Creativity Is Not Innovation (But You Need Both)

Creativity and innovation are two related but separate notions, and each is required for workplace success. Here's the difference, and how you can inspire both.

- Creativity doesn't lead to company inventions and growth, innovation does. However, innovation doesn't happen without creative people on board.
- Generating creativity means allowing people to think outside the box and go against the norm sometimes.
- If you let bureaucracy stop creativity, innovation will be the victim in your company, letting your competitors move ahead with new market share growth.

"Creativity" and "innovation" are two words that are constantly thrown around in brainstorming sessions, corporate meetings and company mission statements. There's no question that these values are highly prized in the fast-paced modern workplace, but do leaders who use the terms truly know the difference between them?

What is creativity?

That most human of qualities, creativity evidences itself in our ability to solve challenges or problems with novel solutions ideas. Shawn Hunter, author of Out Think: How Innovative Leaders Drive Exceptional Outcomes (Wiley, 2013), defines creativity as "the capability or act of conceiving something original or unusual."

The key factor is that creativity remains a great idea alone, not reality yet. Interestingly, creativity is very specific to people; animals have no way to communicate complex ideas, and much of what they do transfer is assumed by instinct or by example.

Types of creativity

Arne Dietrich, Associate Professor of Psychology and Chair of the Department of Social and Behavioral Sciences at the American University of Beirut, Lebanon, conducted research into creativity that segments it into four types: deliberate and emotional, deliberate and cognitive, spontaneous and emotional and spontaneous and cognitive.

People can experience each of the four types of creativity. Especially true for knowledge workers like researchers, lawyers or doctors, deliberate and cognitive creativity may manifest while on the job, but spontaneous and emotional creativity may show itself during an artistic pursuit.

Deliberate and cognitive creativities use focused attention and formed connections between information stored in the brain and rely on the prefrontal cortex, while emotional and spontaneous creativities stem from the amygdala.

What is innovation?

Hunter weighs in with his own definition of this also: "Innovation is the implementation or creation of something new that has realized value to others." Innovation is realized most vividly in the form of a tool, physical benefit, or aid that solves a problem or creates an advantage. These tools are not limited to humans – for example, according to the Science Times, birds and monkeys use sticks to pull food out of tight locations. So, innovation is far more possible for different species under different conditions and environments.

Types of innovation

Doblin, a global innovation firm that helps leading organizations find human-centered solutions to business problems, created the Ten Types of Innovation Framework as a way to identify transformational opportunities, specifically in business. Based on research of over 2000 successful innovations, Doblin outlined three broad categories: business model, product and marketing.

- Business model: Internally focused, these configuration innovations analyze how an organization operates and creates revenue. These can be higher-risk as they sometimes change fundamental decisions on which businesses are built. Business model innovations are best pursued when owners and operators identify oversaturated markets, low customer satisfaction or outdated technology.
- **Product:** Nearly always tangible, product innovations make existing material goods better in some way or are the creation of an entirely new product. It's the most common form of innovation; famous examples include smartphones, fidget spinners, wireless headphones or foot-massaging insoles.
- Marketing: Marketing innovation creates new markets or increases existing market share. Marketing innovations are new, positively-disruptive ways for brands to talk to and engage with their consumers. Not only can marketing innovation introduce a new way of connecting with publics, but it can be as simple as promoting an existing product for a different use than what was first intended.

What's the difference between creativity and innovation?

Creativity and innovation, while closely linked as part of a creation process, are not the same. Creativity isn't measurable, it's subjective, while innovation – at its most basic level meaning "new" – is measurable in the sense that an innovation is the creation of something new, whether it be a new product, idea or method.

Why are innovation and creativity important?

Once an idea is possible, innovation tends to be an easier challenge for more players to achieve. Creativity is the novel step of being the first to identify that something might be possible in the first place. But innovation is the action of putting things into practical reality, despite challenges and resistance, rather than just contemplating. Both are necessary in business, but only one of them translates to real revenue and profits.

Business leaders frequently interchange creativity and innovation without understanding what separates the two.

"Creativity isn't necessarily innovation," Hunter told Business News Daily. "If you have a brainstorm meeting and dream up dozens of new ideas, then you have displayed creativity, but there is no innovation until something gets implemented."

Hunter noted that many leaders emphasize generating creativity on demand instead of simply building innovative products, processes and interactions.

"Innovation isn't a mysterious black box," he said. "It can be simple small tweaks to existing processes, products or interactions. And by focusing on the process [of innovation], and not the heroically creative individual, we can build innovation at scale."

A good example of innovation profiled on CNBC by Karen Gilchrist was Sergey Petrossov. He saw a need for a software tool to connect low utilization of luxury jets with travelers willing to share trips with each other. All the pieces of that market existed, but it was Petrossov who built the bridge between the two via software to create a whole new company, JetSmarter.

In other words, process is replicable and scalable; a creative individual is not. Petrossov was one of a kind in realizing what was needed to create a new market, but his software code was easily repeatable by other programmers once written. Once leaders learn the difference between creativity and innovation, they can work on inspiring both among their team members – and building a culture that supports these values.

The importance of creativity and innovation in business

Creativity and innovation contribute to a business's growth and overall success by filling unique needs in markets, differentiating businesses from competitors and evolving a brand as consumer wants and needs evolve. Creativity and innovation keep an organization dynamic.

How do you develop creativity and innovation?

"While leaders can foster innovation, the organization as a whole must also support innovation through the makeup of its culture and the way it designs its processes," Hunter said. "Sometimes the best way to spark innovation is by allowing activity within the organization that deviates from the norm but that may lead to positive outcomes."

Part of the issue is getting people to imagine and develop new visions of what could be. Creativity is often associated with art and culture, but it's not required to be Leonardo da Vinci; what matters is that a person is willing to imagine new possibilities outside of norms.

This is where the idea that can be acted on starts. Consider crowdsourcing ideas to generate even more possibilities to consider. The harder part, of course, is taking that great idea and translating it into a physical or technical prototype.

Hunter cited the birth of Starbucks' now-popular Frappuccino drink as an example of how leaders giving their employees some room for deviation allows creativity to blossom into innovation. In the early 1990s, the staff at a Santa Monica, California Starbucks invented a new drink and asked an executive to propose the product to headquarters, where it was ultimately rejected. Later, the same store invented another drink (the Frappuccino), and the executive asked the staff to quietly make and sell the drink to local customers. It quickly became a hit, and the management group implemented the successful idea company-wide once its value was proven.

"The Frappuccino turned out to be one of Starbucks' most popular and profitable drinks," Hunter said. "And, according to [Starbucks' then-vice president of sales and operations] Howard Behar, it happened because someone was allowed, and even encouraged, to experiment with a new product that deviated from the company's core product line."

What is creativity and innovation in entrepreneurship?

In a nutshell, the two elements together involve rocking the boat: The norm is not good enough, so what else is possible, and can we make it a reality? Entrepreneurship depends every day on creation and innovation to create unique opportunities, market disruption and new revenue streams. The internet never would have happened if scientists just settled for phone lines and satellites being sufficient for communication. Today, we can barely imagine functioning without digital access in just about everything we do. It took creativity and innovation to make it a reality.