

Change Order Management Factors in Building Projects in Northern Nigeria

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Abstract

A change is an amendment or addition with respect to the original plans, specification or other contract documents and vital factor in construction project management. A change order is an instruction from an employer approving a change. Construction projects in Nigeria have suffered deleteriously as a consequence of extensive change orders, which has manifested in cost and time overruns, disputes, arbitration, litigation and even the abandonment of projects and this negatively impacts on the efficiency of the Nigerian construction industry. This paper explores the extent change order management strategies correlate with overall building project in Nigeria. Thirty strategies for managing change order were identified through intensive literature search. Twenty-one factors peculiar to the Nigerian construction industry were used to develop a questionnaire. A total of 323 questionnaires were administered through stratified random sampling to respondents in the cities of Abuja, Kano and Bauchi. The study targeted construction Consultants namely Architects, Quantity Surveyors Building Engineers, Service Engineer (Electrical & Mechanical), Contractor and Building owners in three sub-study cities. The study recorded an overall response rate of 80.8 %. Using SPSS version 22, the questionnaire was subjected to reliability test. Statistical analysis was used using average index; spearman correlation coefficient; factor analysis and multiple regression were used to analysis data from survey questionnaire. The study reveals that change orders are better managed at the design stage and that clear and thorough project brief, better initial planning and thorough detailing of design are the three topmost management strategies. The study established that overall project success is impacted by change order management with a R^2 of 0.252, meaning that change order management at the design stage accounts for 25.2% of the variation in building project outcomes. The Spearman's (ρ) also shows strong agreement among respondents. The study concluded that proper adoption and use of project implementation phase principles by project sponsor, increased effort at the design stage of projects by project participant and allocation of adequate resources to project requirement will help minimize change orders in project delivery in Northern Nigeria.

Keywords: change order, cross-validation, management, Nigeria, project success

1. Introduction

A change is an amendment or addition in respect to the original plans, specification or other contract credentials. A change order is an instruction from an employer approving a change (Park, 2002). Change is a significant and vital factor in construction project management (Ibbs, Wong, & Kwak, 2001; Motowa, Anumba, Lee, & Pena-Mora, 2007) and it is a matter of practical reality, because construction project complexity makes it almost impossible to deliver a building project without changes in its plans or the construction method itself. Changes in construction projects are regular and are likely to occur from varied sources, by a range of causes, at any phase of a project and may have wide-ranging impact (Motowa et al., 2007). Construction projects in Nigeria have suffered deleteriously as a consequence of extensive change orders, which has manifested in cost and time overruns, disputes, arbitration, litigation and even the abandonment of projects. This has negatively impacts on the efficiency of the Nigerian Construction Industry (NCI) (Ade-Ojo & Babalola, 2013; Aibinu & Jagboro, 2002). These amongst other factors have made the NCI unable to address the huge shortfall of basic amenities, essential public infrastructure, and population pressure on the urban centre's resulting in 60% of urban inhabitants lacking housing (Dahiru & Mohammed, 2012). Oladapo (2007) and Sunday (2010) believes that change orders are

responsible for cost overruns of between 25-78% and time overruns of between 27-68% of projects. As a result of the important role this industry plays in a nation's economy, it is very important to maintain successful delivery of construction project in Nigeria. Effective management of change orders to avoid failed projects could help in this regard. Although, many studies related to managing change orders have been conducted in other countries (Sun et al., 2006; Motowa et al., 2007) little or no research was found that illustrate to what extent change order management strategies contributes to building project outcome. This paper therefore explore extent to which change order management strategies correlate with overall building project success.

1.1 Objective

- (i) To evaluate management strategies that can significantly curtail change order in building project; and
- (ii) To establish the relationship between change order management strategies and building project success.

2. Research Background

Change order is unavoidable in construction projects because of the multifarious nature of building projects. Oloo, Munala and Githae (2014) asserted that change orders are common to all types of projects and therefore play a fundamental role in determining final project cost and time. According to Pourrostam and Ismail (2011) the reason for failure by contractor to complete projects within budgeted time are because of change orders. Erdogan, Anumba, Bouchlaghem and Nielsen (2005) pointed out that changes will never disappear, therefore the best alternative is to manage them to prevent negative consequences. Ibbs et al., (2001) on their part concluded "that the litmus test for successful management should not be whether project was free of change orders, but rather, if change orders were resolved in a timely manner to the benefit of all the parties and the project".

