, 1996). But why would a leader that is seen by followers only once a month or even once a year influence followers? Can we really assume that the infrequent communication of vision or the communication style of this leader is not only so poignant and penetrating but also enduring that it can provide and sustain strong maintenance effects on followers without the leader’s presence?

In this dissertation I will argue that such a strong assumption is not necessary, nor is it necessary for the charismatic leaders to be in constant contact with followers to have an effect on their satisfaction level. That is, because charisma cascades down through the ranks to influence followers and as such, it does not rely solely on singular effects of leaders on followers. Instead, the leader charisma, up the hierarchy, affects bottom-level followers through the intermediate-level leaders’ direct and constant daily contact with followers. The purpose of this study, then, is to examine the hypothesis that charisma travels down through an organization to influence followers. In order to address this question I will propose a multilevel model describing the charisma transfer process in which intermediary leaders act as charisma conduits. Specifically, this dissertation will
focus on the relationship between upper-level leader charisma and follower satisfaction at lower levels as mediated by intermediate-level leader variables. In order to test the propositions of this dissertation I conducted two studies, utilizing two different kinds of leader-follower relationships in two very different populations. Merging the results from these two studies should help confirm the validity of my propositions.
CHAPTER 2
LITERATURE REVIEW

Almost thirty years ago, Locke (1976) counted in his review of the job satisfaction literature an overwhelming number of job satisfaction studies, conservatively estimating an annual average of over one hundred studies involving the construct. Since then, satisfaction continues to be a popular construct in the research literature, with over 10,000 more articles identified since 1985 in the PsychInfo database. The literature on leadership is no doubt just as robust. The charismatic leadership literature has experienced a relatively strong growth spurt in the last decade, with 410 articles published since 1996 (this includes transformation leadership, which some researchers consider to be synonymous with charismatic leadership (Judge & Piccolo, 2004)). With such prolific histories, one would expect these two research streams to cross frequently. However, only a relatively small number of studies focus on the relationship between leader charisma and follower satisfaction. In their meta-analysis, Judge and Piccolo (2004) found only 18 studies (n = 5,279) that measured the effects of leader charisma as an antecedent to follower satisfaction.

Nonetheless, these studies revealed a quite impressive relationship, with an estimated true score correlation of .58 (p<.01). Not only does the compilation of these studies reveal an impressive effect size of the relationship between charismatic leadership and job satisfaction, but the studies themselves were based on samples drawn from relatively diverse settings and situations, lending credibility and validity to the external validity of the result. A majority of the studies in this meta-analysis used samples drawn
from business sector populations (e.g., Podsakoff et al., 1990; Dubinsky et al., 1995; and, Niehoff et al., 1990). Although the main purpose of these studies was not always to directly investigate the relationship between charismatic leadership and satisfaction, they nonetheless revealed robust results across a variety of industries. For example, Podsakoff et al. (1990), in their attempt to identify mediators between charisma and organizational citizenship behavior (OCB), sampled 988 petrochemical company employees and found that leader charisma was an antecedent to follower satisfaction, but that this satisfaction failed to mediate the relationship between charisma and OCB as hypothesized. Dubinsky et al. (1995), in their study of sales managers, also found a correlation between transformational (i.e., charismatic) leadership and follower satisfaction. Moreover, these relationships have been found not only at the dyadic link but also at several levels. For example, Niehoff et al. (1990) found that charisma of top leaders (i.e., CEOs) in the insurance industry explained 36% of the variance in job satisfaction of the employees.

Two of the studies were based on samples drawn from college student populations. Pillai et al. (1999), in their attempt to identify the mediating effects of justice and trust on the relationship between charisma and satisfaction, found a statistically significant correlation between leader charisma and follower satisfaction, but failed to reveal the hypothesized mediating effects. Kirkpatrick and Locke’s (1996) study involving college students further supported the charisma-satisfaction relationship. These authors manipulated charisma in a laboratory environment and found that different components of charismatic leadership (i.e., vision, intellectual stimulation) were related to participants’ satisfaction with the task. This study is particularly important because it was the only laboratory study in which the charisma-satisfaction link was tested directly.
Two other studies were based on samples drawn from military population. Ross and Offermann (1997), in their efforts to study the effects of transformational leadership on performance, found a statistically significant correlation between leader charisma and follower satisfaction among Air Force Academy cadets and their commissioned officers in charge. Percy (1997) obtained results ($r = .54$) from a military sample that were consistent with the overall meta-analytic results of Judge and Piccolo (2004). While only a few of the 18 studies identified in Judge and Piccolo’s (2004) meta-analysis were reviewed here, it is evident that the literature has clearly established the relationship between leader charisma and follower satisfaction.

At its inception, the charisma concept (Weber, 1947) was only applied to upper-echelon leaders. However, a few decades ago, organization researchers obtained empirical evidence (Bass, 1985; Shamir, House, & Arthur, 1993) which refuted earlier claims that leader distance was a prerequisite for charisma (Etzioni, 1961; Katz & Kahn, 1978), thus increasing the potential span of application of the charismatic leadership theory. Thus, an important aspect of the charisma-satisfaction link is that it operates at varying leader-follower distances, both social and physical (Antonakis & Atwater, 2002). For instance, the link between charisma and satisfaction has been found not only between close leader-follower dyads such as between a supervisor and his direct subordinates (e.g., Podsakoff et al., 1996), but also between more distant dyads such as between a CEO and lowest level echelon employees (e.g., Niehoff et al., 1990). Consequently, the charisma-satisfaction link has been well established as one that can operate in differing contexts and also across multiple hierarchical levels.
However, as charismatic leader theories are applied to larger organizations, it quickly becomes evident that the distal dyadic relationships between top-level leaders and lower-echelon followers are significantly different from the proximal dyadic relationship found between a supervisor and an immediate subordinate. One significant assumption in this well-established relationship between leader charisma and follower satisfaction is that the leader has sufficient contact with followers (in frequency and in intensity) at the dyadic level in order for the charismatic influence process to occur on a relatively regular basis. A relatively strong dyadic relationship between leader and follower creates an available and often convenient path for various (e.g., written or spoken) and diverse (e.g., verbal or nonverbal) forms of communication (Antonakis & Atwater, 2002). Such lines of communication allow the charisma process to operate on followers on a regular basis, for instance via criticism of the status quo and communication of vision (Conger & Kanungo, 1987), or developing follower affection, trust, and loyalty for the leader (House, 1977). What this assumption about direct contact implies then is that outside of the proximal dyads, charismatic leaders are constrained in their ability to communicate with followers and therefore influence them.

This ability to influence directly may be especially important for the followers’ satisfaction, or more specifically to the maintenance of follower satisfaction. Satisfaction is no doubt a dynamic attitude that can improve or diminish over time as affected by numerous events and agents (Locke, 1976). Followers are continuously evaluating their work environment and the agents therein to assess their satisfaction. Although possible for short term durations, it is unreasonable to expect that any one event or agent can provide a sustained impact on satisfaction. Consequently, charismatic leaders in distal
positions, while able to affect follower satisfaction in the short term, should be less likely
to maintain follower satisfaction in the long term. Meindl (1990) suggests that
charismatic effects cannot be sustained by leaders themselves, but by other social process
such as intermediary personnel.

Accordingly, as organizations become large, the direct influence of upper-level
leader charisma on lower-level follower satisfaction should be diminished. That is
because, as the span of control for the leader increases, direct contact with subordinates
becomes increasingly limited. Top-level leaders are a limited resource in an organization,
subjected to time and geographic restraints that prevent them from being in all places at
all times. This situation usually prevents leaders from having direct contact and control of
all subordinates within the organization. As a result, the leader must delegate
responsibility and disseminate information through some organizational lines of
communication or chains of command. While diverse forms of communication are
available (e.g., policy memorandums, emails), it is unlikely that they can provide the
necessary direct and consistent conveyance of charisma required to influence follower
satisfaction over the long term. Nonetheless, the extant literature clearly demonstrates
that leader charisma influences follower satisfaction across multiple organizational levels.
The question is what is the process by which this happens?

Recently, there has been some effort in the charismatic literature to differentiate
between close and distant leadership (Shamir, 1995; Yammarino, 1994; Antonakis &
Atwater, 2002). This research emphasizes the importance of looking beyond dyadic
relationships to group-level theories (Shamir, Zakay, Breinin, & Popper, 1998).
Considering the potential widespread effects leader charisma can have on large groups of
people, many of which might have little or no direct contact with the leader, it is likely that some mediation process exists that transmits the effects of leader charisma down to the lowest echelon. While such underlying influence processes remain unclear (Yukl, 2002), researchers have suggested that charisma cascades down through an organization (Waldman & Yammarino, 1999) or can have a falling domino effect (Bass, Waldman, & Avolio, 1987).

Consequently, according to this model of leadership, the formal chains of command act as lifelines for top-level leadership. Leaders of all hierarchical organizations depend on teams of frontline subordinates to delegate tasks down to the next lowest hierarchical level. Without command and control of subordinates who are ultimately responsible for the work performance at the worker level, it would be almost impossible for a leader to pilot the ship, so to speak. These intermediary personnel seem to be critical links in the charismatic leadership process across multiple hierarchical levels. Accordingly, any explanation of the link between upper-level leaders’ charisma and bottom-level followers’ satisfaction needs to account for the effects of intermediary personnel.

According to this cascading model of charismatic leadership, followers of upper-level leaders become leaders for the next lower echelon, and those followers become leaders for lower-level followers in a downward manner to the bottom level. It would seem logical then that the outcomes of the influence of upper-level leaders on the intermediate-level population would be good predictors of variables of interest at the lower-level population. Unfortunately, none of the existing charisma theories are able to accurately model multilevel cascading behavior of charisma. For example, researchers have proposed several dyadic charisma process theories (Shamir, et al., 1993; Gardner &
Avolio, 1998) in which one set of leader behaviors affects a different set of follower behaviors as moderated by follower self-concept or impression management, respectively. This theory then explains that the process operates in the dyadic relationship but does not explain how charisma will influence followers beyond this relationship. Jacobsen and House (2001) present a complex system dynamics model to simulate the process of growth and decay of charisma over time. However, the systems dynamics approach fails to identify specific relationships or transmission processes, and instead provides a heuristic simulation model that generates relative differences in behavior among combinations of input variable intensities. Lord and Emrich (2001) also present propositions dealing with charismatic leadership process. Although their study focuses on a cognitive dimension of charismatic leadership, the authors highlight the fact that most of the charisma studies neglect intermediary processes (Lord & Emrich, 2001) and instead focus on outcomes (e.g., DeGroot, Kiker, & Cross, 2000). In an attempt to integrate the literature on leadership distance, Antonakis and Atwater (2002) propose a model in which subordinate level leaders mediate leaders in distal positions. Unfortunately, their discussion on this important cascading mediation process was limited to one paragraph in which little is proposed. Finally, Meindl (1990) and Madsen and Snow (1983) suggest that charisma is mediated by informal secondary leaders, possibly even resulting in the exclusion of the leader all together. Thus, while most agree that the affects of charismatic leadership transcend hierarchical levels, very little empirical research exists on the process by which charisma travels down through an organization.
In my dissertation I will attempt to correct for this situation by developing a series of hypothesized links that will explain the connection between upper-level leader charisma and lower-level follower satisfaction. However, before I develop these hypotheses a note on my method of investigation is required. In order to study the propositions of my study in which group-level variables influencing individual-level outcomes, a multilevel perspective is required (Bliese, Halverson, & Schriesheim, 2002). The multilevel aspect of leadership is a methodological issue that complicates the quest for clarifying the charismatic leadership process, but at the same time it is recognized by many researchers that adequate leadership theories cannot ignore the multilevel perspective inherent in the leadership-followers relationship. In fact, The Leadership Quarterly journal published a special issue in 2002 specifically devoted to the topic of multilevel leadership research. Thus, researchers have recently begun to use multilevel methods to study the multilevel effects of leadership (Dvir & Shamir, 2003; Bliese et. al., 2002; Schriesheim, Castro, Zhou, & Yammarino, 2001). Notwithstanding that, these studies only attempt to discriminate the dyadic effects from the group level effects (Avolio & Yammarino, 1990). While this is an important research pursuit, to a large extent, and in line with the arguments I presented previously, the multilevel charisma process could not be just contained within two levels of analysis. However, beyond the dyadic perspective, to the best of my knowledge, only one study has analyzed a three-level model in an empirical leadership study. Dvir and Shamir (2003) studied the effects of followers in influencing leader behavior. This study utilized the three level data set to discriminate the affects of close (i.e., level-2) followers versus distant (i.e., level-3)
followers. Results indicated that follower dispositions have a role in leadership perception, but the study was void of discussion of multilevel charismatic processes.

