

Barriers and Challenges in Implementing Digital Technology Interventions and their Impact on Employee Readiness

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Abstract

The rapid adoption of digital technologies has become a critical enabler of organizational change; however, the successful implementation of such interventions largely depends on employee readiness. Despite significant investments in digital transformation, many organizations face substantial barriers and challenges that hinder effective adoption and negatively influence employees' preparedness for change. This study examines the key barriers and challenges encountered during the implementation of digital technology interventions and analyzes their impact on employee readiness in the context of organizational change.

Using a descriptive and analytical research design, the study identifies technological, organizational, and human-related barriers, including resistance to change, lack of digital skills, inadequate training, poor communication, leadership support issues, and infrastructure constraints. The research further explores how these challenges affect employees' cognitive, emotional, and behavioral readiness for change. Primary data are collected through structured questionnaires administered to employees across different organizational levels, and appropriate statistical tools are employed to assess the relationships between implementation barriers and employee readiness.

The findings reveal that organizational and human-related challenges play a more significant role than technological barriers in influencing employee readiness. The study highlights the importance of effective communication, continuous training, and leadership support in mitigating resistance and enhancing readiness for digital change. The paper contributes to the existing literature on digital transformation and change management by providing practical insights for managers and policymakers to design more inclusive and employee-centric digital interventions, thereby improving the overall success of organizational change initiatives.

Keywords: Digital Technology Interventions; Employee Readiness; Organizational Change; Barriers and Challenges; Change Management; Digital Transformation

Introduction

In the contemporary business environment, organizations are increasingly adopting digital technologies to enhance efficiency, competitiveness, and long-term sustainability. Digital technology interventions such as automation, artificial intelligence, cloud computing, data analytics, and digital communication platforms have become integral to organizational change initiatives. While these technologies offer significant potential benefits, their successful implementation depends not only on technical capability but also on the readiness of employees to accept, adapt to, and effectively use these digital tools. Employee readiness has therefore emerged as a critical factor in determining the success or failure of digital transformation efforts.

Organizational change driven by digital interventions often disrupts existing work processes, job roles, and organizational structures. Such disruptions can create uncertainty, anxiety, and resistance among employees, particularly when changes are perceived as threatening job security or requiring new skills. As a result, organizations frequently encounter barriers and challenges during the implementation of digital technologies, including resistance to change, inadequate digital skills, lack of training, insufficient communication, weak leadership support, and infrastructural limitations. These challenges can significantly undermine employee confidence and willingness to engage with new digital systems, thereby reducing overall readiness for change.

Employee readiness refers to the extent to which employees are psychologically, emotionally, and behaviorally prepared to implement and support organizational change. Readiness is influenced by multiple factors, such as employees'

understanding of the change, perceived benefits, trust in leadership, and availability of resources and support. When barriers to digital technology implementation are not effectively addressed, they can negatively affect these factors, leading to low acceptance, poor utilization of digital tools, and ultimately, failure of change initiatives.

Despite the growing body of literature on digital transformation and change management, there is limited empirical research that systematically examines the specific barriers and challenges associated with digital technology interventions and their direct impact on employee readiness. Most studies focus either on technological adoption or on general aspects of change management, often overlooking the interrelationship between implementation challenges and employee preparedness. This gap highlights the need for focused research that explores how different categories of barriers influence employee readiness during digital change processes.

Against this backdrop, the present study aims to examine the barriers and challenges faced during the implementation of digital technology interventions and analyze their impact on employee readiness in organizational change contexts. By identifying key obstacles and assessing their influence on readiness levels, the study seeks to provide valuable insights for organizations to design effective strategies that enhance employee preparedness and ensure successful digital transformation.