2.1 Change Order Management Factors

A change order is intricate information transfer that has to be dealt with carefully, otherwise dispute related to cost and time of work may occur between client and contractor. " Change order is complex because it involves all construction team, together with a huge amount of information that either has to be ask for, sent, checked, corrected, permitted, classified conveyed or submitted, among other things" (Charoenngam, Coquinco, & Hadikusumo, 2003). Owing to this complexity, methods to manage change orders have been proposed in research studies (Ibbs, et.al., 2001; Mokhtar, Bedard, & Fazio, 2000). Table 1 shows the tabulation of 30 management strategies identified in literature. Twenty - one strategies found to be peculiar to the Nigerian Construction Industry were regrouped under two categories: Design and Construction stage. These grouping helped in developing an all-embracing enumeration of management strategies for change orders. These strategies formed the basis for the questionnaire survey (Table 3).

Table 1. Management strategies for change orders

S/N	Management strategies	Identified Author(s)
1	Review of contract documents	CII, (1994a)
2	Freeze design	CII, (1990a)
3	Value engineering at conceptual phase	Dell'Isola, (1982)
4	Involve professionals at initial stages of project	O'Brien, (1998); Arain et al., (2004)
5	Involve owner at planning and design phase	Fisk, (1997)
6	Involve contractor at planning and scheduling process	Arain et al., (2004)
7	detail the design	O'Brien, (1998)
8	Have a clear and thorough project brief	O'Brien, (1998)
9	Reduce contingency sum	Arain & Pheng, (2005)
10	Clarify change order procedure	Mokhtar et al., (2000); Ibbs et al., (2001)
11	Have written approvals	CII, (1990a); Hester et al., (1991); Cox, (1997)
12	Change order scope	CII, (1994b); Ibbs et al., (2001)
13	Change logic and justification	Ibbs et al., (2001)
14	Get a project manager from an independent firm to manage the project	Arain et al., (2004)
15	Restrict pre-qualification system for awarding projects	Chan & Yeong, (1995); Fisk, (1997)
16	Involve owner in the construction phase	Ibbs et al., (2001)

17	Avoid use of open tendering	Chan & Yeong, (1995)
18	Use project scheduling/ management techniques	Hester et al., (1991); Clough & Sears, (1994); Mokhtar et al., (2000)
19	Comprehensively document change order	Cox, (1997); O'Brien, (1998); Fisk, (1997)
20	Promptly approval procedure	Fisk, (1997)
21	Negotiate change order	Clough & Sears, (1994); Cushman & Butler, (1994)
22	Value indirect effects	Ibbs et al., (2001); Fisk, (1997)
23	Ensure team effort by owner, consultant and contractor to control change orders	CII, (1994a); Assaf et al., (1995)
24	Utilize work breakdown structure	Hester et al., (1991); Mokhtar et al., (2000)
25	Ensure continuous coordination and direct communication	Assaf et al., (1995)
26	Control the potential for change orders arising from contractual clauses	CII, (1990a); Cox, (1997)
27	Ensure comprehensive site investigation	Assaf et al., (1995); Fisk, (1997)
28	Use collected and organized project data compiled by owner, consultant and contractor	CII, (1994a); Fisk, (1997)
29	Ensures knowledge base of previous similar projects	CII, (1994b); Miresco & Pomerol, (1995);
30	Comprehensively analyse and promptly decide using a computerized knowledge-based decision support system.	Miresco & Pomerol, 1995); Ibbs et al., (2001)

Source: (Arain & Pheng, 2006)

2.2 Project Success Criteria

Project success has been measured in diverse ways over the past two and half decades. However, appraisal was determined mainly by meeting three decisive factors of time, cost and quality (Atkinson, 1999). However, many researchers have disagreed with these criteria as the only way to measure outcome, since project outcomes are more complex because their characteristics vary from project to project. According to Shenhar et al., (1997) cited in Al-tmeeny, Abdul-Rahman & Haron (2010) although time, cost and quality are handy measures, they have been disapproved for not really being one homogenous measurement. These shortcomings of the conventional way of measuring success led to additional success measures proposed such as: satisfaction of interpersonal relation with project team members, client's satisfaction, fitness of purpose, profitability, and project goals (Frodell, 2008; Lim & Mohammed, 1999; Pinto & Pinto, 1991; Pocock, Hyun, Lim, & Kim, 1996). This paper considered only cost and time as measures of project success because they are the objective measures mostly referred to in the Nigerian construction industry. Other measures were included as dummy variable to ascertain this measures. These factors form part of the questionnaire for the survey as shown in Table 2.