**Hierarchical Causal Model**

A hierarchical causal model was hypothesized that includes relationships among upper-level leader charisma, intermediate-level leader charisma, and satisfaction, and lower-level follower satisfaction. Figure 1 depicts the links contained in the hypothesized multilevel model. The links included in this model are 1) the relationship between leader charisma-follower satisfaction, proposed between top-level leader to intermediate-level leaders and in turn a charisma-satisfaction link from intermediate-level leader to bottom-level followers, 2) the relationship between leader charisma and intermediate-level leader charisma, and 3) the relationship between intermediate-level leader satisfaction and bottom-level follower satisfaction. In the following section, I will propose and discuss the theories that provide the necessary foundation for each of the suggested multilevel links. Finally, these links will be connected to form two suggested paths as shown in Figure 2-1, along which upper-level leader charisma travels as it cascades through the ranks to influence bottom-level followers’ satisfaction.
As previously discussed, substantial empirical evidence exists to support the relationship between leader charisma and follower satisfaction, as observed in diverse settings, different populations, and different experimental designs (Judge & Piccolo, 2004). Furthermore, this relationship has been observed in proximal dyadic leader-follower relationships (Podsakoff et al., 1996) as well as in distal dyads (Niehoff et al., 1990). While some process-explanations exist about the charisma-satisfaction link in direct leader-followers relationships (see Kirkpatrick & Locke, 1996), none exist for this link between distant leaders and followers. Thus, the purpose of this section is to theorize about the potential mechanisms that could explain the relationship between upper-level leader charisma and lower-level follower satisfaction. In this section I will first discuss
why the difference between distal and proximal leaders’ effects on followers’ job satisfaction is important. I will then utilize two well-established theories of satisfaction, the value-percept model and the job characteristics model to explain how “indirect charismatic leaders” influence follower satisfaction.

Most researchers would agree that the behavior displayed and the actions taken by charismatic leaders influence the affective state of followers (House, 1977; Bass, 1985). Leaders, and especially charismatic leaders, create critical events that influence followers’ beliefs, attitudes, and moods. However, the effects of leader charisma, if only displayed very infrequently, may wane over time as individual attitudes and affective states return to their normal steady-state. Research has shown that individuals maintain relatively stable affective attitudes (Tellegen, 1985; Watson & Clark, 1984; Watson & Slack, 1993). This research suggests that individuals are affectively predisposed, influencing their positive affective attitudes (e.g., optimism) as well as negative affective attitudes (e.g., pessimism). The research on job satisfaction shows similar dispositional dependence (Judge & Larsen, 2001). Although individuals’ attitudes can be temporarily influenced by daily events (Locke, 1976; Weiss & Cropanzano, 1996), these attitudes eventually return to their steady-state level (Judge & Ilies, 2004, Erez, Mitchell, Jackson, Fanelli, & Judge, 2005). For example, Staw and his colleagues found that job satisfaction in individuals is relatively consistent over time (Staw, Bell, & Clausen, 1986), and across contexts (Staw & Ross, 1985). This consistency suggests a steady-state level of satisfaction. However, Staw et al. (1986) also caution that their results do not suggest that individual satisfaction levels do not vary or are not vulnerable to contextual factors. Indeed, job satisfaction theories propose that satisfaction is affected by agents and events
(Locke, 1976; Weiss & Cropanzano, 1996). For example, empirical data indicate that events that induce positive affective states can positively influence satisfaction (Kraiger, Billings, & Isen, 1989; Watson & Slack, 1993; Brief, Butcher, & Roberson, 1995).

However, other findings also suggest that, longitudinally, changing circumstances have less of an effect on satisfaction and that in the absence of any affect-increasing events, satisfaction stays relatively stable (Staw & Ross, 1985). In other words, these findings may suggest that events should have an effect on job satisfaction but once the event manipulation is removed or fades away, the individual’s satisfaction should return to its normal, steady state. Thus, graphical representations of longitudinal attitude levels may resemble a sinusoidal pattern anchored at the steady-state level, where the frequency and amplitudes of peaks and valleys correlate with the timing and intensities of contextual influences, such as exposure to charismatic leadership. Accordingly, individuals can remain at a relatively stable affective state, but events can temporarily influence these semi-permanent affective states. All this means that if charismatic leadership is responsible for changing follower attitudes, it seems as though these attitudes would require regular maintenance to sustain the attitudes over the long term.

Based on the propensity of satisfaction to be stable, it seems that distant leaders would be unlikely to attain much of a lasting effect on followers’ satisfaction. Although there may be unique instances where a distant charismatic leader gives a speech that changes someone’s life, in daily organizational life it would not be likely to be a common event and could even be perceived as an anomaly. This, of course, does not mean that upper-level leaders will never influence followers directly and that their only influence will be through others. However, it seems that at least part of their influence on followers
will be through intermediate personnel and, therefore, this link needs to be investigated. In contrast, proximal charismatic leaders, by way of daily meetings and other communications, have the ability to use their charismatic influence more frequently. For example, charismatic college basketball coaches are often highlighted for their effects on team performance. They are in a position to provide more frequent charismatic influence throughout each practice or game. However, even they are limited in the amount of influence they can exert on their athletes off the court. On-court success does not necessarily lead to off-court performance, perhaps because the athletes lack required leadership off the court. Only the most respected coaches, such as Mike Krzyzewski from Duke University, seem to produce players who are successful both on and off the court. Such charismatic coaches seem to be successful in developing student athletes who seem to be driven by more intrinsic rewards than tally’s in the win column, and the effects are enduring. It is unlikely that such results can be achieved only by influence on the court—it most likely requires influence on a more frequent basis. Thus, proximal charismatic leaders may incite through vision and subsequently influence followers on a daily basis. Proximal charismatic leaders then can attempt to align follower values and goals with their vision (Conger, 1989).

Although the above discussion describes the ease of influence of proximal leaders versus distal leaders to influence followers’ satisfaction it does not describe the process by which followers are influenced by proximal leaders. The following two sections discuss in detail two of these processes that could help establish a link between charisma and satisfaction.
The Value-Percept Model

Discrepancy theories that deal with the congruity between a person and an organization can be readily utilized to explain charismatic leadership influences on followers’ satisfaction. For example, supplemental fit, one of the main dimensions of P-O fit (Kristof, 1996), occurs when individuals adopt or possess values of other individuals in the organization (Muchinsky & Monahan, 1987). When the values of an individual are closely aligned with those of the organization, the person experiences a high level of P-O fit, and empirical research indicates that P-O fit predicts job satisfaction (Chatman, 1991; O’Reilly, Chatman, & Caldwell, 1991). Thus, one of the main ways by which charismatic leaders can influence followers’ satisfaction is by changing followers’ values and aligning them with organizational values. Furthermore, the values of individuals within an organization are combined to form the organizational culture (Schein, 1990), with more congruent values leading to stronger culture (Chatman, 1989). In this way charismatic leaders could also influence the organizational culture as a whole.

Both distal and proximal charismatic leaders can reduce the discrepancy between peoples’ values and the organizational values; however, proximal leaders are also in the unique position to close other gaps that may influence individuals’ satisfaction. The value-percept model suggests that satisfaction is a function of the discrepancy between one’s values (i.e., wants, assuming they are congruent with one’s needs) and the value provided by the job, multiplied by an importance factor (Locke, 1976). In other words, individuals evaluate each dimension of their job by comparing what they want to what they are actually getting, and then they give weight to each discrepancy by determining how important each dimension is. Research indicates an inverse relationship between value discrepancy and satisfaction—the smaller the discrepancy between individual
values and what values the job provides, the greater the satisfaction (Locke, 1976). For example, window offices tend to be prized fringe benefits in the white collar world. Let’s assume for the sake of argument that all employees want a window office. However, in most buildings there is a limited supply of window offices, leaving many with no outside view. Those employees who are assigned a window office have little or no discrepancy between what they want and what they have and should be satisfied. For all of the unfortunate employees who do not get a window office, there is a large discrepancy between what they want and what they are getting. Of these unfortunate employees, those that place a lot of importance on a window office will tend to be the least satisfied due to the great weight they put on this discrepancy. In contrast, employees who assign little importance to a window office may still be satisfied regardless of the discrepancy. Evaluating overall satisfaction requires the accumulation of all the different dimensions and their respective importance factors.

The value-percept theory of satisfaction can be readily applied to the charismatic leadership process. First, as mentioned before, charismatic leaders can align followers’ values with organizational values and therefore they may perceive less discrepancy between what they have and what they want. Indeed, empirical data indicate that leader charisma induces followers to model after the charismatic leader, resulting in the alignment of follower values and goals with the organizational values and goals (Kirkpatrick & Locke, 1996). (One assumption used for ease of communication is that the charismatic leader’s values and goals are congruent with the organizational values and goals.) Consequently, follower values that are aligned with the organization values reduce the discrepancy and increase satisfaction (Locke, 1976; O’Reilly et al., 1991). In
fact, some researchers even suggest that a charismatic leader’s first task is to identify a discrepancy between the status quo and a desired end state, and then emphasize the importance of that desired end state (Conger & Kanungo, 1987). Charismatic leaders, then, have the ability to persuade followers to take on the organization goals and therefore drastically reduce the gap between what followers want and what they are getting, or could get. As previously mentioned, this reduced gap increases follower satisfaction.

Second, one of the main features of charismatic leaders is that they make followers look beyond their narrow interest. In fact, charisma is almost by definition a leader’s ability to motivate followers to work for transcendental goals that go beyond immediate self-interests (House, 1977; Bass, 1985). Accordingly, charismatic leaders can not only reduce the discrepancy between followers “haves” and “wants” but also can change the importance weight assigned to the discrepancy by followers. If we take the office window example then, the charismatic leader is not very likely to convince a person who wants a window office that he or she actually has it (unless this person is delusional); however, the charismatic leader may be able to convince this person that in the “great scheme of things” having a window office is not that important. In that way, even if discrepancy still exists between what individuals have and what they want, followers of charismatic leaders may be more satisfied than followers of non-charismatic leaders because they should weight less the importance of this discrepancy.

As suggested previously, distant charismatic leaders may be able to only influence followers in the short term. As such, sporadic and limited contact with distant charismatic leaders may result in temporary alignment of followers’ haves and wants. If leader
charisma motivates followers to go above and beyond their self-interest, as research suggests (Bass, 1985), the leader may also temporarily change the importance weight assigned to the discrepancy. However, this change should not last long and therefore should only have a momentary effect on followers’ satisfaction. As followers adopt new values aligned with the leaders’ values, it will most likely come at the expense of some other follower values that are eclipsed by the charismatic leader’s vision. How long can followers sustain the alignment of their values without sustained charismatic influence? Furthermore, how long will followers tolerate the charismatic leader’s vision overshadowing the values that they previously considered important? Since distal charismatic leadership may only provide short-term follower satisfaction, it is unrealistic to expect that followers will sustain long-term sacrificial effort toward the organizational vision.

Charismatic leaders involved in proximal leader-follower dyads, which usually allow followers more frequent and consistent contact with the charismatic leader, are in much better positions (Antonakis & Atwater, 2002) to provide the necessary gap reduction and weight change of the value-percept discrepancy among followers. Proximal charismatic leaders, such as those who work in the same office or shop as the followers, have opportunities throughout the day to provide vision, support and motivation for the followers. These charismatic leaders act as agents who can influence values, vision, and motivation. This includes both the alignment of values as well as a change in the importance of certain values. As followers are directed toward and adopt the charismatic leader’s values and vision, the discrepancy between the followers’ values and the charismatic leader’s values decreases. As discussed previously, the reduced gap in value
discrepancy results in increased satisfaction (Locke, 1976). Furthermore, sustained
influence by the proximal charismatic leader should encourage sustained performance by
the followers that is above and beyond self-interest (Bass, 1985). When followers are
asked to make personal sacrifices in pursuit of the charismatic leader’s vision, any
increased effort by the followers may last only as long as the charismatic leader promotes
his or her vision. As long as the charismatic leader has the ability to influence followers,
increased effort on the part of the follower might be sustained. However, without
charismatic influence and promotion of the vision, followers will most likely return to
their normal behaviors and attitudes (Komaki, Berwick, & Scott, 1978). Proximal leaders
then, because they have more direct contact with followers, may be in a better position
likely than distal leaders to promote their vision that aligns the followers’ values with
their own values. This proximal influence, of course, can happen at any level of the
organization and all it requires is just a direct and frequent contact between the leader and
the followers. Thus, upper-level leaders may have proximal relationships with
intermediate-level leaders and those in turn may have proximal relationships with the
next lower level of followers. As such, the discrepancy reduction of the value-percept
model influenced by leader vision can cascade down the organization ranks.