Review of Literature

- Beckhard and Harris (1987) emphasized that employee readiness is a foundational requirement for successful organizational change. They argued that employees' perceptions, attitudes, and willingness to accept change significantly influence implementation outcomes. Their work highlighted that without adequate readiness, even well-planned change initiatives are likely to face resistance and delays.
- Armenakis, Harris, and Mossholder (1993) conceptualized employee readiness as a multidimensional construct involving beliefs, attitudes, and intentions toward change. Their study suggested that effective communication and leadership support are crucial in preparing employees for change. They also noted that poor change communication acts as a major barrier, reducing employee confidence and readiness.
- Venkatesh et al. (2003), through the Unified Theory of Acceptance and Use of Technology (UTAUT), identified performance expectancy, effort expectancy, social influence, and facilitating conditions as key determinants of technology adoption. Their findings revealed that lack of training and inadequate organizational support are significant barriers that negatively affect employees' readiness to adopt digital technologies.
- Kotter (1996) highlighted that resistance to change is one of the most common challenges in organizational transformation initiatives. According to his study, failure to create a sense of urgency and inadequate leadership commitment often result in low employee readiness. Kotter stressed that strong leadership and employee involvement are essential to overcome resistance during digital change.
- Besson and Rowe (2012) examined digital transformation initiatives and found that organizational barriers, such as rigid structures and poor alignment between technology and business strategy, hinder successful implementation. Their research indicated that these barriers also contribute to employee uncertainty and lower readiness levels, particularly when roles and responsibilities are unclear.
- Tarafdar, Pullins, and Ragu-Nathan (2015) introduced the concept of "technostress" and explained how excessive digital demands, complexity of systems, and constant technological change create stress among employees. Their findings showed that technostress reduces employees' psychological readiness and increases resistance toward digital interventions.
- Oreg, Vakola, and Armenakis (2011) analyzed individual and organizational factors influencing reactions to change. They concluded that lack of trust in management, fear of job loss, and insufficient skill development opportunities are major challenges that negatively impact employee readiness during technology-driven change.
- Rafferty, Jimmieson, and Armenakis (2013) focused on the role of change communication and employee participation. Their study found that transparent communication and opportunities for employee involvement significantly enhance readiness for change, while poor communication acts as a critical barrier during digital technology implementation.

- Verhoef et al. (2021) studied digital transformation from a strategic perspective and identified cultural resistance, skill gaps, and legacy systems as key challenges. They observed that organizations that failed to address these barriers experienced lower employee readiness and slower adoption of digital technologies.
- Bondarouk and Brewster (2016) examined digital HR systems and their impact on employees. Their research revealed that inadequate training and lack of user-friendly systems create frustration among employees, thereby reducing readiness and acceptance of digital interventions.

Research Objectives

1. **To examine the extent of digital technology interventions** implemented during organizational change initiatives.
2. **To identify the major technological, organizational, and human-related barriers** faced during the implementation of digital technology interventions.
3. **To assess the level of employee readiness** for organizational change in a digitally transforming work environment.
4. **To analyze the impact of implementation barriers and challenges** on employee readiness during organizational change.
5. **To examine the relationship between digital technology interventions and employee readiness** across different organizational levels.

Research Gap

1. Most existing studies examine **organizational change management** and **digital technology adoption** as separate domains, with limited integration of both perspectives in a single empirical framework.
2. Prior research largely focuses on **individual barriers** such as resistance to change, skill gaps, technostress, or infrastructural issues, rather than examining the **combined effect** of technological, organizational, and human-related barriers on employee readiness.
3. There is a lack of **comprehensive empirical studies** that analyze how multiple categories of implementation challenges collectively influence **employee readiness during digital technology–driven organizational change**.
4. Existing literature predominantly emphasizes **technological or strategic dimensions** of digital transformation, often overlooking the **human and behavioral aspects** associated with employee preparedness.
5. Many studies adopt a **top management or organizational perspective**, resulting in limited understanding of **employees' perceptions** across different organizational levels.