Table 2. Success criteria

S/N	Success Criteria
1	Project completed within budget prescribed at project outset
2	Safety and environment
3	Project completed within time according to schedule determine at project outset
4	Project outcome(product,system,service etc) met all technical specified requirement
5	Environmental Impact Assessment (EIA) score
6	Projects meets stakeholders satisfaction
7	Satisfaction of interpersonal relations with project team member
8	Comprehensive Contract documentation
9	Profitability
10	Projects outcome was used for it intended purpose.
11	Projects adherence to quality based on baselines goals ,target and expectations

Source: Kyllindri, Blanas, Henriksen & Stoyan (2012)

3. Research Methodology

An extensive literature review was done, a number of management strategies and building success indicators were extracted. Those factors found to be very relevant to Nigeria were used to form the basis of the questionnaire. A structured questionnaire of 32 factors organised in 5-point Likert scale was developed and employed to elicit information from respondents on: demographic profiles, management strategies and project success criteria. Each respondent was asked to rate each factor based on their professional judgement. The level of severity was then assessed and ranked according to their responses. The study targeted construction Consultants namely Architects, Quantity Surveyors Building Engineers, Service Engineer (Electrical & Mechanical), Building contractor who are involved in construction and Owners (comprising government agency and individuals) in three sub - study cities in the Northern geo-political region of Nigeria. A total of 323 questionnaires were evenly administered through stratified random sampling to respondents in the cities of Abuja, Kano and Bauchi. These cities have the highest concentration of construction activities in northern Nigeria (Ameh & Odusami, 2010, Usman, Inuwa, Iro, & Dantong, 2012) and are located in the three geo-political regions of Northern Nigeria respectively. The descriptive data of respondent indicate that Architects constitute (13%), Quantity Surveyor (18.58%), Building Engineer (15.79%), Building Service Engineers (18.89) Building Contractor (17.76%) and Building Owners (15.79%). The respondent were experienced (with average of 10 years in the construction industry). The study recorded an overall response rate of 80.8 %. This rate is comparable to other studies in the Nigerian construction industry of 83% (Ade-ojo & Babalola 2012; Ubani, Nwachukwu & Nwokonkwo, 2012). The reliability and consistency of the questionnaire construct was measured using Cronbach's alpha and it showed that items in change order management factor and project success factors is 0.78 and 0.83 respectively. According to Ogwueleka (2011), alpha greater than 0.7 implies the instrument is acceptable. According to the above results, it signifies high reliability and consistency of the instrument.

Analyses were aimed at establishing the importance of management strategies and their relationship with building project success. Four statistical tools were used. They are Average index; Spearman rank correlation (ρ); Factor analysis and multiple regressions analysis of data from the survey questionnaires. Average Index (AI) was used to establish the relative importance of change management strategies. The formula used is:

$$AI = \frac{\sum X_1 + X_2 + X_3 + X_4 + X_5}{N} \quad (1)$$

For assessing the effectiveness of the management strategies, scale was modified as:

X_1 = Number of respondent for poor factor

X_2 = Number of respondent for fair factor

X_3 = Number of respondent for good factor

X_4 = Number of respondent for very good factor

X_5 = Number of respondent for excellent factor

N = Number of respondents

To determine whether there is degree of agreement among the three groups of respondents with respect to their ranking of the factors, Spearman's correlation coefficient was used. The Spearman correlation coefficient says that the degree of agreement on a zero to one scale is:

$$\rho = 1 - \frac{6 \sum d_i^2}{n(n^2 - 1)} \quad (2)$$

In order to know whether there is disagreement or agreement between the three groups on ranking the factors, a test hypothesis was needed.

Null hypothesis: There is no agreement on strategies used in managing change orders in building projects.

Alternative hypothesis: There is agreement on strategies used in managing change orders in building projects.

Factor analysis in this paper was used to uncover patterns by exploring the dataset. It was conducted using a two stage process: factor extraction and factor rotation. Factor extraction is to determine the factors using Principal Component Analysis (PCA), whereas factor rotation is to make the factor more interpretable. Other tests were to determine the appropriateness of factor for analysis and extraction. Kaiser -Meyer - Olkin (KMO) measure sampling adequacy and Bartlett test of Sphericity was used to test the presence of correlation among the variables. Multiple regression was used to explore the relationship between the independent variables to the dependent variable. In this paper, the independent variable are change order management strategies at design and construction stages. The model dependent variable is building success.