The Job Characteristics Model

One of the most important influences on job satisfaction is how individuals
perceive the work itself. Hackman and Oldman proposed (1975) and tested (1976) a
model that suggested that five job dimensions influence personal outcomes such as
satisfaction. A meta-analysis of 200 studies indicates a correlation of .63 between the job
caracteristics model and job satisfaction (Fried, Y. & Ferris, G. R., 1987). The job
caracteristics model proposes that the five dimensions (skill variety, task identity, task
significance, autonomy, and feedback) are mediated by three critical psychological states: experienced meaningfulness of the work, experienced responsibility for outcomes of the work, and knowledge of the actual results of the work activities (Hackman & Oldman, 1975). Three of the job dimensions, skill variety, task identity, and task significance, are mediated by the meaningfulness of the work, while the fourth job dimension, job autonomy, and fifth job dimension, feedback, are mediated by experienced responsibility and knowledge of results, respectively (Hackman & Oldman, 1975).

Inherent in most leaders’ jobs is the ability to control how the tasks are performed (e.g., work breakdown schedules) and who performs them (e.g., hiring, firing, retraining, promotion). Each of the characteristics of a job must be communicated by the leader, all of which could be influenced by the proximal leader, but are not very likely to be influenced by a distal leader. For instance, if a proximal leader notices an employee’s production decreasing, and finds out that the employee is bored by his or her job, the leader can increase the scope of the task or add new tasks, thus requiring the use of different skill sets and enhancing employee satisfaction. In contrast, a distant leader is not likely to be in a position to notice this decrease in production by a specific employee.

Three of the job characteristics, skill variety, task identity, and autonomy, are particularly influenced by proximal leaders. Distal leaders are far removed from intricacies of work at the lowest echelons. Yearly plant visits may be as close as some leaders come to the work that takes place by such workers. Consequently, distal leaders are not familiar with the skill variety associated with all the various jobs, the extent to which a task results in an identifiable piece of work, or the impact of the work relative to the others in close proximity. As a result, distal leaders are poorly positioned to
manipulate these three job characteristics to enhance individual satisfaction. In contrast, proximal leaders often have direct responsibility over skill variety, task identity, and autonomy, and are perfectly positioned to manipulate any of these dimensions to enhance individual satisfaction. Furthermore, not only are proximal leaders able to influence, they are also able to provide influence on a consistent basis necessary to sustain individual attitudes like satisfaction.

These three dimensions can be influenced by all leaders and not only by charismatic leaders; however, in some instances, proximal charismatic leaders may be more adept than non-charismatic leaders in changing employees’ evaluations. For example, if the charismatic supervisor senses any dissatisfaction among these three dimensions for an individual, he or she may be able to manipulate and modify the characteristics of the job to make it more intellectually stimulating (Bass, 1985) in order to reduce or mitigate the dissatisfaction. In addition, although, skill variety, task identity, and autonomy are usually based on established job designs, in rare occasions in organizations which are experiencing a crisis, charismatic leaders may also have discretion to make radical changes (Conger & Kanungo, 1987) to job designs, facilitating a better job fit for followers.

The two characteristics that seem most vulnerable to leader charisma are task significance and feedback. By definition, charismatic leaders would emphasize and reveal the importance of seemingly menial tasks and how they impact the greater good or overarching vision (House, 1977; Bass 1985). Furthermore, charismatic leaders would provide encouragement and positive feedback in an effort to increase self-efficacy and performance (Bass, 1985). While task importance and feedback are not exclusively
dependent on leader proximity and distal charismatic leaders such as CEOs may influence task importance and feedback from time to time, because of their limited ability to communicate directly with followers, it is not likely that such infrequent communication can sustain follower attitudes over long durations. For instance, assembly line workers involved in mundane, repetitive tasks performed on the conveyor belt may be temporarily excited or encouraged by a CEO plant visit. However, it is unlikely that the CEO’s visit will have sustained follower attitudes a week later. As research indicates (Komaki et al., 1978), attitudes and behavior eventually return to some normal level. Charismatic leaders in proximal dyadic relationships with followers will be in contact with followers on a regular basis, which will allow these leaders to not only routinely monitor but also modify these two job characteristics as necessary to sustain follower satisfaction. To build on the previous example, a supervisor in that same assembly plant can give daily pep talks to the assembly line workers to influence their perception that the task is significant and provide positive and optimistic feedback to sustain positive attitudes.

Even if charismatic leaders are not able to tailor all the job characteristics, the leaders retain the ability to change the relative importance of job characteristics, emphasizing some characteristics over the others. If employees complain about one characteristic of the job, an immediate supervisor can possibly increase one of the other job characteristics, thus reducing or even negating the dissatisfaction with the one characteristic. This type of hands-on leadership cannot be accomplished from afar—the leader must be closely and routinely involved with followers in order to perform such tailoring of follower job characteristics (Antonakis & Atwater, 2002). Consequently,
proximal charismatic leaders can influence follower satisfaction over the long term through routine monitoring and modification of the salient job characteristics. According to this theory of satisfaction, without the proximal dyadic leader-follower relationship and frequent flow of communication between the two, leader charisma will not affect follower satisfaction.

The two theoretical frameworks of the value-percept model and the job characteristics model discussed above along with empirical evidence as summarized in the meta-analysis by Judge and Piccolo (2004) suggest that

H1: Leader charisma will influence follower satisfaction at both the distal and the proximal levels.

**Mechanisms in the Charisma-Charisma Link**

**Charisma Required as an Intermediate Outcome**

The previous section argued that leader charisma can influence follower satisfaction both between top-level leaders and intermediate-level leaders, and between intermediate-level leaders and bottom-level followers. This argument suggests the antecedent to bottom-level follower satisfaction is intermediate-level charisma. What is now needed is a theoretical justification for the upper-level leader charisma—intermediate-level leader charisma link. This dissertation suggests that top-level leader charisma can influence intermediate-level charisma. This is a critical link on which the cascading charisma concept is based. This next section will explain why intermediate-level leaders who are exposed to top-level leader charisma will become more charismatic themselves.

Strong leader-follower dyads enhance charismatic influence due to their close proximity and frequent exposure to both verbal and non-verbal communication displayed
by top-level charismatic leaders (Antonakis & Atwater, 2002). In order for this
charismatic influence to spread further down through the organizational hierarchy, since
followers in more distal organizational positions are less likely to be exposed to or be
directly affected by top-level leader charisma, the effects of top-level leader charisma
observed at the intermediate level must subsequently initiate a similar charismatic
process between intermediate-level leaders and the next lowest echelon of followers
(Meindl, 1990). Methodically speaking, the dependent variable in the first step of the
cascading process becomes the independent variable for the next cascading step, and so on. In other words, whatever causes top-level leader charisma to ‘rub off’ on the
intermediate-level leaders, a similar process is necessary for the intermediate-level leader
to ‘rub off’ on lower-echelon followers. If top-level leader charisma is proposed to
cascade all the way down to the lowest echelons, then the charisma must theoretically
transfer to the intermediate-level leaders. While those involved in the earliest origins of
charisma assumed that charisma was a divinely inspired gift (Conger & Kanungo, 1987),
recent studies show that individuals can be trained to display charisma behavior (Howell
& Frost, 1989). This is promising for those individuals who lack natural charismatic
tendencies, but who are in positions that require them to act as conduits of charisma.

Affective Role Modeling

There are several proposed charisma mechanisms that may be able to explain the
transfer of charisma from one individual to another: affective role modeling,
identification, and social categorization. One of the main components of House’s (1977)
charismatic leadership theory is that charisma influences an affective dimension—the
followers ‘like’ the charismatic leaders. Charismatic leaders tend to be energetic,
supportive, and provide optimistic outlooks (Conger & Kanungo, 1987; Bass 1985), and
it is reasonable to assume that most individuals develop affection for leaders who display such behaviors. Individuals also aspire to be like those they like, and as a result, this affective process can result in role modeling the behavior they observe (House, 1977). An underlying assumption in charismatic leadership theories is that they rely on the expression and subsequent alignment of emotion, values, and self-concepts between leaders and follower (Connelly, Gaddis, & Helton-Fauth, 2002). As the emotions, values, and self-concepts of followers align with those of their leaders, role modeling can result (Shamir et al., 1993), perhaps making charisma contagious (Cherulnik, Donley, Wiewel, & Miller, 2001). Consequently, followers of charismatic leaders should tend to role model those charismatic characteristics and behaviors and become more charismatic like the leader.

**Identification**

The most important aspect of charismatic leadership theories may be the identification process (Conger, 1989; Willner, 1968; House, 1977; Shamir, et al., 1993; Bass, 1988). The identification process is similar to role modeling, but it involves more intimate psychological involvement. While role modeling simply involves followers molding their attitudes and behavior with those of the leader, the identification process involves a deeper psychological bond in which the follower’s belief about a leader becomes self-defining (Kark, Shamir, & Chen, 2003). Followers of charismatic leaders can project themselves into their leader’s situation, and as a result, are likely to experience similar feelings (Bandura, 1969; Stotland, 1969). Specifically, followers of charismatic leaders are perceived to have a strong identification with that leader (Bass, 1988). Subordinates may even idolize their leaders in attempts to become like them (Yukl, 2002). Furthermore, this identification process is suggested as a major mechanism
in the charisma process that influences follower motivation (Shamir et al., 1993). Followers who are motivated will most likely display increased levels of energy, enthusiasm, and optimism, all of which are characteristic of charismatic leaders (Conger & Kanungo, 1987).

The identification process as applied to charismatic leadership suggests many beneficial follower outcomes such as aligned values, and increased energy and motivation (Bass, 1985). While the individual follower outcomes are meaningful to charismatic research, it is the combination of all the follower outcomes in addition to identification that may make the follower seem more charismatic to others. For instance, once a follower adopts a charismatic leader’s behaviors and attitudes, the identification process may cause these desirable outcomes to coalesce within the follower, resulting in follower charisma. As has been the case in much of the previous discussion, leader proximity moderates the identification process (Antonakis & Atwater, 2002), meaning followers in close proximity are likely to have greater exposure to the charismatic leader, thus facilitating the identification process.

The discussion to this point has concentrated on the direct effects of charisma, mainly emphasizing how intermediate-level leaders can become more charismatic themselves. Each of these theories’ explanations then requires the intermediate-level leaders to change their behavior and attitudes to some extent. But what if the intermediate-level leaders do not possess the ability to change their behaviors and attitudes? Does this mean that a leader’s charisma cannot influence these emotionally oblivious or impervious intermediate-level leaders? And does it mean that in such instances charisma will not be transferred down? Not necessarily because intermediate-
level leaders may still be influenced indirectly by processes requiring neither changes in intermediate-level leader behaviors and nor changes in their attitudes.

**Categorization and the Halo Effect**

The theory of leadership categorization (Lord, Foti, & Phillips, 1982) suggests that followers rely on implicit leadership theories to categorize leaders, or more specifically, to distinguish leaders from non-leaders. Cognitive researchers suggest that individuals tend to categorize information based on specific features they initially observe (Ashcraft, 1989). Categories in an individual’s memory can usually be represented by a prototype (Rosch, 1975), which is a stimulus that includes a majority of the typical features common to most stimuli within that certain category (Ashcraft, 1989). A new stimulus will contain features that are considered either typical or atypical relative to the prototype already stored in a category, resulting in an evaluative process which determines if the new stimulus belongs in that specific category (Ashcraft, 1989). There is not necessarily a finite set of dichotomous criteria that determines if a stimulus belongs in a certain category (Feldman, 1981), and instead, natural categories (Rosch, 1973) are bound by fuzzy borders controlled by certain loosely-defined features and assigned various levels of importance (Ashcraft, 1989). For example, although there is probably a general agreement on the category of “dogs” based on biological definitions, some individuals may not consider certain species of dogs (e.g., Chihuahua as “dogs”) in their internal categorization. In this case, these individuals who don’t consider Chihuahuas to be dogs, regardless of the well-established canine classification system, may assign a high level of importance to dog features such as size, and therefore, all dogs that do not meet their self-defined fuzzy criteria are not categorized as such.
Because the categorization process relies on the central features of a prototype to determine membership of stimuli within a category, the prototype can influence or become representative of other stimuli in the category (Feldman, 1981). Seldom do stimuli stored in memory contain information on all the salient features of the prototype (Feldman, 1981). When a stimulus with incomplete information is recalled from memory, often the recall can automatically include information adopted from the prototype that was never possessed by the original stimulus (Feldman, 1981). Feldman (1981) states, “When specific information (about the stimulus) is not available, the prototype is used for guessing.” He further suggests that this automated process leads to bias which is functionally identical to stereotyping involving under- or overevaluations of a stimulus within a certain category (Feldman, 1981).

