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ROBBINS JUDGE

13th EDITION

Essentials of Organizational Behavior

Chapter 1

What Is Organizational Behavior?

After studying this chapter you should be able to:

- 1. Demonstrate the importance of interpersonal skills in the workplace.
- 2. Define organizational behavior (OB).
- 3. Show the value to OB of systematic study.
- 4. Identify the major behavioral science disciplines that contribute to OB.
- 5. Demonstrate why few absolutes apply to OB.
- 6. Identify the challenges and opportunities managers have in applying OB concepts.
- 7. Compare the three levels of analysis in this text's OB model.

The Importance of Interpersonal Skills

- Good people skills are important
 - Good places to work have superior financial performance
 - Developing managers' interpersonal skills helps attract and keep high-performing employees
 - There is a strong association between the quality of workplace relationships and employee job satisfaction, stress, and turnover
 - Increasing OB principles can foster social responsibility awareness

The Field of Organizational Behavior

- Organizational behavior studies the influence that individuals, groups, and structure have on behavior within organizations
 - Its chief goal is to apply that knowledge toward improving an organization's effectiveness

Focal Points of OB

- Jobs
- Work
- Absenteeism
- Employment turnover
- Productivity
- Human performance
- Management

Complementing Intuition with Systematic Study

- **Intuition:** your "gut feeling" explanation of behavior
- Systematic study improves ability to accurately predict behavior
 - Assumes behavior is not random
 - Fundamental consistencies underlie behavior
 - These can be identified and modified to reflect individual differences

Systematic Study

- Examines relationships
- Attempts to attribute causes and effects
- Bases conclusions on scientific evidence:
 - Data is gathered under controlled conditions
 - Data is measured and interpreted in a reasonably rigorous manner

Evidence-Based Management

- Evidence-based management: Bases decisions on the best available scientific evidence
 - Complements systematic study
 - Forces managers to become more scientific in their thinking

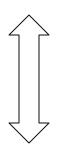
Big Data

- Big data: the extensive use of statistical compilation and analysis
 - Identify persistent and predictive statistics
 - Create targeted marketing strategies
- Using big data for managerial practices:
 - Define objectives, develop theories of causality, test the theories to see which employee activities are relevant to the objectives

Contributing Disciplines to the OB Field

Micro:

The Individual



Macro:

Groups & Organizations

- Psychology
- Social Psychology
- Sociology
- Anthropology

Few Absolutes in OB

- Impossible to make simple and accurate generalizations
- Human beings are complex and diverse
- OB concepts must reflect situational conditions: contingency

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Challenges and Opportunities for OB

- Responding to economic pressures
- Responding to globalization
- Managing workplace diversity
- Improving customer service
- Improving people skills
- Working in networked organizations
- Enhancing employee well-being at work
- Creating a positive work environment
- Improving ethical behavior

Responding to Economic Pressures

- Effective management can be just as hard, if not harder, in 'good' economic times as in 'bad' economic times
- Good management can be the difference between survival and failure

Responding to Globalization

- Increased foreign assignments
- Working with people from different cultures
- Overseeing movement of jobs to countries with low-cost labor
- Adapting to differing cultural and regulatory norms

Managing Workforce Diversity

Workforce diversity: organizations are becoming a more heterogeneous mix of people in terms of gender, age, race, ethnicity, and sexual orientation

Improving Customer Service and People Skills

- The majority of employees in developed nations work in service jobs
 - They must know how to please their customers
- People skills are essential to success in today's organizations

Working in Networked Organizations

 Managers must adapt their skills and communication styles to succeed in a networked organization

Enhancing Employee Well-Being at Work

The line between work and non-work has blurred and managers are increasingly dealing with conflicts that arise between work and life away from work

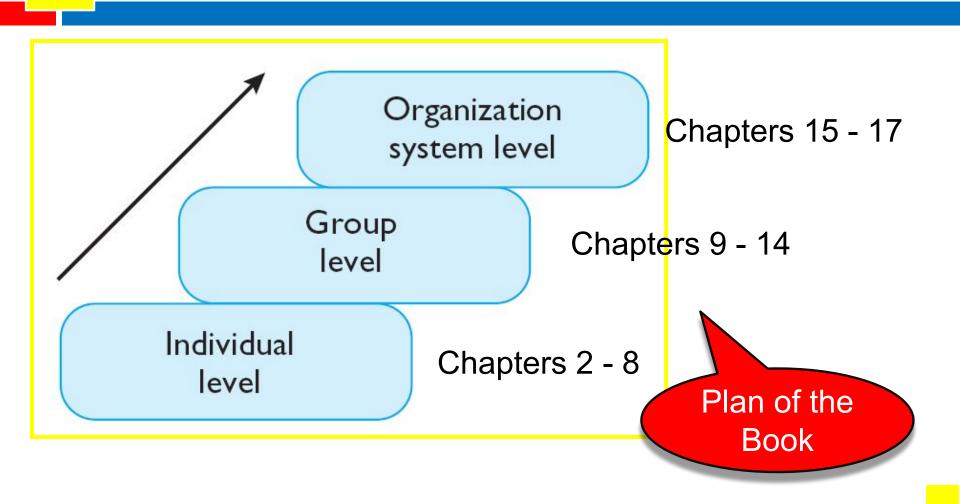
Creating a Positive Work Environment

- Positive organizational scholarship: how organizations develop human strengths, foster vitality and resilience, and unlock potential
 - Focus on what's good about an organization, not what's bad

Improving Ethical Behavior

- Managers facing ethical dilemmas or ethical choices are required to identify right and wrong conduct
 - This can be difficult in a global economy where different cultures approach decisions from different perspectives
- Companies promoting strong ethical missions:
 - Encourage employees to behave with integrity
 - Provide strong leadership that influence employee decisions to behave ethically

Three Levels of OB Analysis



Implications for Managers

- Don't rely on generalizations
- Use metrics and situational variables rather than "hunches" to explain cause-and-effect relationships
- Increase leadership potential by improving interpersonal skills
- Improve technical and conceptual skills by staying current with trends like big data
- Recognize the role of organizational behavior on employee work quality and productivity
- Use organizational behavior to help design and implement change programs, improve customer service, and address the work-life balance conflict

Keep in Mind...

- OB's goal is to understand and predict human behavior in organizations
- Fundamental consistencies underlie behavior
- It is more important than ever to learn OB concepts
- Both managers and employees must learn to cope with temporariness

Summary

- 1. Demonstrated the importance of interpersonal skills in the workplace.
- 2. Defined Organizational Behavior (OB).
- 3. Showed the value to OB of systematic study.
- 4. Identified the major behavioral science disciplines that contribute to OB.
- 5. Demonstrated how few absolutes apply in OB.
- 6. Identified the major challenges and opportunities managers have in applying OB concepts.
- 7. Identified the three levels of analysis in OB.

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