3.1 Results

3.1.1 Ranking of Management Strategies and Success Factors

The management strategies and success factors were analyzed and ranked according to respondents' responses based on arithmetic mean value and standard deviation. Table 3 shows the combined ranking of respondents in management strategies of change orders.

Table 3. Management strategies of change orders

S/N	Management Factors	Group		
		Mean	Std Dev	Rank
DESIGN STAGE (DS)				
1	Clear and thorough project brief	4.3758	0.7962	1
2	Better initial planning	4.3489	0.7135	2
3	Thorough detailing of design	4.2741	0.7903	3
4	Involvement of relevant professionals at initial stages of project	4.1776	0.8457	4
5	Awarding the tender to the right contractor	4.1739	0.9073	5
6	Standardization of procedure for projects from the start of the project until completion and close out	4.1118	0.8240	6
7	Allocation of sufficient time for design development	4.0311	0.8197	9
8	Comprehensive site investigation	3.9656	0.8899	10
9	Application of Value Engineering at Conceptual phase	3.7278	0.8778	14
10	Reducing contingency Sum	3.0438	1.1217	18
11	Award contract on fixed sum basis	3.0155	1.1451	19
CONSTRUCTION STAGE (CS)				
1	Team effort by owner; consultant and contractor to control variation orders	4.0870	0.8308	7
2	Comprehensive documentation of variations orders	4.0373	0.8715	8
3	Continuous coordination and direct communication	3.9377	0.9164	11
4	Prompt approval procedure	3.8847	0.8417	12
5	Clarity of change order procedure	3.8365	0.8283	13
6	Appointment of independent professional to manage the project	3.6770	0.9144	15
7	Use of shared database (change management system)	3.6273	0.9226	16
8	Utilize work breakdown structure(WBS)	3.4748	1.0098	17
9	Avoiding the use of open tendering	2.9841	1.1605	20
10	Avoiding the use of Nominated sub- contractors	2.9283	1.0655	21

Source: Field Survey (2014)

Table 3 shows the descriptive statistical analysis of the combined weighted means of the respondent, level of significant of management strategies during design stage ranges between 4.38 - 3.02. This shows all identified factors are significant to controlling change orders. This finding indicates that the design stage was considered as the most important time-line for executing the most effective controls for change orders because the first five management strategies appeared under the design phase. A possible explanation for this is that changes during design phase do not require any rework or pulling down because no site work is involved. This finding aligns with those of Arain and Pheng (2007) and Motowa (2005) that change orders are better controlled at the design level.

Table 4 also shows descriptive statistical analysis of respondents' views on success criteria. The outcome reveals that the two most ranked success criteria are: project completion within budget with mean value of (4.34) and project completion within time with mean value (4.23). This finding collaborate those of Atkinson (1999) and Chan (2000) that identified cost ,time and quality as key performance indicators of project success in their studies.

Table 4. Ranks of success criteria

S/N	Success Criteria	Group		
		Mean	Std Dev	Rank
1	Project completed within budget prescribed at project outset	4.3437	0.7976	1
3	Project completed within time according to schedule determine at project outset	4.2384	0.8240	2
4	Project outcome(product,system,service etc) met all technical specified requirement	4.2243	0.7942	3
11	Projects adherence to quality based on baselines goals ,target and expectations	4.1858	0.7779	4
10	Projects outcome was used for it intended purpose.	4.0774	0.8057	5
6	Projects meets stakeholders satisfaction	4.0093	0.8358	6
2	Safety and environment	3.9410	0.9793	7
8	Comprehensive Contract documentation	3.9164	0.9567	8
7	Satisfaction of interpersonal relations with project team member	3.8947	0.8712	9
9	Profitability	3.7391	0.9341	10
5	Environmental Impact Assessment (EIA) score	3.6192	0.9327	11

Source: Field Survey (2014)

3.2 Level of Agreement among Respondents

To determine whether there is degree of agreement among the three groups of respondents with respect to their views of the change order management factor, Spearman rank correlation coefficient was used.