The categorization process may be applied to followers’ perception of leaders and those individuals closely associated with the leaders, resulting in unintentional bias and overevaluation of those individuals associated with the leader. Lord et al. (1982) introduced a theory of leadership categorization which suggests that followers’ implicit leadership theories influence how leaders are cognitively categorized to distinguish leaders from non-leaders. Followers evaluate their leader, and if the leader’s traits and behaviors are congruent with their implicit concept of a leader, then the leader will be cognitively categorized as such. Empirical data supports this leadership categorization theory, indicating that individuals rely on prototypciality of leader behaviors to form leader perceptions (Lord, Foti, & De Vader, 1984). In other words, followers’ perceptions of leaders will be based in part on how the followers cognitively categorize the leaders.
The more prototypical traits displayed by the leader, the more likely the leader will be categorized as a leader.

It is also possible to extend this concept to multiple leaders at different hierarchical levels. Charismatic leaders are inherently prototypical due to the influence they have on followers. Thus, although other leader prototypes may exist for followers, the most pertinent leader prototype within their respective organizational context is likely to be the top-level charismatic leader. Intermediate-level leaders are naturally required to interact relatively frequently with the top-level leader for obvious reasons, such as to disseminate information from top-level leaders. Followers most likely directly observe or are at least aware of the interactions between intermediate and top-level leaders. Such relationships between intermediate and top-level leaders may be perceived by followers as being close. Consequently, it is likely that intermediate-level leaders will be categorized as a leader in the same group as the prototypical top-level charismatic leader. According to the categorization theory, because intermediate-level leaders are categorized with top-level charismatic leaders, the intermediate-level leaders may be perceived as adopting some of the salient traits and behaviors of the top-level charismatic leader. In other words, if followers categorize intermediate-level leaders in the same category as the prototypical top-level charismatic leaders, followers are likely to assign some of the same charismatic traits of the top-level leader to the intermediate-level leader, resulting in the transfer of charisma.

One other influence in the categorization process is affect. Affective states have an impact on the social categorization process, such that individuals in positive affective states tend to categorize nontypical exemplars of the category as belonging to the
category (Isen, Niedenthal, & Cantor, 1992). In other words, charismatic leaders create an atmosphere of optimism, enthusiasm and encouragement, which can influence followers’ moods. In turn, the induced or enhanced positive affective state of the followers influences their cognitive categorization ability, allowing them to categorize their intermediate-level leaders with the top-level charismatic leaders. Consequently, since the followers assign the intermediate-level leaders to a category in which a charismatic leader is the prototype, it is likely that the charismatic characteristics common to the prototype will be recalled by the followers and associated with the intermediate-level leaders. This additional affective influence further supports the possibility that leader charisma influences follower charisma.

The categorization process is similar to the halo error effect (Thorndike, 1920), which suggests that general perceptions of an individual influence specific ratings of that individual. For instance, likeable (unlikable) leaders are likely to be rated high (low) on a specific behavior such as providing timely feedback simply because the raters’ overall impression of the leader is positive (negative). The halo effect may extend beyond the top-level leader down to subordinate intermediate-level leaders. Followers may associate the intermediate-level leaders with the top-level leaders, and therefore, any general perception the followers have about the top-level leaders may influence their perceptions of intermediate-level leaders. Contrary to much of the halo error literature describing the negative consequences (Murphy, Jako, & Anhalt, 1993), halo error in this case may actually be beneficial to a charismatic leader. For instance, followers of top-level charismatic leaders may view the intermediate-level leaders in the same light as the top-level charismatic leaders due to the categorization process and subsequent halo effects.
Followers may perceive intermediate-level leaders as charismatic simply because they fall within the halo of the top-level charismatic leader.

A key point to emphasize for the categorization and halo processes is that neither process influences intermediate-level leader behavior or attitudes, but instead relies on follower perceptions. Although the charisma construct is a follower-based perception, it is a perception usually based on observed leader behaviors. The halo effect requires no change in intermediate-level leader behavior, yet follower perceptions of charisma may still exist. Consequently, the charisma of the upper-level leader may lead to charisma in the intermediate-level leader, absent any significant charismatic behavior displayed by the intermediate-level leader. Thus, whether intermediate-level leaders are indeed behaving more charismatically when they are in contact with upper-level charismatic leaders or they are just perceived to be more charismatic by association with the upper-level charismatic leader, both paths lead to the same hypothesis:

H2: Upper level leader charisma will be positively related to intermediate-level leader charisma.

**Mechanisms in the Satisfaction-Satisfaction Link**

Two mechanisms are proposed to establish the relationship between leader satisfaction and follower satisfaction. The first mechanism relies on a reciprocal relationship between happiness and satisfaction within an individual (Judge & Hulin, 1993; Judge & Locke, 1993) and the contagion of happiness between individuals (Hatfield, Cacioppo, & Rapson, 1994). Second, the satisfaction-satisfaction link could also be explained by the social process described by Salancik and Pfeffer (1978) in their social information theory of job satisfaction.
Happiness and Job Satisfaction: A Recursive Relationship

Figure 2 represents the process by which leaders’ satisfaction may influence followers’ satisfaction. Research has shown that subjective well being (i.e., life satisfaction or happiness; Diener, 1984) and job satisfaction share a recursive relationship in that each affects the other (Judge & Hulin, 1993; Judge & Locke, 1993). However, the causal paths linking the two constructs in each direction are supported by differing hypotheses. The causal link between job satisfaction and happiness is based on the suggestion that work is a very important part of most individual’s lives (Judge & Locke, 1993). More specifically, most individuals devote a significant amount of the time in their lives to their work, and as a result, the job becomes an important source of identity for the individual (Judge & Locke, 1993). In other words, individuals who are very satisfied with their jobs will tend to feel good about themselves and be happy. Thus, job satisfaction affects happiness because of a spillover effect from job to life. Accordingly, leaders who are satisfied with their jobs will also tend to be happy in general, justifying the first link represented in Figure 2. The assumed causal relationship between happiness and job satisfaction is mainly supported by an idea rooted in cognitive psychology. Happy individuals, or those who were induced with positive mood, have been found to store and recall information differently than those in neutral moods or from unhappy individuals (see Isen, 2000). In particular, positive affect has been found to cue a wide range of positive material in memory and therefore happy people tend to recall more positive information stored in memory (Isen, Shalker, Clark, & Karp, 1978). Consequently, in the process of evaluating the level of satisfaction with their job, individuals who are happy will very likely recall positive memories and not negative memories, resulting in an increased positive evaluation of their job satisfaction. Indeed,
Kraiger et al. (1989) have found that people in positive affect tended to evaluate their jobs as more interesting and were more satisfied with their jobs. Accordingly, happy followers should be more satisfied with their jobs as is suggested by the third link in the model showed in Figure 2-2.

Figure 2-2. Leader and followers satisfaction-satisfaction link

While this recursive relationship between happiness and job satisfaction within an individual explains part of the satisfaction-satisfaction link these recursive relationships are intra-individual processes that by themselves cannot explain the transfer of satisfaction from leaders to followers. What is necessary is a process that external to the individual that can explain how satisfaction or happiness, since either should influence the other, can transfer between individuals. The emotional contagion mechanism, represented in the second link of Figure 2, may be able to explain how satisfaction can transfer between individuals.

**Emotional Contagion**

A growing body of literature suggests that emotions are contagious (Hatfield et al., 1994). Emotional contagion is a multilevel and multidimensional mechanism that is psychophysiological, behavioral, and social (Hatfield et al., 1994). Hatfield et al. (1994)
describe several mechanisms that can transfer emotions among individuals; however, in this dissertation I will only describe the most relevant process of transferring happiness between proximal leader and followers – the mimicry/feedback mechanism. This mechanism was defined by Hatfield et al. (1994) as “the tendency to automatically mimic and synchronize facial expressions, vocalizations, postures, and movements with those of another person and, consequently, to converge emotionally” (pp.153-154). The basic premise of this emotional contagion hypothesized process then is that people tend to mimic others’ physical movements, and the newly assumed gestures, postures, facial expressions, or their combination, become feedback that then influences internal emotions.

Hatfield et al. (1994) describe how quickly the sequence of events can occur in the emotional contagion process. Reaction to emotions, measured in milliseconds, have been shown to be quicker than the time it takes to cognitively process the information and make a conscious decision to mimic the behavior (Davis, 1985). The important thing to stress here is the speed with which the emotional contagion process occurs can rule out the possibility of conscious cognitive mechanisms.

Emotions internal to the sender are exposed through various physical outlets, such as facial expression, body posture, hand gestures, and vocal style (Hatfield et al., 1994). Such stimuli are accessible to conversant awareness, while other stimuli, such as facial muscle movements, may be so subtle that only electronic devices can detect them (Cacioppo & Petty, 1983). Once the sender’s emotions generate an outwardly observable physical behavior, the observer witnesses the behavior, and immediately and unconsciously mimics the behavior. Indeed, Hatfield et al. (1994) suggest that individuals
may constantly scan the face during a conversation to gather additional emotional information. Once the observer has mimicked the facial expression, a similar emotion is generated internal to the observer.

Although the feedback process from the mimicked facial expression to the resulting emotions remains unclear, researchers agree that muscular movements and emotional states are reciprocally linked (Adelmann & Zajonc, 1989). Subjects asked to frown are angrier than those asked to smile, and in addition, subjects have difficulty feeling emotions that conflict with their facial expression (Laird, 1984). Provine demonstrated that both yawning (1986) and laughing (1992) can stimulate mimicry. Regardless of our intentions, when we see someone yawning, not only might we yawn, but also become tired. Likewise, if we observe someone laughing, we might smile or laugh, and become happy simply because we witnessed and subsequently mimicked another who has initiated the behavior. It is difficult to consciously adopt an emotion that is incompatible with the expression being imitated (Hatfield et al., 1994). This suggests that as much as we might try to avoid catching someone else’s emotion, it is difficult for us to feel an emotion that is inconsistent with our facial expression or posture. This non-voluntary and subconscious aspect of emotional contagion is intriguing in that every one is susceptible to it to some degree. Thus, empirical data have generally supported the existence of emotional contagion based on psychological and physiological mechanisms that are often unobservable (Hatfield et al., 1994).

In sum, the key component to the emotional contagion mechanism which allows a transfer between two individuals is mimicry. Individuals that feel certain emotions express these emotions in their faces. Other individuals mimic their facial expressions
and than through the physiological feedback enacted by these facial expressions they start feeling the same corresponding emotions. Thus, if you feel happy you express it in your face (i.e., smile) other people mimic this facial expression (they also smile) and as a result they start feeling happy themselves.

Applying this reasoning to the leader-follower dyads, it becomes evident that leaders can literally be contagious carriers of emotion who expose followers to this emotion. There is some evidence to suggest that there is an interaction between mimicry and the importance of the agent mimicked. In other words, mimicry may be stronger when the individual being observed is considered by the observer to be in a position of power (Hatfield et al., 1994). Consequently, because of their position power and authority, leaders are likely to be considered more important, resulting in greater levels of mimicry among observant followers. One study particularly generated support for this emotional transfer hypothesis of happiness between leader and followers. McHugo, Lanzetta, Sullivan, Masters, and Englis (1985) found that observers of a President Reagan speech shared his happiness or anger, regardless of whether they were supporters or opponents of the president. A particularly interesting aspect of this study is that the opponents of Reagan claimed to have had an overall negative reaction to Reagan’s emotional displays, but their recorded facial expressions and skin resistance levels indicated happiness during positive displays of emotion by him. This result suggests that emotional contagion may occur between leader and follower even if the leader is not particularly liked by the follower, attesting to the strength of this sub-conscious process.