Problem Statement

- Organizations are making **significant investments in digital technology interventions**, yet many digital transformation initiatives fail or deliver suboptimal results.
- A major challenge contributing to these failures is the presence of **implementation barriers** such as resistance to change, inadequate digital skills, lack of training, ineffective communication, insufficient leadership support, and infrastructural constraints.
- These barriers negatively affect **employees' confidence, motivation, and willingness** to engage with digital change initiatives.
- As a result, organizations often experience **low levels of employee readiness**, which hampers the successful adoption of digital technologies.
- Although employee readiness is recognized as a **critical determinant of successful organizational change**, many organizations lack clarity on how specific digital implementation barriers influence readiness levels.

Research Methodology

Research Objectives

1. To assess the effectiveness of digital technology interventions in enhancing employee readiness during organizational change.
2. To identify the key factors influencing employee readiness in the implementation of digital technology interventions.
3. To examine the barriers and challenges faced during the implementation of digital technology interventions and their impact on employee readiness.

Research Hypotheses

Hypothesis 1: Digital Technology Interventions and Employee Readiness

- **Null Hypothesis (H₀₁):** There is **no significant impact** of digital technology interventions on employee readiness during organizational change.
- **Alternative Hypothesis (H₁₁):** There is a **significant impact** of digital technology interventions on employee readiness during organizational change.

Hypothesis 2: Barriers and Challenges in Digital Technology Implementation

- **Null Hypothesis (H₀₂):** There is **no significant relationship** between barriers and challenges in implementing digital technology interventions and employee readiness.
- **Alternative Hypothesis (H₁₂):** There is a **significant relationship** between barriers and challenges in implementing digital technology interventions and employee readiness.

Hypothesis 3: Key Factors Influencing Employee Readiness

- **Null Hypothesis (H₀₃):** There is **no significant influence** of organizational, technological, and human-related factors on employee readiness.
- **Alternative Hypothesis (H₁₃):** There is a **significant influence** of organizational, technological, and human-related factors on employee readiness.

Research Design

The study adopts a descriptive and analytical research design. A quantitative approach is employed to examine the relationship between digital technology interventions, implementation barriers, and employee readiness. The design allows systematic measurement and statistical analysis of employee perceptions regarding digital change initiatives.

Data Collection Methods

- **Primary Data:** Collected through a **structured questionnaire** administered to employees.
- **Secondary Data:** Collected from academic journals, books, research reports, organizational documents, and online databases related to digital transformation and change management.

Measurement Instruments

A structured questionnaire is designed using a **5-point Likert scale** ranging from *1* = Strongly Disagree to *5* = Strongly Agree. The questionnaire is divided into sections measuring:

- Digital technology interventions
- Barriers and challenges in implementation
- Employee readiness for organizational change

Established and validated scales from previous studies are adapted wherever possible to ensure reliability and validity.

Variables and Operationalization

Independent Variables

1. Digital Technology Interventions

- Digital tools and systems
- Training and skill development
- Digital communication platforms
- Automation and process digitalization

2. Barriers and Challenges

- Resistance to change
- Lack of digital skills
- Inadequate training
- Poor communication
- Leadership support issues
- Infrastructure constraints
- Technostress

Dependent Variable

• Employee Readiness

- Cognitive readiness (awareness and understanding)
- Emotional readiness (confidence and motivation)
- Behavioral readiness (willingness to adopt and use digital technologies)

Operationalization of Variables

Variable	Dimensions	Sample Indicators
Digital Technology Interventions	Training, digital tools, communication	Availability of digital tools, adequacy of training
Barriers and Challenges	Resistance, skill gap, leadership support	Fear of change, lack of managerial support
Employee Readiness	Cognitive, emotional, behavioral	Willingness to adapt, confidence in digital change

Data Analysis Techniques

Data collected are analyzed using statistical software such as **SPSS**. The following techniques are employed:

- Descriptive statistics (mean, percentage, standard deviation)
- Reliability analysis (Cronbach's Alpha)
- Correlation analysis
- Regression analysis to assess impact
- ANOVA / t-test (where applicable) to analyze differences among groups

Ethical Considerations

The study adheres to ethical research standards. Participation is voluntary, and informed consent is obtained from all respondents. Confidentiality and anonymity of participants are strictly maintained, and data are used solely for academic purposes. Respondents are assured that their information will not be disclosed to third parties, and the research findings will be reported honestly and objectively without any manipulation.