Table 5. Spearman's rank correlation coefficient - management factor

Respondents	Professional	Contractors	Owners
Professional	1	0.953	0.892
Contractors		1	0.889
Owners			1

Correlation is significant at the 0.1 level (2-tailed)

Table 5 indicated strong agreement amongst respondents in the ranking of the management strategies. This finding suggests the rejection of the null hypothesis H_0 and alternative hypothesis accepted. Therefore, it can be concluded that there is a significant degree of agreement between the groups of respondent. Next the variables were assessed for their suitability of the factor analysis application. These variables were subdivided into two groups under design phase (11 variables) and construction phase (10 variables) Table 6 and 7 shows that Kaiser-Meyer- Oklin (KMO) value was 0.737 and 0.70 for design and construction item respectively, exceeding the recommended value of 0.5 (Field, 2009) an indication of factorability of the variables.

Table 6. KMO and Bartlett's test for design items

Kaiser-Meyer-Olkin Measure of Sampling Adequacy.	.737
Approx. Chi-Square	608.257
Bartlett's Test of Sphericity	df
	55
	Sig.
	.000

Table 7. KMO and Bartlett's test for construction items

Kaiser-Meyer-Olkin Measure of Sampling Adequacy.	.700
Approx. Chi-Square	465.309
Bartlett's Test of Sphericity	df
	45
	Sig.
	.000

The Bartlett's test of sphericity (55) = 608.257, $p < 0.001$ and Bartlett's test of sphericity (45) = 465.309, $p < 0.001$ for design and construction item respectively. This KMO value verifies the sampling adequacy for the analysis and the Bartlett's test of sphericity. The results of these confirm that the sample data were suitable for factor analysis.

Factor analysis was then carried out to examine the relation between observed and latent variable (s). The eigenvalues criterion stated that each component explained at least one variable's worth of the variability and for that reason component with eigenvalues greater than 1 should be taken. This analysis yielded three components with eigenvalues bigger than 1, accounting for 52.111% of the total variance in the 11 management strategies at the design phase and three components with eigenvalues bigger than 1, accounting for 52.313% of the total variance in the 10 management strategies at the construction phase. (Table 8 and 9).

Table 8. Total variance explained for design variables

Component	Initial Eigenvalues			Extraction Sums of Squared Loadings		
	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	3.013	27.392	27.392	3.013	27.392	27.392
2	1.630	14.820	42.212	1.630	14.820	42.212
3	1.089	9.899	52.111	1.089	9.899	52.111
4	.970	8.822	60.933			
5	.868	7.892	68.825			
6	.762	6.925	75.749			
7	.675	6.140	81.890			
8	.567	5.156	87.046			
9	.508	4.619	91.664			
10	.500	4.549	96.214			
11	.417	3.786	100.000			

Extraction Method: Principal Component Analysis.

Table 9. Total variance explained for construction variables

Component	Initial Eigenvalues			Extraction Sums of Squared Loadings		
	Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	2.642	26.419	26.419	2.642	26.419	26.419
2	1.589	15.893	42.312	1.589	15.893	42.312
3	1.000	10.001	52.313	1.000	10.001	52.313
4	.941	9.415	61.727			
5	.906	9.065	70.792			
6	.772	7.723	78.515			
7	.650	6.501	85.016			
8	.590	5.897	90.913			
9	.479	4.787	95.700			
10	.430	4.300	100.000			

Extraction Method: Principal Component Analysis.

The three component solution explained a sum of the variance with component contributing 27.392%; component 2 contributing 14.820% and component 3 contributing 9.899% for variable at design phase. While the three component solution explained a sum of the variance with component contributing 26.419%; component 2 contributing 15.893% and component 3 contributing 10.001% for variable at construction phase. However, an assessment of the Scree-plots (Figure 1 and Figure 2) showed the points of inflexion occurring on the third data point (factor); justifying retaining 2 components each.

