Organizing and Authority

Organizing

- The management function of setting up the group, allocating resources, and assigning work to achieve goals.
- Supervisors organize the work within their own department and may help organize work among departments within the organization.

- Organizations, except for very small ones, are structured into departments by
 - work groups, product lines,
 - geographic location,
 - customer groups, or
 - the goods or services being produced.

- An organization with a functional structure groups personnel and other resources according to the types of work they do.
 - An organization's structure and reporting relationships are shown in organization charts, which illustrate the supervisor's relationship to the other parts of the organization and the distribution of authority and responsibility.

Authority

- The right to perform a task or give orders to someone else.
- The organization authorizes the supervisor to carry out certain tasks.
- The supervisor has the authority to act in behalf of the organization in matters of directing work and hiring and disciplining employees.

- Authority of the supervisor is legitimized by the organization
- That is, the organization stands behind the supervisor in his or her decisions.

Responsibility

 Accepting responsibility commits people to completing an assignment to the best of their ability.

Department

- A unique group of resources that management has assigned to carry out a particular task.
- A department is a work unit.

- An organization with more than a few employees is divided into work units.
- The units are designed to handle specific tasks or functions within the organization
- Large organizations may have separate facilities that run as independent units.

- A department is a group of
 - resources
 - personnel
 - methods
 - equipment

that carry out a particular task.

Organization Structure

- Organizational structures are developed around the following or combinations of the following:
 - functional structure (type of work)
 - product/service structure
 - geographic structure (location or territory)
 - customer structure (aerospace, medical, etc.)

Authority

- There are three types of authority:
 - line authority
 - staff authority
 - functional authority

Line Authority

- The right to carry out tasks and give orders related to the organization's primary purpose.
 - Line authority is related to the production and/or delivery of products or services.
 - Those associated with production are described as line supervisors.

Staff Authority

- The right to advise or assist those with line authority.
 - Staff authority provides support for line functions

Functional Authority

The right given by higher management to specific staff personnel to give orders concerning an area in which the staff personnel have expertise.

- Authority is assigned to the position.
- The supervisor who occupies the position has the authority to carry out the assignments of the position.

- In highly centralized organization, authority is held at the top and the supervisor may have little authority to make independent decisions.
- In highly decentralized organizations, supervisors may have broad authority to make decisions.

- How much authority a supervisor has is dependent on the amount of authority retained by upper management
 - The more authority is retained by upper management, or centralized authority, the less the supervisor is able to make decisions on his or her own.

Power

- The ability to get others to act in a certain way.
- Power is the ability, as opposed to the right, to get others to act in a certain way.
- Power may or may not include authority.
- Informal leaders often have the ability to influence behavior in the absence of formal authority.

Responsibility

The obligation to perform assigned tasks.

- The authority granted supervisors gives them a certain amount of power.
- Supervisors may have authority, but may have trouble getting others to act in the desired way.
- By accepting the position, supervisors are accepting the responsibility to achieve the goals of the organization.

- A supervisor's success is dependent on his or her ability to meet the organization's objectives.
- That is, the supervisor has the authority and responsibility to accomplish the tasks and is held accountable for the outcome.

Steps for Organizing

- Determine the objective
 - If you don't know what you are trying to achieve, it is difficult to plan steps to get there and measure your success.
- Determine the needed resources
 - An action plan requires the formation of a chart of what, when, where, who, and how.
- Group activities and assign duties

Principles of Organization

- The four principles of organization are:
 - Parity principle
 - Unity of command
 - Chain of command
 - Span of control

Parity Principle

- The principle that personnel who are given responsibility must also be given enough authority to carry out that responsibility.
 - Unequal parity will result in ineffective supervision

Unity of Command

- The principle that each employee should have only one supervisor.
 - When more than one person makes requests using the same time frame, employees are unable to determine what commands to follow.

Chain of Command

- The flow of authority in an organization from one level of management to the next.
 - Similar to unity of command in that each person communicates with the person above or below without skipping a link in the chain.
 - Skipping a link going up the chain is referred to as going over someone's head.

Span of Control

- The number of people the manager supervises.
 - The greater the number, the greater the span of control

Delegating

 Giving another person the authority and responsibility to carry out a task.

 Since the supervisor cannot accomplish all of the department's work, others must be assigned duties with the authority and responsibility to accomplish the task

Empowerment

 Delegation of broad decision-making authority and responsibility.

Delegating Process

- Decide what work to delegate
- Assign the work
- Create an obligation
- Grant authority
- Follow-up