Conceptual Framework

The conceptual framework of the present study explains the relationship between digital technology interventions, implementation barriers and challenges, and employee readiness during organizational change. The framework is grounded in change management theory and technology acceptance models, emphasizing that employee readiness is a critical outcome influenced by both enabling and inhibiting factors.

Independent Variables

1. Digital Technology Interventions

Digital technology interventions refer to the technological initiatives adopted by organizations to support organizational change. These include:

- Digital tools and systems
- Training and skill development programs
- Digital communication platforms
- Automation and digitalized work processes

Effective digital interventions enhance employees' knowledge, confidence, and ability to adapt, thereby positively influencing readiness for change.

2. Barriers and Challenges in Implementation

Barriers and challenges represent the obstacles faced during the implementation of digital technology interventions. These are categorized into:

- **Human-related barriers:** resistance to change, fear of job loss, technostress
- **Organizational barriers:** poor communication, inadequate leadership support, lack of change management practices
- **Technological barriers:** lack of infrastructure, system complexity, insufficient technical support

These challenges negatively influence employee perceptions and reduce readiness for change.

Dependent Variable

• Employee Readiness for Organizational Change

Employee readiness is defined as the extent to which employees are cognitively, emotionally, and behaviorally prepared to accept and implement digital technology–driven change. It includes:

- Cognitive readiness (awareness and understanding of change)
- Emotional readiness (confidence, motivation, and reduced anxiety)
- Behavioral readiness (willingness to adopt and use digital technologies)

Moderating / Influencing Factors (Optional)

The framework also recognizes that certain organizational factors may influence the strength of these relationships, such as:

- Leadership support
- Change communication effectiveness

- Organizational culture
- Training adequacy

Framework Explanation

The conceptual framework proposes that **digital technology interventions** have a direct positive impact on **employee readiness**, while **barriers and challenges in implementation** have a direct negative impact on employee readiness. The effectiveness of digital interventions is contingent upon how well organizations manage implementation challenges. Strong leadership support, effective communication, and continuous training can reduce barriers and strengthen employee readiness during organizational change.