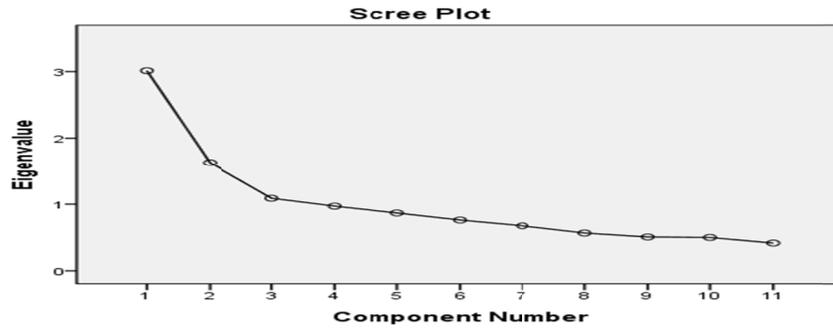


Figure 1. Scree plot for design variables

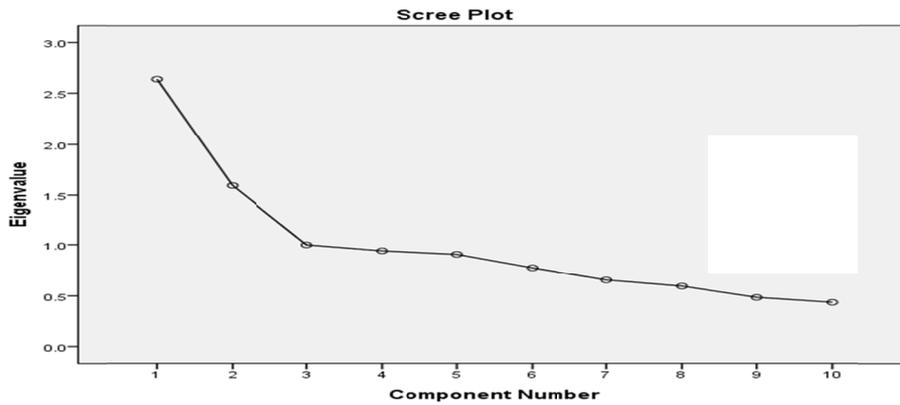


Figure 2. Scree plot for construction variables

Tables 10 and 11 show the outcome of the two factor solution. The two factor solution explained a total 42.21 percent of the variance and component 1 contributing 27.37 percent of the variance and component 2 contributing 14.84 percent for variables at design phase and the two factor solution explained a total 42.31 percent of the variance and component 1 contributing 23.09 percent of the variance and component 2 contributing 19.22 percent for variables at construction phase.

Table 10. Total variance explained by factors-design variable

Component	Initial Eigenvalues			Extraction Sums of Squared Loadings			Rotation Sums of Squared Loadings		
	Total % of Variance	Cumulative %		Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	3.013	27.392	27.392	3.013	27.392	27.392	3.010	27.368	27.368
2	1.630	14.820	42.212	1.630	14.820	42.212	1.633	14.844	42.212
3	1.089	9.899	52.111						
4	.970	8.822	60.933						
5	.868	7.892	68.825						
6	.762	6.925	75.749						
7	.675	6.140	81.890						
8	.567	5.156	87.046						
9	.508	4.619	91.664						
10	.500	4.549	96.214						
11	.417	3.786	100.000						

Extraction Method: Principal Component Analysis.

Table 11. Total variance explained by factors - construction variable

Component	Initial Eigenvalues			Extraction Sums of Squared Loadings			Rotation Sums of Squared Loadings		
	Total % of Variance	Cumulative %		Total	% of Variance	Cumulative %	Total	% of Variance	Cumulative %
1	2.642	26.419	26.419	2.642	26.419	26.419	2.309	23.090	23.090
2	1.589	15.893	42.312	1.589	15.893	42.312	1.922	19.222	42.312
3	1.000	10.001	52.313						
4	.941	9.415	61.727						
5	.906	9.065	70.792						
6	.772	7.723	78.515						
7	.650	6.501	85.016						
8	.590	5.897	90.913						
9	.479	4.787	95.700						
10	.430	4.300	100.000						

Extraction Method: Principal Component Analysis.

For better interpretation of these two components, Varimax rotation was performed, suppressing loading less than 0.4 this cut-off point is appropriate for interpretative purposes (Steven, 2002 cited in Field, 2009). Varimax rotation solution is present in Table 12 and 13 revealed the existence of simple structure with components showing a number of strong loadings, and variable loading substantially on two components.

Table 12. Varimax rotation of two factor solution for design variables

	Component	
	1	2
Award tender to right Contractor	.665	
Sufficient Time	.662	
Involvement of relevant Professional	.660	
Standardization of Procedure	.613	
Detailed of Design	.563	
Value Engineering	.514	.402
Initial Planning	.513	
Project brief	.510	
Site Investigation	.457	
Contingency Sum		.786
Award contact on fixed sum basis		.741

Note. (i) Only loading above 0.4 are displayed;

(ii) Value Engineering is a complex variable (i.e., an item that is in a the situation of crossloading)

Table 13. Varimax rotation of two factor solution for construction variables

	Component	
	1	2
Continuous coordination	.724	
CO Procedure	.664	
Team Effort	.634	
Prompt approval procedure	.603	
Documentation of CO	.575	
Shared Database	.429	
Nominated Sub-Contractor		.822
Open tendering		.775
Work Breakdown Structure		.548
Independent Professional Mgr		

Note. Only loading above 0.4 are displayed

In order to establish the model of the relationship between management strategies and building outcome multiple regressions were performed using management at design stage and management at construction stage as independent variables with building outcome as the dependent variable. Prior to performing the multiple regression analysis a multicollinearity of independent and dependent variable was checked. Multicollinearity is the correlation between the variables in the model. According to Pallant (2001) a correlation relationship > 0.3 and 0.7 is preferred.