In sum, due to their inherently prominent positions in organizations, leaders are naturally more conspicuous than followers. For this reason, followers most likely pay
more attention to their leader behaviors and gestures. Followers observe the leaders’ emotional expressions, subconsciously mimic these expressions, and ultimately feel the same emotions as the leaders. Consequently, leaders who are satisfied will be happier (Judge & Hulin, 1993; Judge & Locke, 1993) and should express emotions congruent with their happiness, while followers should observe and mimic the leaders’ happy expressions, resulting in increased happiness for followers (Hatfield et al., 1994). Finally, according to the recursive relationship suggested by Judge and Locke (1993), induced happiness in followers should increase follower satisfaction as well.

However, leaders are not always easy to observe, especially in distal leader-follower dyads. In this case, when followers cannot directly observe leaders, the mimicry cannot take place. Although studies show that mimicry can take place between distal charismatic leaders and followers (McHugo et al., 1985), the lack of contact with distal leaders cannot explain long term sustained contagion. In contrast, proximal leaders in direct contact with followers are more easily observed by followers, thus increasing the likelihood of mimicry. Followers who work in close proximity or in close interaction with leaders are exposed to leaders’ emotion expressions throughout the day, and should catch the leaders’ emotions. For example, a leader who walks through the office with a smile will tend to generate more smiles among followers, while a leader who walks around with a frown or scowl, will generate similar negative expressions in the followers. More specifically, charismatic leaders who tend to display positive emotion and energy (Conger & Kanungo, 1987), will tend to spread this optimism among the followers. Social learning theory (Bandura, 1973) suggests that many emotional responses are a direct result of social conditioning. Considering that followers who are close to the
charismatic leader can observe the follower frequently throughout the day, it is likely that these followers will have sustained exposure to the leaders’ emotions, resulting in sustained attitudes that are influenced by associated emotions.

**Social Information Processing**

In addition to the previously discussed job satisfaction models (Locke, 1976; Hackman & Oldman, 1976), Salancik and Pfeffer (1978) proposed another mechanism for explaining the development of employee attitudes and behaviors. As opposed to the former satisfaction models which rely on individual personal characteristics to define needs and values, the social information process suggests that an individual’s needs and values are not defined independently by the individual, but are also influenced by coworkers as well as organizational climate (Salancik & Pfeffer, 1978). Social information theory suggests that the social environment provides cues that individuals use to construct and interpret events and personal needs, and also emphasizes the relative salience of information (Salancik & Pfeffer, 1978). In other words, employees’ attitudes and interpretation of events are influenced by coworker statements reflecting the coworkers’ own attitudes and interpretation of events. For instance, a coworker’s comment suggesting that he ‘needs a raise’ can influence other employees as they evaluate their own monetary needs, possibly resulting in a discrepancy between needs and wants via a social comparison process (Festinger, 1954). Likewise, a coworker’s comment about the ineptitude of a newly hired supervisor can influence other employees’ impression of the new supervisor. While it is difficult to distinguish the effects of an employee’s personal characteristics on individual attitudes from the effects of social information on individual attitudes (Salancik & Pfeffer, 1978), research indicates that group affiliations (Herman & Hulin, 1972) and organizational characteristics (O’Reilly &
Roberts, 1975) can have a greater influence on attitudes than individuals. These results support the social information theory and suggest that individual attitudes such as satisfaction are indeed influenced by other individuals in the organization.

Social information processes not only include information obtained by coworkers, but also from leaders, since both are also inherently members of the social environment within an organization. Leaders, by the nature of their organizational positions, are required to communicate with their followers to provide task definition, task prioritizations, performance feedback, etc. Not only do leaders provide the bare facts necessary for followers to perform their jobs (hopefully), but leaders are also likely to provide solicited and unsolicited comments containing a wide range of content, from helpful supplemental job-related information to extraneous quips, all of which may contain bits and pieces of the leader’s values, preferences, attitudes, expectations, or perceptions that followers piece together as they construct their environment (Weick, 1977). However, considering that leaders possess authority and position power over followers, followers are likely to not only pay more attention to information originating from the leader (Hatfield et al., 1994), but may also assign more weight to the information. Leaders in close proximity to followers will provide more frequent information about behavior and attitudes, and over time, the continuous displays among followers can lead to general alignment of follower attitudes (Salancik & Pfeffer, 1978).

Thus, the specific relationship between leader satisfaction and follower satisfaction can also be explained by the social information processing theory. As discussed previously, individuals satisfied with their jobs tend to be happier (Judge & Locke, 1993), and as such are likely to openly display behaviors and emotions consistent with their
internal happiness (Hatfield et al., 1994). Furthermore, individuals who are happy may tend to verbally communicate to other individuals such things as the cause of their happiness or the intensity of their happiness. The content of the information communicated can have an influence on other individuals. For example, a satisfied and therefore happy employee arrives at work and publicly pronounces over the top of the cubical walls, “This is gonna’ be a great day!” Other employees who are within earshot hear this proclamation and reevaluate their outlook on the day by decreasing their expected value and/or increasing the value provided by the job, thus diminishing the discrepancy between the two and increasing overall satisfaction. Furthermore, if a leader were to pronounce the same exact statement over the cubical walls, it is likely to have a greater effect on the followers’ attitudes simply because of the position power the leader inherently possesses. If a leader is satisfied, it is likely that followers will adapt their own values and attitudes to align with the leader’s attitudes concerning satisfaction. Using this line of reasoning, the social information process may be a possible mechanism for the transfer of job satisfaction from the leader to the follower. Thus, both the emotional contagion hypothesis and the social information hypothesis suggest that

H3: Leader satisfaction will be positively related to follower satisfaction.

Summary of Research Proposal and Mediation Hypotheses

As previously suggested, the assumption of the proximal leader-follower dyad is not necessarily valid in large organizations where top-level leaders are far removed from their followers, and as such, other charisma transfer mechanisms must be proposed to explain the effects of top-level leader charisma on bottom-level follower satisfaction. One of the propositions presented in this dissertation is that intermediate-level leaders act as conduits to facilitate and mediate the charismatic influence of top-level leaders as it
cascades down through the organization. The previous discussion provided theoretical support for the links on which these two multilevel paths rely. First, the argument was made that leader charisma can influence follower satisfaction by utilizing previously established job satisfaction models such as the value-percept model and the job characteristics model. Next, the argument was made that leader charisma can also influence follower charisma through affective processes, role modeling, identification and halo effects due to categorization. Finally, the argument was made that leader satisfaction can influence follower satisfaction through emotional contagion and social information processes. The establishment of these three relationships is critical in the development of the two multilevel models.

The multilevel models propose a series of two links across three levels: between the level-3 (i.e., top-level) leader and level-2 (i.e., intermediate-level) leader, and then between the level-2 leader and the level-1 (bottom-level) follower.

Since two intermediate-level leader variables were measured, two possible multilevel paths can be tested (see Figure 2-1). The first involves leader charisma at level-3, leader satisfaction at level-2, and follower satisfaction at level-1. This path proposes that top-level leader charisma influences intermediate-level leader satisfaction, and that this intermediate-level leader satisfaction in turn influences bottom-level follower satisfaction. As indicated in Figure 1, this multilevel model requires that the intermediate-level leader’s satisfaction mediates the influence of the top-level leader’s charisma on bottom-level followers’ satisfaction. As previously mentioned, each of the two individual links in this multilevel model can be sufficiently explained using existing theory.
The second multilevel path involves leader charisma at level-3, leader charisma at level-2 charisma, and follower satisfaction at level-1. The only difference in this multilevel path is the mediating variable at level 2. In this case, instead of using intermediate-level leader satisfaction, this path relies on intermediate-level leader charisma to mediate the influence of the top-level leader’s charisma on bottom-level followers’ satisfaction.

H4a: Intermediate-level leader satisfaction mediates the relationship between top-level leader charisma and bottom-level follower satisfaction

H4b: Intermediate-level leader charisma mediates the relationship between top-level leader charisma and bottom-level follower satisfaction
CHAPTER 3
STUDY 1

Method

Participants

The population from which the sample was drawn was a major southeastern U.S. metropolitan fire department. The total sample size of the fire stations was 273 with 216 bottom-level fire-fighters, 48 intermediate-level officers, and 9 district chiefs. The average age within the sample was 34.4 years, with only 5% of the sample being female. Ethnically, the sample was diversified as such: 76% white, 13% Hispanic, 10% Black, and 1% other.

The entire city fire department consists of four districts, but only three of them were sampled. One district had been recently established as a result of an internal reorganization and was not sampled due to its unique situation. Each district consists of at least three fire stations dispersed within relatively close physical proximity of each other and adequately sized to meet the fire protection requirements in each station’s zone of responsibility. In those districts with more than three stations, a convenience sample was taken based on location. A district chief is in charge of all three shifts at each fire station in the district.

A fire station contains from one to five fire engines or other similar fire protection vehicles—the mix of vehicles depends on the types of structures existing in the area of responsibility. Each fire fighting vehicle is led by an officer, who is responsible for supervising from three to five fire fighters or paramedics assigned to that vehicle.
Although the hierarchical organization of the physical assets (i.e., district, station, and engine) is in the typical pyramid format, the hierarchical organization of the personnel (district chief, officer, and firefighter) is much flatter since there no overall station leader. Instead, each officer within a district reports directly to his respective district chief. As a result, a district chief can supervise up to eight officers in three different stations (see Figure 3). Furthermore, since each station has three shifts, the district chief supervises three identical organizations. Because of this unique organizational structure, an assumption was made about the leaders which allowed an increased sample size of level-3 leaders. Since the three shifts at any one station work independently of each other, and have relatively little interaction, each shift was considered a separate organization and was assumed to evaluate the district chief independently of the other shifts. The district chief was rated by each of the members in each of the three shifts, resulting in three different leadership scores. As such, instead of only having nine top-level leaders, the assumption resulted in a sample size of 27 top-level leaders.

Figure 3-1. Typical fire department organizational structure
The fire fighter duty schedule is based on 24-hour shifts, which rotates among three teams labeled A-shift, B-shift, and C-shift. Each team resides at their station for the duration of their 24 hour shift. This schedule allows each team 48 hours off-duty between shifts. The team essentially lives together in relatively close quarters where they eat family-style meals and spend free time in recreation or exercise rooms. The typical day can involve dozens of calls such as personal injuries, vehicular accidents, fire alarm activations, and fires. Inherent in each of these daily events is some degree of personal risk for the fire fighters, from minor injury to possible death. Consequently, fire fighters rely heavily on teamwork among their fellow fire fighters to reduce or manage this risk.

**Procedure**

The fire fighters were visited personally by the researcher in their stations for the administration of a paper survey. The fire fighters were given a short explanation of the purpose of the survey; they were told it was a survey asking about leadership and personality differences. Prior to starting the survey, the researcher informed the subjects that in the event of a fire alarm to which the fire fighters must respond, the researcher would collect all surveys and allow the subjects to complete the survey upon their return. The researcher returned to each station as many times as necessary to administer the survey to each fire fighter. Only one subject refused to participate.

**Measures**

**Leader charisma.** Leader charisma was measured by the charisma sub-scale of the Multi-Factor Leadership Questionnaire (MLQ; Bass & Avolio, 1990). Thus, of the 45 items of the MLQ, twelve items were used representing three dimensions of charisma: idealized influence (attribute), idealized influence (behavior), and inspirational motivation. The members of each fire engine (excluding the leader) were asked to rate
the extent to which such items as "I have complete confidence in him/her" and "Is a model for me to follow" characterized the designated leader of their fire engine. Similarly, the members of each district were asked to rate these items to the extent that they represented the district chief. The coefficient alpha reliability of the scale in this study was $\alpha = .96$ for the fire engine officer and .96 for the district chief. A statistically significant one-way random effects ICC (.17) indicated support for aggregation across raters at the fire engine level (see Bliese, 2000 for review). The ICC(.16) for the district level also indicated support for aggregation across followers.

Work group satisfaction. The dependant variable in this study was fire fighters satisfaction with their work group. The fire fighter satisfaction measure was based on LePine and Van Dyne’s (1998) five-item, seven-point faces scale. LePine and Van Dyne’s scale used the graphics from Smith, Kendall, and Hulin (1969) measure. Because the graphic faces were outdated and based on the male gender only, a modified version was used, similar to the gender-neutral faces used by Kunin (1955). The items asked participants to select the face that best expressed how they felt about their work team, the members of the team, the quality of interaction among team members, the information they got from team members, and the influence they had with their team. Coefficient alpha reliability estimate was .79 for bottom level followers, and .85 for officers.