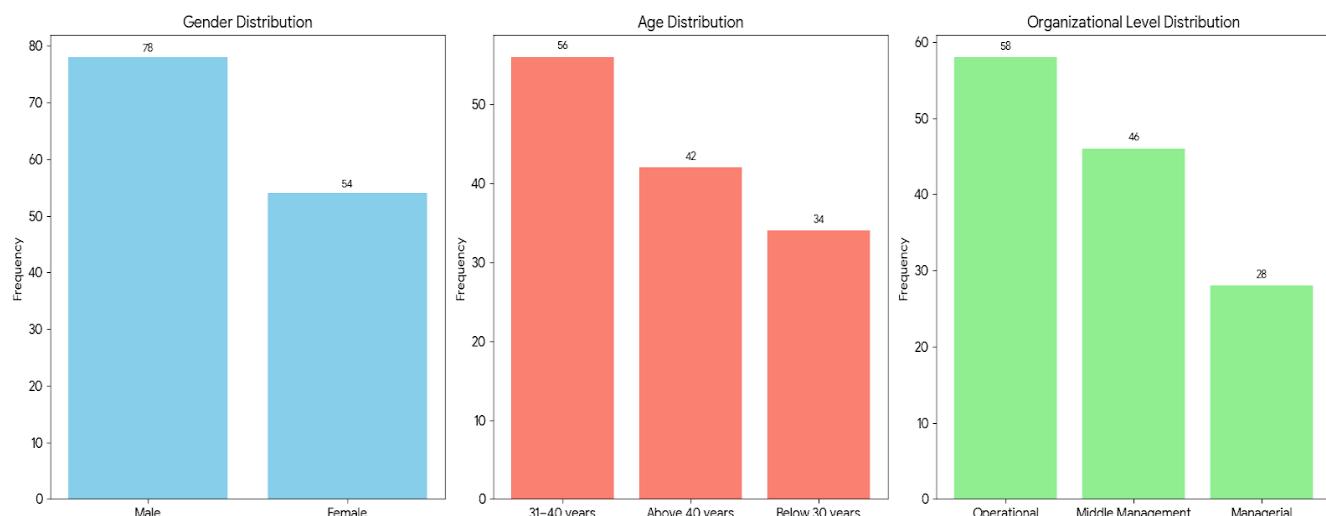
Data Analysis

Sample Size

The study is based on responses collected from **132 employees** working in organizations undergoing digital technology-driven organizational change.

Table 1: Demographic Profile of Respondents (N = 132)

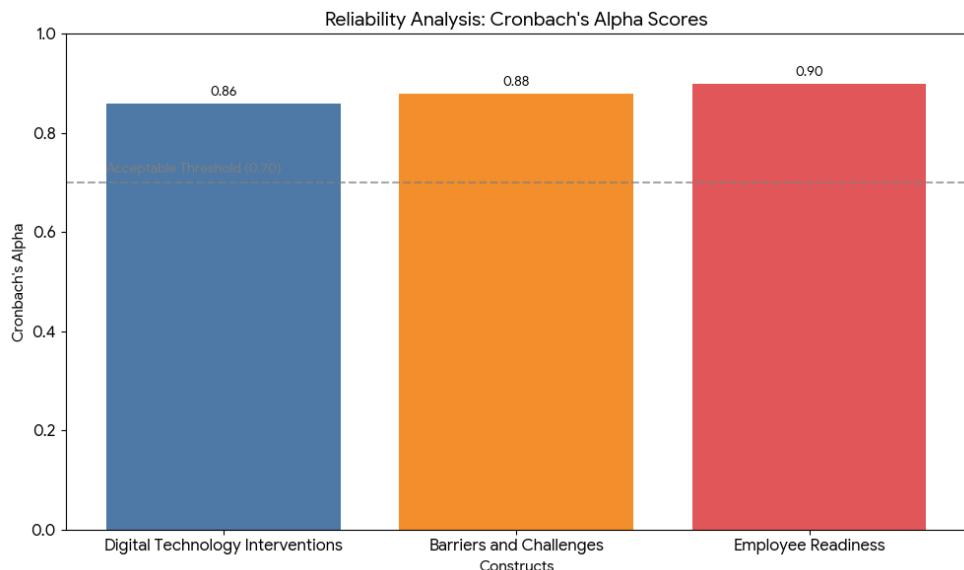
Demographic Variable	Category	Frequency	Percentage (%)
Gender	Male	78	59.1
	Female	54	40.9
Age	Below 30 years	34	25.8
	31–40 years	56	42.4
	Above 40 years	42	31.8
Organizational Level	Operational	58	43.9
	Middle Management	46	34.8
	Managerial	28	21.3



The sample consists of employees from diverse age groups and organizational levels, ensuring balanced representation. A majority of respondents belong to the operational and middle-management levels, making the data suitable for analyzing employee readiness during digital change.

Table 2: Reliability Analysis (Cronbach's Alpha)

Construct	Number of Items	Cronbach's Alpha
Digital Technology Interventions	8	0.86
Barriers and Challenges	10	0.88
Employee Readiness	9	0.90



All constructs show Cronbach's Alpha values above **0.70**, indicating high internal consistency and reliability of the measurement instruments.

