# Chapter 7 – Management Activities

### PAST MANAGEMENT ACTIVITIES - ORGANISING - QUESTIONS

<ul> <li>2018 - IMPLICATION FORM CHANGING FROM FUNCTIONAL TO A MATRIX STRUCTURE</li> <li>1. Training required</li> <li>2. Duplication of Duties</li> <li>3. Greater complexity in the chain of command (2 Manager)</li> <li>4. Staff conflicts</li> <li>5. Increased intrapreneurship</li> <li>6. Better Staff Relations</li> </ul>	NARRON This is the nu in a hierarch It would suit	2015 - EXPLAIN THE TERM SPAN OF CONTROL & WHERE A NARROW SPAN OF CONTROL MAY BE APPROPRIATE This is the number of employees that report directly to a manager in a hierarchy It would suit when the work involves a high level of expertise or where worker lack experience				2015 - OUTLINE THE BENEFITS OF A FUNCTIONAL ORGANISATION STRUCTURE Specialisation - each department concentrate on one function Efficiencies - things get done quickly and to a high standard Chain of command - Clear line of authority & who to report to Clear communication channels - Upward, downward and horizontal Economics of Scale - Wide span of control Clear Promotional Paths
2013 - BENEFITS OF A MATRIX STRUCTURE BenefitsBenefitsChallenges1.Expertise from different1.Conflict and personalityDepartmentsClasses (Storming)2.Input into decision making2.Two Managers3.Carry out specific projects3.Slow Decisions -agreement4.Support of Project leader4.Need to improve5.Greater Job SatisfactionCommunication Skills	2012 - DEFINE THE TERM DELEGATION & BENEFITS OF DELEGATION Involves assigning of authority and power to another person. It is usually from a manager to an employee to undertake a specific piece of work. The accountability is also assigned 1.Manager has mor time for strategic planning 2.Project completed to a higher level (Accountability) 3.Increased employee motivation 4.Higher skilled workforce				person. It is a specific	2012 - FEATURES OF A MATRIX STRUCTURE 1. Team based - Expertise from each department 2. Project Leader - Members are answerable to the project leader 3. Specific Projects - Used for development of new project 4. Decision making - All member are involved in the decision making 5. Synergy- 6. Two managers - Team leader and department manager 7. Sharing of resources - Employees and equipment are shared
<ul> <li>2011 - EXPLAIN THE TERM SPAN OF CONTROL &amp; FACTORS AFFECT THE WIDTH</li> <li>This refers to the number of employees reporting directly to a manager in a hierarchy</li> <li>Skill of a manger - Confident manger can have a wide span Skill of workforce - Trusted motivate employees = wide span Type of product/service - if work needs high level of expertise narrow span is used</li> </ul>	2012 - DEFINE THE TERM DELEGATION & BENEFITS OF DELEGATION Involves assigning of authority and power to another person. It is usually from a manager to an employee to undertake a specific piece of work. The accountability is also assigned 1.Manager has mor time for strategic planning 2.Project completed to a higher level (Accountability) 3.Increased employee motivation 4.Higher skilled workforce					2007 - DRAFT AND LABEL A MATRIX STRUCTURE MANAGING DIRECTOR PRODUCTION DEPARTMENT PROJECT TEAM A PRODUCTION PRODUCTION PRODUCTION PRODUCTION TEAM B PRODUCTION STAFF + SALES STAFF + FINANCE STAFF + FINANCE STAFF + STAFF
2006 (ABQ) - DISCUSS MAAGEMENT ACTIVITIES Planning - Selecting goals and objectives and ways to achieve them. Helps reduce risk and uncertainty. May included strategic, Tactical and operational Organising - This getting thing done through an organised structure that a business can achieve its goals For example functional and matrix Controlling - Involves measure the errors in plans and taking action to correct them -for example stock, Credit	2005 - DRAW AND SUITLABLE A SUITABLE ORGANISATIONAL STRUCTURE					2004 - REASON TO CHANGE AN ORGANISATION STRUCTURE 1.Size - The Business has grown, more expertise needed
			Board of Directors			2.Limited Liability - 3.Finance - help to raise more capital
			Managing Director			4.Marketing – Expansion 5.Opportunity – Diversify into other markets
	Research and IT	Production	Finance	Marketing	Human Relations	
	Scientists	Engineers	Accountants	Sales Personnel	Administrators	