Analysis

The data of this study were hierarchical in structure with three levels of analyses such that the dependent variables were members satisfaction with their work groups at the followers-level with fire fighters grouped into fire engines and fire engines grouped into districts. In order to analyze these data, I drew on recent advances in multilevel
statistical theory by using the multilevel regression techniques of hierarchical linear modeling (HLM, Byrk and Raudenbush, 1992). Hierarchical linear modeling involves simultaneously estimating several regression equations for the dependent measure. At the first level of analysis (i.e., the fire engine-level model), I specified for the individual fire fighters in the data set the following model:

\[ Y_{ijk} = \pi_{0jk} + e_{ijk} \]

where \( Y_{ij} \) was the satisfaction of a firer fighter \( i \) with his work group, at fire engine \( j \) in district \( k \); \( \pi_{0jk} \) (the intercept) represented the mean satisfaction of fire engine \( j \) members in district \( k \); and \( e_{ijk} \) represented the individual error term, that is the deviation of member \( ijk \) from his or her fire engine score.

In the second-level model (i.e., fire engine-level model), I tested two different models. While the dependent variable was the intercept from Level 1 model, the independent variable \( (X_{0jk}) \) was either the intermediate-level leader (e.g., officer) level of charisma or level of satisfaction. Thus,

\[ \pi_{0jk} = \beta_{00k} + \beta_{01k}X_{0jk} + r_{0jk} \]

where \( \beta_{00k} \) (i.e., level-2 intercept) represented the mean satisfaction of officer \( k \), and \( \beta_{01k} \) was the slope of the regression line representing the strength and direction of association between the level-2 predictor variable, \( X_{0jk} \) (officer charisma or satisfaction), and \( \pi_{0jk} \); \( r_{0jk} \) represented the level-2 random error that captured the deviation of \( \pi_{0jk} \) (mean fire engine \( j \) satisfaction) from the district mean level of satisfaction.

At the third level model (i.e., district level model), I tested the influence of Level-3 leader’s charisma (i.e., district chief) on the intercept \( (\beta_{00k}) \) of Level-2.

Thus,
Level 3: \( \beta_{00k} = \gamma_{000} + \gamma_{001}W_{01j} + u_{00k} \)

\( \beta_{01k} = \gamma_{010} + u_{01k} \)

where \( \gamma_{000} \) and \( \gamma_{010} \) were intercepts for the third-level models (district level) for \( \beta_{00k} \) and \( \beta_{01k} \), respectively; \( W_{01j} \) represented the level-3 predictor variable, which was district chief charisma. This level-3 variable predicted the level-2 intercept; \( u_{00k} \) and \( u_{01k} \) were the level-3 random effects that represent the deviations of actual \( \beta_{00k} \) and \( \beta_{01k} \), respectively, from their predicted values. All HLM coefficients were uncentered.

In HLM all levels are tested simultaneously and therefore the combined model that was tested was:

\[ Y_{ijk} = \gamma_{000} + \gamma_{001}W_{01j} + \gamma_{010}X_{0jk} + u_{00k} + u_{01k} + r_{0jk} + e_{ijk} \]

HLM coefficients were standardized by multiplying by the standard deviation of each predictor, respectively, and dividing by the standard deviation of the outcome variable, which converts the coefficients to standard deviation units (Hox, 2002). Such a procedure removes the effects of instrument scaling and allows one to observe the strength of the relationship relative to the variance of the measure.

**Results**

The main hypothesis of this study was that top-level leader charisma cascades through the leadership ranks to influence bottom level followers’ satisfaction. In other words, I hypothesized that top-level leaders’ charisma would affect followers’ satisfaction, and that these relationships will be mediated by intermediate-level leader variables. In order to test this hypothesis I developed five HLM models. The description of these models and the results of the HLM analyses testing these models are presented in
this section. Table 1 gives a tabular summary of the multilevel relationships sequentially tested.

Table 3-1. Hierarchical linear model summary

<table>
<thead>
<tr>
<th>Hierarchical Level</th>
<th>Sequence of Models</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1</td>
</tr>
<tr>
<td>3</td>
<td>Charisma</td>
</tr>
<tr>
<td>2</td>
<td>Satisfaction</td>
</tr>
<tr>
<td>1</td>
<td>Satisfaction</td>
</tr>
</tbody>
</table>

**Model 1**

The first step in a mediation analysis (see Baron & Kenny, 1986) is to determine the existence of a relationship between the main predictor, district chief (i.e., level-3 leader) charisma, and the dependent variable, fire fighter (i.e., level-1 follower) satisfaction, across the multiple hierarchical levels. Accordingly, in Model 1 I tested a three-level hierarchical linear model where I analyzed the effects of top-level leader charisma ($X_{0jk}$) on the work group satisfaction of bottom level (i.e., level-1) followers. Even though a level-2 variable was not needed in this model, it was still necessary to use a three-level model with an empty level-2 to distinguish the variance attributed to each level. The HLM results for Model 1 are presented in Table 3-2 and show that district chief (i.e., level 3 leader) charisma positively and significantly ($\beta=.23, p < .05$) influenced follower satisfaction among fire fighters (i.e., level 1 followers), thus supporting the first hypothesis.
Once the relationship between top-level leader charisma and bottom-level satisfaction was established, I tested how district chief charisma cascaded downward to influence fire fighters satisfaction. In other words, I tested the possibility that top-level leader charisma effects are mediated through intermediate-level leader (officer) variables at level 2. Thus, I examined possible paths from level 3 to level 1 via the two suggested mediating variables (charisma and satisfaction) at level 2.

Table 3-2. Model 1: three-level model of the influence of level-3 leader charisma on level-1 follower satisfaction, Study 1.

<table>
<thead>
<tr>
<th>Fire Fighter Satisfaction</th>
<th>Raw</th>
<th>Standardized</th>
</tr>
</thead>
<tbody>
<tr>
<td>Intercept - $\beta_{00k}$</td>
<td>4.10 **</td>
<td>---</td>
</tr>
<tr>
<td></td>
<td>(.99)</td>
<td></td>
</tr>
<tr>
<td>Leader (District Chief) Charisma - $\beta_{01k}$</td>
<td>.45*</td>
<td>.23</td>
</tr>
<tr>
<td></td>
<td>(.24)</td>
<td></td>
</tr>
</tbody>
</table>

Note: ** p < .01, * p < .05. Raw refers to raw coefficients. Standard errors are in parentheses.

Models 2a and 2b

Models 2a and 2b investigated the second step of the mediation by testing the effects of level-3 charisma on the two level-2 variables, intermediate-level leader (officer) satisfaction and intermediate-level leader charisma, respectively. Table 3-3 presents the results of these two models and shows that district chief (i.e., level 3 leader) leader charisma did not significantly influence (B=-.04, ns) officer (i.e., level 2 leader) satisfaction. Thus, H1 was not supported here with regard to the charisma-satisfaction link between upper-level leaders and intermediate-level leaders. As Model 2b shows,
district chiefs’ charisma did significantly influence officers’ charisma (β=.45, p < .05), supporting H2.

Table 3-3. Two-level models of the influence of level-3 leader charisma on level-2 intermediate leader satisfaction (model 2a) and charisma (model 2b), Study 1.

<table>
<thead>
<tr>
<th></th>
<th>Model 2a Officer Satisfaction</th>
<th>Model 2b Officer Charisma</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Raw</td>
<td>Standardized</td>
</tr>
<tr>
<td>Intercept - β₀₀₀k</td>
<td>6.04** (1.39)</td>
<td>---</td>
</tr>
<tr>
<td>Level-3 Leader (District Chief) Charisma - β₀₁₀k</td>
<td>-.04 (.35)</td>
<td>---</td>
</tr>
</tbody>
</table>

Note: **p < .01, *p < .05. Raw refers to raw coefficients. Standard errors are in parentheses.

Models 3a and 3b

Models 3a and 3b tested the third step in the mediation analysis by investigating the effects of the two intermediate-level predictors on bottom level follower satisfaction, controlling for upper-level predictor. Thus, models 3a and 3b examine the effects of officer (i.e., level 2) satisfaction and charisma, respectively, on bottom-fire fighter (i.e., level 1 follower) satisfaction, controlling for upper-level (district chief) charisma. The results of these models are presented in Table 3-4. Model 3a shows that officer satisfaction was not significantly related to fire fighter satisfaction (B=.09, ns). Thus, the third hypothesis was not supported here. Because both links from upper-level leader charisma to intermediate-level leader satisfaction and from intermediate-level leader
satisfaction to follower satisfaction were not significant, the mediation process via level 2 satisfaction was not supported.

Model 3b showed that officer charisma significantly (β=.13, p < .05) influenced fire fighter satisfaction, once again supporting the first hypothesis. Because both paths from upper-level leader charisma to intermediate-level leader charisma (Model 2b) and from intermediate-level leader charisma to follower satisfaction (Model 3b) were significant, mediation is possible. Indeed, as Table 4 shows, when intermediate-level charisma was added to the model, the relationship between upper-level leader charisma and follower satisfaction that originally was significant (B=.45, p<.05) dropped to an insignificant level (B=.29), indicating full mediation.

Table 3-4. Three-level models of the influence of level-2 intermediate leader satisfaction (model 3a) and charisma (model 3b) on level-1 follower satisfaction, Study 1.

<table>
<thead>
<tr>
<th>Model 3b Satisfaction Mediating</th>
<th>Model 3b Charisma Mediating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Intercept - γ₀₀₀</td>
<td>Raw: 4.05** (4.00**)</td>
</tr>
<tr>
<td></td>
<td>Standardized: 4.00** (.83)</td>
</tr>
<tr>
<td>Level-3 (District Chief) Leader Charisma - γ₀₀₁</td>
<td>Raw: .33* (.29)</td>
</tr>
<tr>
<td></td>
<td>Standardized: .33 (.17)</td>
</tr>
<tr>
<td>Level-2 (Officer) Leader Charisma - γ₀₁₀</td>
<td>Raw: .09 (.19*)</td>
</tr>
<tr>
<td></td>
<td>Standardized: .19* (.11)</td>
</tr>
</tbody>
</table>

Note: **p < .01, *p < .05. Raw refers to raw coefficients. Standard errors are in parentheses.

One possible explanation for the non-significant path from upper-level leader charisma to follower satisfaction through intermediate-level leader satisfaction was small sample size of leaders. There were 27 leaders at the top level and only 48 leaders at the
intermediately-level which is a ratio of less than two on average. That may have made the results of the HLM analysis unstable. However, this problem was mitigated in Study 2, where the number of participants, especially the number of leaders, was significantly larger.
CHAPTER 4
STUDY 2

Method

Participants

The population sampled in this study was the cadet student body at the United States Air Force Academy (USAFA), located in Colorado Springs, Colorado. The sample size included 974 cadets, ranging in age from 17 to 25 with an average age of 19.8; 77.5% were males, and 88.2% were white. More specifically, at each of the three hierarchical levels from top to bottom the average ages were 21.9 years (n=25), 21.5 years (n=64), and 19.6 (n=855).

USAFA is the primary officer commissioning source whose mission is to recruit and develop future Air Force leaders. The four year Bachelor of Science curriculum is supplemented with weekly seminars and training on leadership. Consequently, some refer to USAFA as a leadership laboratory. The student body at USAFA is known as the cadet wing and consists of approximately 4000 cadets from all 50 states, the territories and several foreign countries. One additional unique characteristic of this population is the fact that cadets are initially assigned to squadrons based on a wide range of demographic variables and athletic and academic aptitudes in an effort to evenly distribute and control for such variables across squadrons. The uniformly structured organizational units as well as the administrative efforts to prevent unequal distribution of any one variable makes the cadet population idea for such a study.
The cadet wing is subdivided into four groups (i.e., group 1 to group 4), and each group is further subdivided into nine squadrons, resulting in a total of 36 squadrons in the entire cadet wing. The typical squadron size is approximately 110 cadets. Cadets at all levels in the squadron organization are delegated specific authorities and responsibilities through formal chains of command. In general, the cadets are in charge of running the daily squadron operations and all required duties. However, each cadet squadron is supervised by an Air Officer Commander (AOC) who is an active duty, commissioned officer with command authority over the cadets who provides instruction, and serves as a role model as the cadets experience firsthand the processes of leadership and organization to accomplish the mission.