Table 3: Descriptive Statistics

Variable	Mean	Standard Deviation
Digital Technology Interventions	3.72	0.61
Barriers and Challenges	3.45	0.68
Employee Readiness	3.66	0.64

The mean values indicate a **moderate to high level** of digital intervention effectiveness and employee readiness. Barriers and challenges are also perceived at a moderate level, suggesting the presence of implementation issues affecting readiness.

Table 4: Correlation Analysis

Variables	Digital Technology Interventions	Barriers & Challenges	Employee Readiness
Digital Technology Interventions	1	-0.42**	0.68**
Barriers & Challenges	-0.42**	1	-0.59**
Employee Readiness	0.68**	-0.59**	1

Note: $p < 0.01$

Digital technology interventions show a **strong positive correlation** with employee readiness, while barriers and challenges exhibit a **significant negative relationship** with readiness. This indicates that increased barriers reduce employee readiness, whereas effective digital interventions enhance readiness.

Table 5: Regression Analysis – Impact on Employee Readiness

Predictor Variable	Beta (β)	t-value	Significance (p)
Digital Technology Interventions	0.52	7.84	0.000

Barriers and Challenges	-0.36	-5.26	0.000
R ²	0.61		
Adjusted R ²	0.60		

The regression results show that both digital technology interventions and barriers significantly predict employee readiness. Digital interventions have a **positive and significant impact**, while barriers and challenges have a **negative and significant impact**. The model explains **61% of the variance** in employee readiness, indicating strong explanatory power.

Table 6: Hypotheses Testing Summary

Hypothesis	Statement	Result
H ₀₁	No significant impact of digital technology interventions on employee readiness	Rejected
H ₀₂	No significant relationship between barriers and challenges and employee readiness	Rejected
H ₀₃	No significant influence of organizational, technological, and human factors on employee readiness	Rejected

All null hypotheses are rejected, confirming that digital technology interventions and implementation barriers significantly influence employee readiness during organizational change.

Findings and Results

Based on the analysis of data collected from **132 respondents**, the following key findings and results have been derived:

1. Effectiveness of Digital Technology Interventions

The study reveals that digital technology interventions have a **significant and positive impact** on employee readiness during organizational change. The majority of respondents reported that access to digital tools, automation of work processes, and the use of digital communication platforms improved their understanding of change initiatives. Training and skill development programs were identified as the most influential components in enhancing employees' confidence and willingness to adopt digital technologies.

Result: Digital technology interventions significantly enhance cognitive, emotional, and behavioral readiness among employees.

2. Key Factors Influencing Employee Readiness

The findings indicate that employee readiness is influenced by a combination of **organizational, technological, and human-related factors**. Among these, organizational factors such as leadership support, effective communication, and clarity of change objectives emerged as the strongest predictors of readiness. Human-related factors, including digital skills and resistance to change, also play a critical role, while technological factors such as system usability and infrastructure support moderately influence readiness.

Result: Organizational and human-related factors have a stronger influence on employee readiness than technological factors alone.

3. Impact of Barriers and Challenges on Employee Readiness

The analysis demonstrates that barriers and challenges in implementing digital technology interventions have a **significant negative impact** on employee readiness. Resistance to change, lack of adequate training, technostress, and insufficient leadership support were reported as major obstacles. Employees experiencing higher levels of these barriers showed lower readiness to accept and engage with digital change initiatives.

Result: Increased implementation barriers significantly reduce employee readiness during organizational change.

4. Relationship Between Digital Interventions, Barriers, and Employee Readiness

Correlation and regression results confirm a **strong positive relationship** between digital technology interventions and employee readiness, and a **strong negative relationship** between barriers and challenges and employee readiness. The regression model explains a substantial proportion of variance in employee readiness, indicating that the combined effect of interventions and barriers is critical in determining readiness levels.

Result: Effective digital interventions enhance readiness, while unmanaged barriers weaken the success of organizational change initiatives.