Table 14. Correlations between independent and dependent variables

		Building Outcome	Management at Design	Management at Construction
Pearson Correlation	Building Outcome	1.000	.504	.444
	management at Design	.504	1.000	.697
	management at Construction	.444	.697	1.000
Sig. (1-tailed)	Building Outcome	.	.000	.000
	management at Design	.000	.	.000
	management at Construction	.000	.000	.
N	Building Outcome	323	323	323
	management at Design	323	323	323
	management at Construction	323	323	323

In Table 14 the correlation values of 0.504 and 0.444 were recorded for management at design and construction stage respectively. The result of these test show that all factors were appropriate for regression analysis.

The model Summary tells us whether the model is successful in predicting building project outcome (Table 15). Since the regression was hierarchical method; each set of summary statistics was repeated for each stage in the hierarchy. In the column regarded as R are the values of the multiple correlation coefficients between predictors and the outcome. The column characterized as R^2 is a measure of how much of the changeability in the outcome is accounted for by the predictor. For the first model its value is .252 which means that change order management at the design stage accounts for 25.2% of the variation in building project outcomes. However when the other predictor (change order management at the construction stage) was included (Model 2) the value increased to .271 or 27.1% of the variation in building project outcome and it was not significant with p-value > .005. This result suggests that it is not be appropriate to include all independent variable (management at construction stage) in the regression model.

Table 15. Model summary

Model Summary ^c										
Model	R	R Square	Adjusted R Square	Std. Error of the Estimate	Change Statistics					Durbin-Watson
					R Square Change	F Change	df1	df2	Sig. F Change	
1	.504 ^a	.254	.252	.633	.254	109.402	1	321	.000	
2	.520 ^b	.271	.266	.627	.017	7.277	1	320	.007	1.749

a. Predictors: (Constant), management at Design

b. Predictors: (Constant), management at Design, management at Construction

c. Dependent Variable: Building Outcome

The Anova table (Table 16) result tells us whether the model is significantly better at predicting the outcome. That is if enhancement due to fitting regression model is much larger than the imprecision within the model then the value of F will be greater than 1. For the first model F-ratio is 109.402, which is very doubtful to have happened by chance ($p < .001$). The second model the value of F is less (59.405), which is also highly significant ($p < .001$). This result indicates that though the initial model has the ability to predict the outcome variable, but the addition of the extra predictor decreases it ability. This finding confirms the results in Table 15.

Table 16. Model ANOVA

	Model	Sum of Squares	df	Mean Square	F	Sig.
1	Regression	43.849	1	43.849	109.402	.000 ^b
	Residual	128.658	321	.401		
	Total	172.506	322			
2	Regression	46.709	2	23.355	59.409	.000 ^c
	Residual	125.797	320	.393		
	Total	172.506	322			

a. Dependent Variable: Building Outcome

b. Predictors: (Constant), management at Design

c. Predictors: (Constant), management at Design, management at Construction

Table 17 shows the model parameters for both steps in the hierarchy. The first column of the table gives the estimates for b-values, which indicate the individual input of each predictor to the model. In this study the b-values is positive meaning there is positive relationship between the predictors and outcome variable.

Table 17. Model parameter coefficients

	Model	Unstandardized Coefficients		Standardized Coefficients	t	Sig.	Collinearity Statistics	
		B	Std. Error	Beta			Tolerance	VIF
1	(Constant)	1.126	.290		3.883	.000		
	management at Design	.771	.074	.504	10.460	.000	1.000	1.000
	(Constant)	.967	.293		3.300	.001		
2	management at Design	.580	.102	.379	5.699	.000	.515	1.942
	management at Construction	.250	.093	.179	2.698	.007	.515	1.942

a. Dependent Variable: Building Outcome

It can also be seen in the second model that p value of .007 > .005 making it not significant. This finding indicates that change order management at the construction stage should not be included as a predictor variable in the regression model.