Although cadet squadrons are essentially self-governing, each must possess an identical organizational structure consisting of four distinct hierarchical levels, which is ideal as a sample for multilevel research. Each cadet squadron is subdivided into three main ‘flights’ (i.e., A, B, C), each being led by a flight commander. (A fourth, smaller administrative flight also exists, consisting of cadets in staff positions within the squadron. Since it is different in structure and membership, it was not considered in the study.) The top-level leader in this study was the flight commander. While it would have been ideal from a theoretical standpoint to focus on squadron-level leaders, the limited number of squadron commanders combined with the expected response rate would have resulted in a very small sample size. Consequently, this study focused on leadership from the flight commander level and below.

The ‘element’ is the smallest organizational unit in the cadet squadron, and each flight is divided into three elements (1, 2, 3), each led by an ‘element leader.’
The approximate number of cadets in an element is 12, resulting in a typical flight size of about 36 cadets. The element leader was the intermediate-level leader for the purpose of this study, and all other cadets within each element were the bottom-level followers. Figure 4-1 shows the organizational chart for a typical cadet flight. The total numbers of flight commanders, element leaders, and followers in the entire cadet wing are 108, 324, and approximately 3600, respectively. Although this entire cadet wing population is relatively large, the salient sample size in this study is the number of leader responses at the flight commander level. Since flight leader charisma was measured by aggregated follower ratings, the available data points for the HLM analysis at the flight level (i.e., level-3) was 108, since enough followers rated each flight commander, regardless of whether or not the specific flight commander responded to the survey. However, the same luxury was not available at the element leader level (i.e., level-2), since the other level-2 variable, satisfaction, was a self-report measure. Therefore, the number of level-2 data points for the HLM analysis was 64, which was the actual number of level-2 respondents. These 64 level-2 leaders resided in only 54 of the 108 possible flights, resulting in a level-3 sample size of 54 for the HLM analysis.

Figure 4-1. Typical cadet flight structure
Procedure

The survey was administered electronically via an Internet website. The entire cadet wing was first invited to participate via an email from a senior officer from the Commandant of Cadets office. The email contained a brief overview of the study and a link to the Internet website survey. The survey began with questions that filtered out subjects who did not belong to the target organizational unit. Since the target population in this study was only leaders and followers within cadet flights, responses from cadets above or outside of the flight unit would not be useful. These respondents were directed to a “Thank You” page. Once the respondents indicated that they were members of the target population, they were prompted with information about the study and use of data, all of which were required by USAFA prior to obtaining the respondents informed consent. The previously described measures were administered to the respondents, with each web page containing questions for that specific measure. After the measures were administered, the respondents were asked standard demographic questions. The number of cadets that elected to participate in the survey was 974 which represented a response rate of 27.22%.

Measures

Leader charisma. Leader charisma was measured by the same charisma sub-scale of the MLQ (Bass & Avolio, 2000) used in Study 1. The coefficient alpha reliability of the scale in this study was $\alpha = .98$ for the element leaders and .97 for the flight leaders. A statistically significant one-way random effects ICC (.12) indicated support for aggregation across raters at the elements level (see Bliese, 2000 for review). The ICC (.10) for the flights level also indicated support for aggregation across followers at the flight level.
**Work group satisfaction.** Satisfaction with work group was measured in this study by the same scale used in study 1. Coefficient alpha reliability estimate was .83 for bottom level cadets, and .82 for element leaders.

**Results**

**Model 1**

The analysis used in study 2 replicated that of study 1 with the same HLM models. Model 1 tested the effects of level-3 leader charisma on level-1 follower satisfaction. The HLM results for Model 1 shown in Table 4-1 indicate that flight leader charisma at level 3 (i.e., group level) positively and significantly influences follower (cadet) satisfaction at level 1 (β=.27, p < .01). Similar to Study 1, this result supports the first hypothesis indicating that distant leaders influence bottom level followers. Thus, next I tested the mediation process.

Table 4-1. Model 1: three level model of the influence of level-3 leader charisma on level-1 follower satisfaction, Study2.

<table>
<thead>
<tr>
<th></th>
<th>Cadets Satisfaction</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Raw</td>
</tr>
<tr>
<td>Intercept - β₀₀₀₀ₖ</td>
<td>2.79**</td>
</tr>
<tr>
<td></td>
<td>(.25)</td>
</tr>
<tr>
<td>Level-3 Flight Leader Charisma - β₀₀₁₀ₖ</td>
<td>.58**</td>
</tr>
<tr>
<td></td>
<td>(.09)</td>
</tr>
</tbody>
</table>

*Note: ** p < .01, * p < .05. Raw refers to raw coefficients. Standard errors are in parentheses.*
Models 2a and 2b

As shown in Table 4-2, similar to Study 1, Model 2b, level-3 leader (flight) charisma had a positive and statistically significant effect on level-2 element leader charisma ($\beta = .16, p < .01$), supporting the second hypothesis. In contrast to the Study 1 findings, in this study the relationship with level-2 leader satisfaction was statistically significant ($\beta = .26, p < .05$) suggesting that upper-level leaders did in fact affect intermediate-level leader satisfaction. Thus, H1 was supported also with regard to intermediate-level leader satisfaction.

Table 4-2. Two-level models of the influence of level-3 leader charisma on level-2 intermediate leader satisfaction (model 2a) and charisma (model 2b), Study 2.

<table>
<thead>
<tr>
<th></th>
<th>Cadet Satisfaction (Model 2a)</th>
<th>Cadet Charisma (Model 2b)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Raw</td>
<td>Standardized</td>
</tr>
<tr>
<td>Intercept - $\beta_{00k}$</td>
<td>3.78**</td>
<td>---</td>
</tr>
<tr>
<td></td>
<td>(.69)</td>
<td></td>
</tr>
<tr>
<td>Level-3 Flight Leader</td>
<td>.48*</td>
<td>.26</td>
</tr>
<tr>
<td>Charisma - $\beta_{01k}$</td>
<td>(.23)</td>
<td></td>
</tr>
</tbody>
</table>

Note: **$p < .01$, *$p < .05$. Raw refers to raw coefficients. Standard errors are in parentheses.

Models 3a and 3b

Here again, as in Study 1, Model 3a showed that the relationship between intermediate-level leader satisfaction and follower satisfaction was not significant, controlling for upper-level leaders charisma. Thus, H3 was also disconfirmed in this
study. Because the path from intermediate-level leader charisma to follower satisfaction was not significant, it is not likely that mediation has occurred here. Thus, H4 has also been disconfirmed in this study.

The results of model 3b are represented in Table 4-3, indicating that level-2 leader (element leader) charisma had a positive and statistically significant relationship with level-1 follower (cadet) satisfaction ($\beta=.40, p < .01$), controlling for upper-level leader charisma, again supporting H1. Here again, the significance of the two paths from upper-level leader charisma to intermediate-level leader charisma and from intermediate-level leader charisma to follower satisfaction indicate a possible mediation.

Table 4-3. Three-level models of the influence of level-2 intermediate leader satisfaction (model 3a) and charisma (model 3b) on level-1 follower satisfaction, Study 2.

<table>
<thead>
<tr>
<th></th>
<th>Model 3a</th>
<th></th>
<th>Model 3b</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Satisfaction Mediating</td>
<td>Charisma Mediating</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Intercept - $\gamma_{000}$</td>
<td>Raw</td>
<td>Standardized</td>
<td>Raw</td>
<td>Standardized</td>
</tr>
<tr>
<td></td>
<td>2.30**</td>
<td>---</td>
<td>1.36*</td>
<td>---</td>
</tr>
<tr>
<td></td>
<td>(.52)</td>
<td></td>
<td>(.56)</td>
<td></td>
</tr>
<tr>
<td>Level-3 Flight Leader charisma - $\gamma_{001}$</td>
<td>.65**</td>
<td>(.17)</td>
<td>.58**</td>
<td>(.14)</td>
</tr>
<tr>
<td>Level-2 Element Leader satisfaction - $\gamma_{010}$</td>
<td>.05</td>
<td>---</td>
<td>.43**</td>
<td>.40</td>
</tr>
<tr>
<td></td>
<td>(.08)</td>
<td></td>
<td>(.12)</td>
<td></td>
</tr>
</tbody>
</table>

Note: **p < .01, *p < .05. Raw refers to raw coefficients. Standard errors are in parentheses.

In contrast to Study 1, here the coefficient from upper-level charisma to follower satisfaction did not drop to an insignificant level when intermediate-level leader charisma was added to the model. This indicates a partial mediation effect.
CHAPTER 5
DISCUSSION

Summary of Results

While the extant literature indicates that leader charisma can influence follower satisfaction, the process linking these constructs remains in doubt. Furthermore, most existing charismatic leadership theories rely on direct dyadic relationships between leaders and followers, an assumption that becomes increasingly problematic as organization size increases. Considering that such a large majority of charismatic leadership literature relies on the dyadic-direct structure to explain the transmission of charisma, charismatic leadership research seems to be greatly limited in scope. This dissertation instead, proposes alternative mediating processes to explain cascading leader charisma through an organization. The hypotheses introduced in this dissertation suggest that leader charisma influences both intermediate-level leader charisma and satisfaction, which in turn influence follower satisfaction.

The main mediation models used in this dissertation (see Figure 2-1) were developed to explain the path by which leader charisma travels down the organization hierarchy to reach followers in the absence of direct and proximal leader-follower dyads. Although testing these mediation models was the ultimate objective, a series of tests of smaller models was required to verify the existence of relationships among the proposed components on which the main mediation models rely. In study 1, the results from this series of five HLM models indicated that in two of the models (1 & 3b) leader charisma can influence follower satisfaction. Upper-level leader charisma was also related to
intermediate-level leader charisma (Model 2b). However, the upper-level leader charisma was not related to intermediate-level leader satisfaction (Model 2a) nor was intermediate-level satisfaction related to follower satisfaction (Model 3a). I found mixed results in the mediation model from upper-level leader charisma to follower satisfaction through intermediate-level leader charisma. The path through intermediate-level charisma seemed to be significant, while the other path through satisfaction did not appear to indicate significant results.

Study 2, which consisted of a larger sample size and significantly more leaders at the intermediate level than Study 1, produced more supporting evidence to the some of the hypotheses of this study. In this study four of the five models produced significant results. Especially important was the mediation models 3b that showed that cadets at the lower level were significantly influenced by flight level leaders’ charisma and this influence could be partially explained by the charisma of element leaders (i.e., intermediate-level leaders). In other words, the more charismatic was the flight leader, the more charismatic were the element leaders, and this explained the satisfaction of the cadets. The robust results from study 2 then, which utilized a larger sample size, are very encouraging in the effort to identify mediating processes for leader charisma.

**A New Approach to Charismatic Leadership**

The ideas presented in this dissertation introduce a new approach to the charismatic leadership process. While extant charismatic theories are overly constrained by the direct dyad assumption, the results of this dissertation suggest that alternative hypotheses relying on mediation processes may more accurately model the charismatic leadership process. The amount of direct contact that leaders have with followers is indirectly related to the size of the organization. In large organizations, it is impossible for leaders
to make regular contact, or even any contact at all, with every member in the organization. This might suggest that all leaders are handicapped by the size of their organizations, and that they can only expect to influence a small minority of the people directly related to them in their pursuit of organizational goals. Regardless of the intensity of any single leader’s charisma, in large organizations it is unrealistic to expect any lasting impact on followers by means of charismatic messages delivered on a sporadic basis. How then does a leader’s valuable charismatic influence reach all the members of an organization to ignite the fire as researchers have suggested (Klein & House, 1995)? Researchers and layman alike intuitively suspect that leader charisma trickles down through an organization, but without a theory to explain the process, any such discussion is simply hearsay.

Followers require more frequent reinforcement in order to sustain the long term energy, enthusiasm, and motivation that leaders so desperately desire. Research shows that individuals’ attitudes and moods are quite stable, meaning that although employees attitudes and moods can be temporarily suspended by specific events or manipulations, individuals eventually return to their normal state (Staw et al., 1986). This tendency can even be shown with political views that are usually quite strongly held by people. For example, one study tested the effects of a four year education at a politically liberal institution on students who were politically conservative upon enrollment; the results showed that the conservative students adopted liberal attitudes during the four-year period, but returned to their conservative values shortly after leaving (Necomb, 1943). If the habituation process can be observed in individuals even after a four year hiatus from
their normal attitudes, it is very likely that the same process can be observed when the manipulation period is drastically reduced to much shorter time spans.

