Organizational Behavior

1

What is Organizational Behavior?



Organizational behavior (OB) is the study of factors that affect how individuals and groups act in organizations and how organizations manage their environments.

What is Organizational Behavior?

- **Definition:** The study of human behavior, attitudes, and performance in organizations.
- Value of OB: Helps people attain the competencies needed to become <u>effective</u> employees, team leaders/members, or managers
- Competency = an interrelated set of abilities, behaviors, attitudes, and knowledge needed by an individual to be effective in most professional and managerial positions

8

Why Do We Study OB?

- To learn about yourself and how to deal with others
- You are part of an organization now, and will continue to be a part of various organizations
- Organizations are increasingly expecting individuals to be able to work in teams, at least some of the time
- Some of you may want to be managers or entrepreneurs



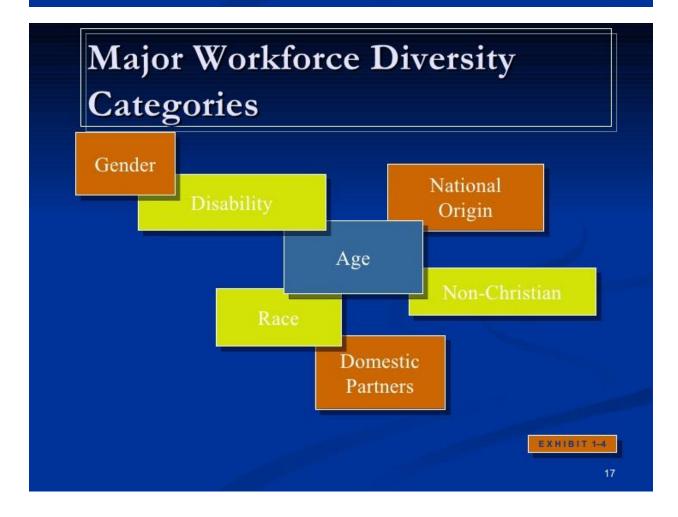
Characteristics

- Goal-Oriented
- Levels of analysis
- Human tool
- Satisfaction of employees need
- A total systems approach

Challenges and Opportunities for OB

- Responding to Globalization
 - Increased foreign assignments
 - Working with people from different cultures
 - Coping with anti-capitalism backlash
 - Overseeing movement of jobs to countries with lowcost labor
 - Managing people during the war on terror
- Managing Workforce Diversity
 - Embracing diversity
 - Changing U.S. demographics
 - Implications for managers
 - Recognizing and responding to differences

16



Challenges and Opportunities for OB (cont'd)

- Improving Quality and Productivity
 - Quality management (QM)
 - Process reengineering
- Responding to the Labor Shortage
 - Changing work force demographics
 - Fewer skilled laborers
 - Early retirements and older workers
- Improving Customer Service
 - Increased expectation of service quality
 - Customer-responsive cultures



44

Productivity

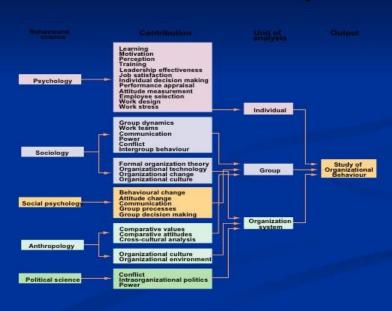
- Productivity
 - A performance measure including effectiveness and efficiency
- Effectiveness
 - Achievement of goals
- Efficiency
 - The ratio of effective work output to the input required to produce the work

Effective Employees

- Absenteeism
 - Failure to report to work
- Turnover
 - Voluntary and involuntary permanent withdrawal from the organization
- Organizational citizenship behaviour
 - Discretionary behaviour that is not part of an employee's formal job requirements, but is helpful to the organization

22

Exhibit 1-2 Toward an OB Discipline



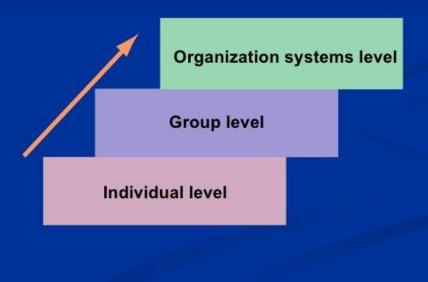
23

Exhibit 1-1 Challenges Facing the Workplace



26

Exhibit 1-3 Basic OB Model, Stage I



27