The basic equation of multiple regressions is:

$$\text{Outcome}_i = (\text{model}) + \text{error}_i$$

It is essentially the same for simple regression except that for every additional predictor included. In this study two predictor variables are used therefore the will be:

$$Y_i = b_0 + b_1 (X_{i1}) + b_2 (X_{i2}) + \varepsilon_i \quad (3)$$

Where:

Y_i = the outcome variable

b_0 = the intercept (constant)

b_1, b_2 individual contribution of each predictor to the model

X_{i1} = management strategies at design stage

X_{i2} = management strategies at construction stage

It is important to note that since the second predictor in this study is not significant the equation becomes:

$$Y_i = b_0 + b_1 (X_{i1}) + \varepsilon_i \quad (4)$$

Replacing the variable value as given in Table 17:

$$\text{Outcome} = 1.13 + 0.77 (X_{i1}) + \varepsilon_i \quad (5)$$

This finding indicate that as change order management effort increases by one (1) unit, building outcome

increases by 0.77 units.

The final step was assessing the accuracy of a model across different samples; known as cross validation. If a model can be generalized, then the model must be capable of precisely predicting the same outcome from the same sets of predictor in a different group of respondents. Cross validation of this model was achieved using Stein's equation (Stevens, 2002 cited in Field, 2009). Stein equation is given by:

$$\text{Adjusted } R^2 = 1 - \left[\left(\frac{n-1}{n-k-1} \right) \left(\frac{n-2}{n-k-2} \right) \left(\frac{n+1}{n} \right) \right] (1 - R^2) \quad (6)$$

Where

n = sample size;

K = number of predictors

By replacing n with the sample size (323) and k with the number of predictors (2)

$$\text{Adjusted } R^2 = 1 - \left[\left(\frac{323-1}{323-1-1} \right) \left(\frac{323-2}{323-2-2} \right) \left(\frac{323+1}{323} \right) \right] (1 - 0.252) \quad (7)$$

$$\text{Adjusted } R^2 = 1 - (1.0) (1.01) (1.00) 0.748$$

$$= 1 - 0.755$$

$$= 0.245$$

This value is very comparable to the observed value R^2 (0.252). This finding indicates that the cross –validity of the model is very good and thus can be used to generalise.

5. Discussion

Clear and thorough project brief is the first most important change order management strategy for building projects in northern Nigeria. The findings seems to suggest that project briefing by Nigeria clients are inadequate and that project teams allow clients to leave their briefing decision unresolved until the very late stages of projects. Clear and thorough project brief helps in clarifying the project objective to all project participants. This minimizes design error and non-compliance with the owner's requirements. Better initial planning came second among the three top-most important change order management strategies in building projects in northern Nigeria. This finding implies that project planning is not properly carried out in the Nigeria construction industry, and this could be a pointer to the fact that most errors found in contract documents result from inadequate planning. The finding also supports findings that project implementation is not correctly executed in most building projects in Nigeria.

Thorough detailing of drawing design was ranked the third most important change order management strategy in building projects in northern Nigeria where most contracts are based on drawings and specification. A well-detailed design is readily understood by construction professionals. This assists in identifying the errors, omissions and ambiguities in design at an early stage and helps avoid claims and disputes. This finding suggests that clients should allow sufficient time for designers to design, and also develop contract documents. This finding supports other researches, that building project in Nigeria are often hurriedly started without proper planning and as a result design consultants are put under pressure to deliver design drawings in order to meet up with deliver dates and in most led to lapses in design detailing. A possible explanation for this finding is that changes during design phase do not require any rework or demolition because no site work is involved.

The multiple regression model has established the relationship between outcome and change order management strategies. The model in this study has provided empirical support that management strategies at design stage contribute most to the control of change order in building projects in northern Nigeria.

6. Conclusion

This paper was conducted to identify management strategies for building project and their relative importance and (ii) to determine the relationship between change order management strategies and building project success, by examining the perception of 323 respondents with different work experience and background in the Nigerian construction industry.

The findings show consensus of opinion among the respondents on change order management strategies.

Furthermore, the study found that change order management is 25.2% correlated with project success, but also shows quite clearly that 74.8% of project success cannot be explained by change order management. Based on the finding of this study the following recommendation are envisaged to help minimize change orders in project

delivery in Northern Nigeria

- (i) Project sponsor need to properly adopt and use project implementation phase principles
- (ii) Increased effort at the design stages of projects.
- (iii) Allocation of adequate resources to project requirement
- (iv) Adhere to budgeting provisions

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