

Branch Operation Management

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Overview

Branch banking operation means the sales business conducted through the branches relating to deposit and transferred liabilities as well as assets. Bank branch operations serve as a backbone office function responsible for reconciliation, execution, and settlement of transactions in the front office. In another expressions branch banking is the operation of store front locations away from the company home office for the convenience of customers. Furthermore branch banking refers to a system in which a bank provides banking services through a wide network of branch offices. In such financial institutions it is mandatory that investment operation provides fast, reliable, and secure financial services to the large client base across branches and wealth divisions. Specifying to the financial account it is as account handling matters most directly related to the financial side of running a company and have an impact on its success.

Trade booking and adherence to risk and regulatory guidelines are important careers of the branch operation managers. In the same manner the branch operation supervisors provides leadership and supervisory responsibility for a small team of clerical support employees. They delegate and supervise straight forward tasks. Effectively recommends personnel actions such as hiring, discipline, performance evaluation, promotion, Compensation adjustment, termination, and other many more related activities. Likewise the branch operation manager is accountable for the day to day branch operations ensuring timely opening and closing of the branch, monitoring of service offering to the customers, and keeping high level bank standards.



Branch Operation

The Role of Branch Operation Management

Bank operation management plays a big role for customer satisfaction. Too often when banks try to manage or improve the customer experience, they must focus solely on customer facing or front office staff. However, many customer experience issues are the result of bank operations or back office employees who are beyond the control of call center or bank branch employees who interact directly with the customer. This disconnection has real consequences for customer loyalty scores. For the fact that back office functions impact a customer's experience in opening new account, processing loan applications and transaction related every day activities. To make the branch operation effective it is important for banks to include the operation staff in their customer experience management program. It is undeniable fact that operation impacts customer loyalty. To make this concept more vivid it is preferable to illustrate it more in diagram form.

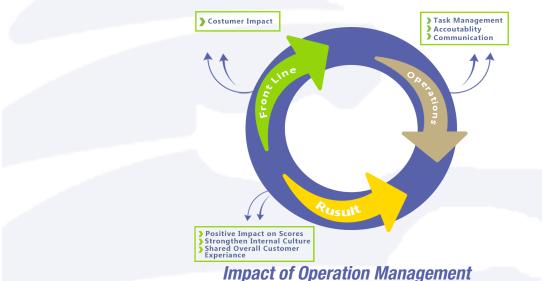


Diagram 1.The Diagram that Reveals the Impact of Operation Management

This diagram depicts that banks have an opportunity to improve customer satisfaction and loyalty result by extending the customer experience process to the operational areas of the business. In the first step educate the back office staff about their role in customer experience. Then banks can set expectations for operational staff and use similar score cards to evaluate performance and eventually create a compensation based incentive program to improve performance.

Comprehensive Guides for Operation Management

In today's dynamic and competitive business land scape, operation management plays a crucial role in driving organizational success. Business across companies from small startups to multinational corporations constantly strives to optimize their operations, streamline processes, and deliver exceptional customer experiences. Besides, with the rapid pace of digitalization the field of operations management is undergoing a significant transformation.

According to Mckinsey (2022), organizations that have embraced automation technologies have been able to reduce the time spent on processes and shift their focus towards enhancing customer service. To navigate the dynamic world of modern business and achieve operational excellence it is crucial to have a deep understanding of operations management. On this area of managerial concept Emeritus (2023) forwarded ten key comprehensive principles. These are:

- Success: Striving for customer satisfaction to achieve organizational goals drive business success by providing a roadmap for performance improvement
- **Reality:** Understanding the current state of operations enables knowledgeable decision making and ef fective improvement strategies
- Change: Embracing and managing change effectively allows for adaptation to market dynamics
- Fundamentals: Adhering to core operational principles and optimizing practices ensures efficient operations, timely execution, and sustained productivity and profitability
- Organization: Effective production management and control insure interconnectivity, predictability, and consistency across all elements
- *Humility: Recognizing limitations enables efficient resource utilization, avoiding costly trial and error processes, and maximize time and cost saving*

- Accountability: Holding individuals and teams responsible for their role and performance promotes ownership and drive excellence
- Manage Passion: Nurturing employee enthusiasm and commitment enhances productivity and overall performance
- Causality: Understand cause and effect relationship through data driven approaches that enables effec tive problem solving and continuous improvement
- Variance: Managing and reducing process variations enhances operational efficiency, consistency, quali ty, and customer satisfaction while reducing waste.

Challenges of Branch Operation Management

As any other managerial career the branch operation management has its own challenges. The various sources portrays that branch operation managers come across innumerable challenges which includes guarantying sustainability, competing practices, limited resources, social responsibilities, corporate reporting, dynamic business environment, sustainability, ethical challenges, and many more others. Nevertheless the major challenges that the branch operation managers are largely encountering are:

- Simplified and steam line business process
- Ensuring market sustainability
- Managing resources
- Technology advancement
- Satisfying customer expectations
- Change and talent management
- Regulations and economic reforms
- Reduction of wastage and costs
- Turnover of the employees
- Improvement of service quality and
- So many reports.

How to Resolve the Challenges?

Managing a company with a number of branch offices comes with its own set of pros and cons. Of course, the challenges are investable some of them can be resolved quickly with the use of diverse apparatuses. For scholars of the area most common branch issues could be solved through:

- Understanding and improving call center agent utilization
- Offering the employees with latest customer service training software
- Disseminating important information for em ployees as soon as possible
- Developing strategies for empowering agents
- Sufficiently aware the employees about the current activities in the branches.







Challenges of Branch Operation