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### PAST MANAGEMENT ACTIVITIES - ORGANISING - QUESTIONS

<ul> <li>2004 - DEFINE ORGANISAING AND ITS IMPORTANCE</li> <li>Organising is bringing people and resources together to achieve a common objective. This is done by building a structure or organisational chart</li> <li>Creates a suitable organising structure</li> <li>Establishes a chain of command</li> <li>Smooth flow of communication</li> </ul>	2012 - FEATURES OF A MATRIX STRUCTURE 1. Team based - Expertise from each department 2. Project Leader - Members are answerable to the project leader 3. Specific Projects - Used for development of new project 4. Decision making - All member are involved in the decision making 5. Synergy- 6. Two managers - Team leader and department manager 7. Sharing of resources - Employees and equipment are shared	2011 - EXPLAIN THE TERM SPAN OF CONTROL & FACTORS AFFECT THE WIDTH This refers to the number of employees reporting directly to a manager in a hierarchy Skill of a manger - Confident manger can have a wide span Skill of workforce - Trusted motivate employees = wide span Type of product/service - if work needs high level of expertise narrow span is used					
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### Chapter 7 – Management Activities

### PAST MANAGEMENT ACTIVITIES - ORGANISING - ONE PAGE SUMMARY

#### Kev Words

**Organising** - This Means bringing people and resources together to achieve a common objective. Organising Structures - This means identifying the different departments and management functions in an organisation.

Functional structure - This divides a business according to management functions at senior, middle management and junior levels. It is the simplest organisation chart

**Product structure** - This organises a business on the basis of the product it makes. Each product has its own set of specialist management functions

Geographical Structure - This is where the organisation is divided according to the geographical markets it serves

Matrix structure - This is when staff are brought together into teams to achieve a clearly stated team goals - launching a new product. Teams are made up of staff with skills in different specialist areas.

**Organisational Chart** - This are diagrams that visually communicate the type of organisation structure, the chain of command and the span of control in an origination

Chain of Command - This is how decision flow from the top of an organisational down through the layers to the bottom

The Span of Control - This refers to the number of employees reporting directly to a manager in a hierarchy

**De-layering** - This refers to the reduction in the number of layers in the management structure of the organisation.

Delegation - Involves assigning of authority and power to another person. It is usually from a manager to an employee to undertake a specific piece of work. The accountability is also assigned

#### Matrix

The main characteristics of a matrix structure are 1. They are Self-managed 2. Responsibilities Delegated and Input into decision making

Advantages 1. Synergy

- 1. Two bosses
- 2. Training costs

3. Better Relations

2. Efficiencies

#### Purpose of an Organisational Chart

An organisational char shows the following

- 1. Chain of command
- 2. Span of Control

#### A wide span of control means that the manager has a lot of worker (Subordinates) reporting to him. This give less layers in the company and more effective communication.

A Narrow span of control means that the manager has few workers (Subordinates) reporting to him.

This give more layers in the company and less effective communication.

#### Functional

- There are different layers of management in this chart: top, middle, and junior management.
- It indicates where authority and responsibility have been delegated. 2.
- 3. It illustrates the chain of command, i.e., who is answerable to whom.
- 4. It shows the managing director's span of control (the number of people reporting directly to a
  - manager). Advantages
- 1. Builds staff skills

Advantages

2. Clear promotional paths

1. Improve communication

2. Products Adapt to customer needs

3. Fach division focus on customer needs

#### Disadvantages

1. Focus on department gold and not the business

2. Communication between department can be slow

1. Duplication of resources

#### Product

#### Disadvantages

- 1. Duplication of resources
- 2. Wasteful competition for same customers

Disadvantages

#### Geographical

#### Advantages

- 1. Meet local needs
- 2. Encourages competition

#### Factors that influence the choice of organisation structure

- 1. As simple as possible
- 2. Allow east communication
- 3. Use a narrow span of control (important jobs, tight control)
- Use a wide span of control to encourage staff empowerment, intrapreneurship and 4. creativity
- 5. Be cost effective

#### Importance of Organising

Organisation is important because of the following

- 1. Creates a suitable organising structure
- 2. Establishes a chain of command
- 3 Smooth flow of communication

- Disadvantages