Applying this habituation theory to charismatic leadership means that while infrequent interjections of charisma by a distant leader may temporarily spike the attitudes or moods of followers, the followers quickly return to their normal state. This further exacerbates the problem associated with the direct dyad assumption. If followers need consistent reinforcement to sustain attitudes, in large organizations they are most likely not getting it through direct dyadic contact with the charismatic top-level leader. Since most followers in any large organization have infrequent direct contact with the charismatic top-level leader, the few encounters followers experience with the charismatic leader most likely induces an infinitesimally short manipulation period. Such limited direct contact can only hope to affect short term attitudes versus the long term ones. Nonetheless, leader charisma still seems to provide an observable lasting influence on followers at all levels. Other processes, such as mediation of charisma by intermediate-level leaders, must exist than to explain the influence of top-level leader charisma.

The results of this research indicate that the influence of leader charisma is not necessarily constrained by proximal and direct dyadic relationships or by the size of the organization. Instead, this research suggests that a leader’s charisma can cascade down through an organization to bottom-level followers via intermediate-level leaders. Consequently, charisma acts partially through others, thus revealing the importance of intermediaries along the chain of command. The results presented in this dissertation indicate that the relationship between top-level leader charisma and bottom-level follower
is partially mediated by intermediate-level leaders who act as charisma conduits. The models used to test and support this proposition show that leader charisma can influence both charisma and satisfaction in direct subordinates, which in turn, influences satisfaction in followers. Thus, intermediaries are an important part of the charisma transfer process.

Some researchers have suggested that charisma is a socially constructed phenomenon that depends more on social information than on the actual charisma of the leader (Hogg, 2001). This line of research also recognizes the flaws associated with the direct dyad assumption and as a result suggests instead that followers use implicit leadership theories to categorize leaders versus cognitively analyzing leader ability (Lord et al., 1984). One criticism of this theory is that it seems to discount charismatic behavior displayed by the leader, and instead focuses on the information obtained in the social environment regardless of whether it is accurate or not. In other words, this theory suggests that often followers’ appraisals of their leader’s charisma can be completely off the mark, thus emphasizing the diminution of the leader’s true charisma. This perception is very likely wrong given the accumulating evidence in favor of charismatic theories. That is not to say that the social construction theory is not without merit, however. Considering the potentially important role played by intermediate-level leaders in the transfer of charisma, we must also recognize that these intermediaries are likely to provide key information on which followers socially construct their impression of the leaders.

**Practical Applications**

As we digest the realization that intermediaries play a pivotal role in the charisma process, it introduces two practical questions deserving of discussion. The first and most
obvious question is what happens when the intermediaries are bad conduits of charisma? Do such intermediaries create dead ends for a leader’s charismatic influence, resulting in pockets within the organization that are deprived of upper-level leadership influence?

Since this research indicates that intermediate-level leaders can transmit top-level leader charisma, it is important that the intermediate-level leaders are cognizant of their responsibility to act as charismatic conduits in conveying their leaders’ vision, goals, etc., down to the followers. On the other hand, when top-level leaders recognize a lack of ability of their intermediate-level leaders to transmit charisma, it may require the top-level leaders to bypass the charismatically-challenged intermediaries in the formal chain of command and get the message out to the next hierarchical level of followers directly, perhaps by implementing a “management by walking around” technique (Peters & Austin 1985).

A proactive approach that top-level leaders could take to ensure that their vision is properly disseminated to followers with the proper enthusiasm and energy is to include charisma as a selection criterion when hiring or promoting intermediate-level leaders. It might behoove charismatically-challenged leaders to enlist a cadre of charismatic frontline subordinates who are fully capable of spreading the word throughout the organization so that it eventually reaches the bottom-level followers. In the movie, “The Godfather” (Copolla, 1972), the stoic godfather, Don Vito Corleone, successfully (although perhaps not intentionally) uses this technique to ‘get the message across,’ so to speak—his henchmen were usually very effective at conveying a forceful yet compelling message to followers, regardless of the legality of the actual techniques used.
Another practical application of the results of this study is to provide charisma training to intermediate-level leaders. Research indicates that charismatic behaviors can be learned (Howell & Frost, 1989), suggesting that intermediate-level leaders not possessing sufficient charismatic qualities can be trained to be more charismatic, effectively enhancing the mediation process introduced in this dissertation. The expected results of such a strategy would be twofold: either the trained intermediate-level leaders would 1) augment the charismatic influence of top-level charismatic leaders, or 2) substitute for the charisma of a top-level leader who lacks charisma.

This line of discussion begs a second question: do upper-level leaders need to be charismatic? Consider some leaders of contemporary corporate success stories. Few would rate Bill Gates high on the charisma scale, yet he has successfully built one of the largest organizations in the world. How was he able to successfully convey his successful vision to such a huge organization without charisma? His many innovative ideas and visions were obviously conveyed to the right people, most likely intermediate-level leaders. One could speculate that he did not do it alone, but that he relied on charismatic subordinates who were responsible for effectively spreading the messages to the followers.

**Limitations**

The most obvious limitations were due to methodology and were recognized during the initial data review. In study 1, the sample size was rather small and the ratio of the number of intermediate-level leaders to upper-level leaders was inadequate. In Study 2, as discussed in the methods section previously, each cadet squadron consists of three main flights (A, B, and C) and one smaller administrative flight consisting of cadets in staff positions within the squadron. The Internet-based survey limited responses on flight
membership to only A, B, or C, and not the administrative flight. It is unclear how the cadets in staff positions selected a flight, and if they then proceeded to rate the leader of the flight they indicated (i.e., A, B, or C) or the leader of the administrative flight. Nonetheless, considering the relatively small number of cadets in this situation, it is likely that the error introduced was random versus systematic, and would not be expected to bias the results in any specific direction.

A more elusive limitation to this study is the fact that it is difficult to separate or distinguish the effects of proximal dyadic charismatic effects from distal charismatic effects. The influence observed on bottom-level followers is no doubt a combination of both distal and proximal—dissecting the two effects is challenging. This suggests that the effect sizes observed in the extant charismatic leadership literature are also a combination of both proximal and distal dyadic effects, since the studies did not discriminate between the two effects. However, considering the arguments introduced in this dissertation, it is likely that the more proximal dyadic effects of charisma account for a larger majority of the influence on followers, especially as the size of the organization increases. As emphasized previously, top-level leaders are unable to maintain direct-contact relationships with the large majority of the followers, and are only able to influence them through brief, intermittent, and distant communications. These distal relationships cannot sufficiently explain long term influences. Instead, the more proximal and frequent contact leader-follower relationships are better suited to provide the sustained leader influences. Therefore, one would expect such proximal dyad processes to account for a majority of the influence at the follower level. Finally, if proximal dyad processes are a major source of influence at the follower level, the suggested mediation processes and associated
intermediaries become crucial components in the process by which charisma cascades down through and organization.

Another obvious limitation is that I only investigated two mediating variables at the intermediate level and an adequate theory of leadership should include many more intermediate-level leader variables. In addition, not every intermediate-level leader will be a conduit of upper-level leader charisma to the same extent, so a comprehensive theory of leadership mediation should also include salient moderating variables.

**Future Research**

The new approach to charismatic leadership presented in this dissertation only fills a minor hole in the charismatic leadership literature. While charisma can be a complex and often obscure construct, each additional piece of information we learn about the charismatic process becomes useful in the pursuit of a comprehensive charismatic theory. This new approach raises issues that must not be neglected in future research, but also leaves many issues unresolved. To identify the full effects of the suggested mediation process of charisma, researchers must be able to distinguish the effects between the direct dyadic charismatic effects from the indirect or mediated charismatic effects. Until methods and experimental designs are developed to control for the effects of one or the other, as well as control for the effects of interactions between the two, further research will remain hindered. The use of additional statistical methods such as structural equations modeling (LISREL, Joreskog & Sorbom, 1996) may allow researchers to thresh out the direct effects of charisma from the indirect effects of charisma.

Since the empirical data presented in this dissertation indicates intermediate-level leaders assume a significant role in the cascading charismatic leadership process, it opens a Pandora ’s Box full of moderating variables. All of the moderators previously applied
to traditional charismatic leadership research must now be applied to the intermediate-level leaders to determine the existence and extent of any interactions. Although the inclusion of some moderators at intermediate-levels may result in interactions similar to those observed in direct dyadic charismatic leader studies, researchers should not simply assume that the moderators and interactions previously identified can be applied wholesale at the intermediate-level leader. Researchers should carefully consider moderators and consider inclusion only when sufficient theoretical support exists.

Considering that distant leader charisma requires mediation, perhaps other mediators exist other than intermediate-level leaders. One possible set of mediators may be symbols and slogans to transmit vision, which has been suggested by other researchers as the starting point charismatic leadership (Awamleh & Gardner, 1999). While distal charismatic leaders may not be able to directly contact each follower in the organization, the leader may be able to use important organizational symbols to pass on a charismatic message. For instance, the use of symbols like the silhouette of a light at the end of the tunnel, may effectively mediate top-level leader optimistic vision down to lower-level personnel. Likewise, catchy slogans such as “Catch us if you can!” may be able to instill the top-level leader attitude that the organization is out in front of their competitors. However, development of an effective slogan is difficult. Many have been exposed to meaningless vision statements released by insincere leaders, seeming as if the vision statement or slogan was a haphazardly assembled afterthought. Perhaps leaders should devote significant effort in the development of slogans which represent their vision, understanding that it may be the only exposure to the leader that some followers get.
Since it appears that charisma can be mediated through intermediate-level leaders, it is likely that charisma can be transferred through any individual that has sufficient exposure to upper-level leaders. Consequently, not only are intermediate-level leaders able to transfer upper-level charisma, but many others in the organization may as well. As other researchers have suggested, charisma is contagious (Cherulnik et al., 2001), and can be passed from person to person. A social contagion perspective using social network methods would be ideal for mapping the spread of charisma throughout an organization. Social network analyses will allow researchers to identify groups within the organization that share similar perceptions of leader charisma, and also determine the main communication paths for these groups. In some cases, groups may have direct but limited contact with upper-level leaders, thus allowing them to construct their perceptions of leader charisma on limited observed leader behavior. On the other hand, some groups may have no contact with upper-level leaders, suggesting that their perception of leader charisma is based solely on second hand information or indirect mediation processes. Furthermore, longitudinal experimental designs will allow more in-depth analyses of how leader charisma, or the perceptions thereof, travels throughout an organization. For instance, in organizations with newly hired or elected upper-level leaders, followers may already have perceptions of charisma prior to actually meeting the new leaders. Follower perceptions may change as the followers observe the new leaders’ behavior, or the perceptions may change as they are exposed to intermediate-level leaders.

Conclusion

This dissertation presented a new mediation approach to the charismatic leadership process that suggests that leader charisma can cascade down an organization via intermediate-level leaders. Two studies were developed to test a series of hierarchical
models. While the results of the two studies were not totally consistent, the results from Study 2 provided robust results indicating that the relationship between top-level leader charisma and bottom-level follower satisfaction was partially mediated by intermediate-level leader charisma and satisfaction. This result suggests that in addition to the direct dyadic effects of top-level leader charisma, top-level leader charisma can cascade down through an organization indirectly through intermediaries. While this paper is heavily reliant on refutation of the direct dyad assumption, the results of this research do not purport to completely discount the effects associated with direct dyadic charismatic influence. Instead, this research emphasizes the importance of considering alternative mediated charismatic influence processes, perhaps simultaneously, that must be considered in charismatic leadership research.
LIST OF REFERENCES


BIOGRAPHICAL SKETCH

Kent C. Halverson was born in Edina, Minnesota, and raised in Northfield, Minnesota, where he graduated from Northfield High School in 1986. He entered the Air Force and received a Bachelor of Science degree in civil engineering and was commissioned as an Air Force officer from the United States Air Force Academy in Colorado Springs, Colorado, in 1990. He received a Master of Science degree in structural engineering from the University of Illinois at Champaign-Urbana, Illinois, in 1995. Throughout his military career he has served in various civil engineering capacities at Hansom Air Base in Bedford, Massachusetts, Ramstein Air Base, Germany, Cape Canaveral Air Station, Florida, Kunsan Air Base, Republic of South Korea, and the Air Force Institute of Technology, Dayton, Ohio. He earned his PhD from the Warrington College of Business at the University of Florida in August 2005, and is currently on the faculty at the Air Force Institute of Technology in Dayton, Ohio.