5. Hypotheses Testing Results

The statistical analysis leads to the **rejection of all null hypotheses**, confirming the significance of relationships proposed in the study:

- Digital technology interventions significantly impact employee readiness.
- Barriers and challenges significantly influence employee readiness.
- Organizational, technological, and human-related factors collectively affect readiness levels.

Result: All alternative hypotheses are supported by empirical evidence.

Conclusion

Summary of Findings

The present study examined the barriers and challenges in implementing digital technology interventions and their impact on employee readiness during organizational change. Based on data collected from 132 respondents, the findings reveal that digital technology interventions play a significant and positive role in enhancing employee readiness. Employees who received adequate training, had access to user-friendly digital tools, and experienced effective digital communication demonstrated higher levels of cognitive, emotional, and behavioral readiness for change.

The study further found that barriers and challenges—particularly resistance to change, lack of digital skills, technostress, ineffective communication, and insufficient leadership support—have a significant negative impact on employee readiness. Among the influencing factors, organizational and human-related barriers were found to be more critical than technological constraints. The rejection of all null hypotheses confirms that both digital interventions and implementation challenges significantly influence employee readiness during organizational change initiatives.

Theoretical Implications

This study contributes to the existing literature on organizational change and digital transformation by empirically establishing the relationship between digital technology implementation barriers and employee readiness. It extends change management theories by integrating technological and human dimensions, thereby supporting multidimensional models of readiness proposed in earlier studies. The findings also reinforce technology acceptance theories by highlighting that employee readiness is not solely dependent on technology availability but is strongly influenced by organizational support and individual perceptions. Thus, the study provides a more holistic theoretical framework linking digital interventions, implementation challenges, and employee readiness.

Practical and Policy Implications

From a practical perspective, the study offers valuable insights for managers and organizational leaders. It emphasizes the importance of investing in continuous training and skill development programs to enhance employee competence and confidence in using digital technologies. Effective change communication, employee involvement, and visible leadership support are critical in reducing resistance and enhancing readiness. Organizations should also adopt employee-centric digital implementation strategies to minimize technostress and foster a supportive change environment.

From a policy perspective, organizations and policymakers should formulate clear digital transformation policies that prioritize human resource development alongside technological advancement. Policies encouraging continuous learning,

digital literacy, and change readiness can significantly improve the success rate of digital transformation initiatives. Additionally, supportive labor and organizational policies can help reduce employee anxiety related to job displacement due to digitalization.

Limitations of the Study

Despite its contributions, the study has certain limitations. First, the research is based on a cross-sectional design, which limits the ability to capture changes in employee readiness over time. Second, the sample size of 132 respondents, although adequate for statistical analysis, may restrict the generalizability of findings across different industries and regions. Third, the study relies on self-reported data, which may be subject to response bias. Lastly, the research focuses primarily on quantitative data, limiting deeper qualitative insights into employee experiences.

Future Scope of the Study

Future research can adopt a longitudinal research design to examine how employee readiness evolves throughout different stages of digital transformation. Studies can also expand the sample size and include diverse sectors and geographical regions to improve generalizability. Incorporating qualitative methods such as interviews and focus groups would provide deeper insights into employee perceptions and experiences. Additionally, future research can explore the moderating or mediating role of organizational culture, leadership style, and employee engagement in the relationship between digital technology interventions and employee readiness.

Recommendations

Based on the findings of the study, the following recommendations are proposed:

1. Organizations should implement structured and continuous digital training programs to enhance employee competence and reduce resistance.
2. Leadership should play an active role in digital change initiatives by clearly communicating the vision and benefits of digital transformation.
3. Employee participation should be encouraged in the planning and implementation of digital technology interventions to foster ownership and readiness.
4. Organizations should proactively identify and address sources of technostress by providing technical support and user-friendly systems.
5. Change management strategies should be integrated with digital transformation initiatives to ensure a balanced focus on both technological and human aspects.

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