# UNIT THREE – Part Two

# **Characteristics of Control**

- Managerial Function
- Continuous Activity
- Control is Related to Planning
- Essence of Control is Action

## **Importance of Controlling**

- Accomplishing Organizational Goals
- Judging Accuracy of Standards
- Making Efficient use of Resources
- Improving Employee Motivation
- Ensuring Order & Discipline
- Facilitating Coordination in Action

## **Motivation**

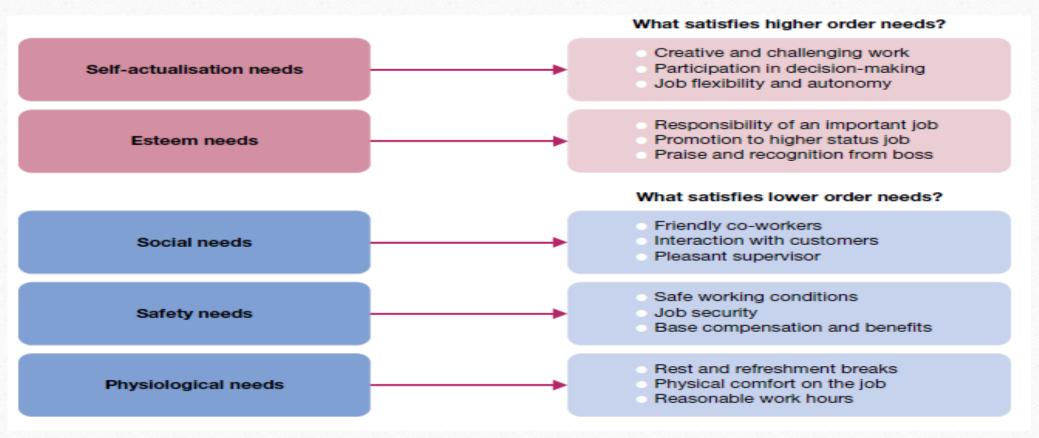
- Motivation and rewards
- Extrinsic rewards are externally administered
- Intrinsic rewards, on the other hand, are self-administered

## Importance of Employee Motivation

- Organization Goal Achievement
- Enduring Relationship
- Workforce Stability
- Role of Human Resource
- Reduction in Employees' Turnover

The reinforcement theory of motivation focuses attention on the environment as a major source of rewards and influence on human behavior

## **Hierarchy of needs theory**



Opportunities for satisfaction in Maslow's hierarchy of human needs

## Herzberg's Two-factor theory

Job dissatisfaction

#### Influenced by hygiene factors

- Working conditions
- Co-worker relations
- Policies and rules
- Supervisor quality
- Base wage, salary

Herzberg's two-factor principles

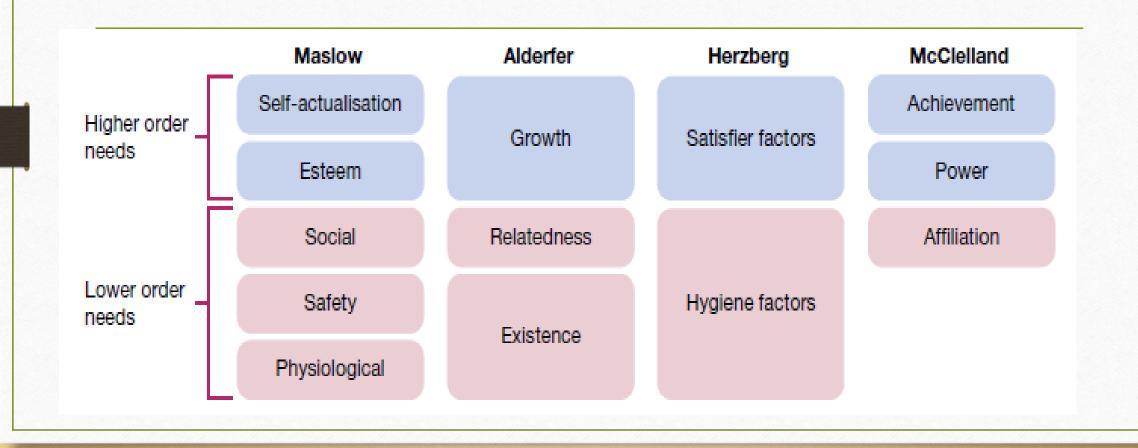
Improving the satisfier (motivator) factors increases job satisfaction

Improving the hygiene factors decreases job dissatisfaction Job satisfaction

#### Influenced by satisfier (motivator) factors

- Achievement
- Recognition
- Responsibility
- Work itself
- Advancement
- Personal growth

# Comparison of Maslow's, Alderfer's, Herzberg's and McClelland's motivation theories



## Theory X

- Disfavor working.
- Abstain responsibility and the need to be directed.
- Need to be controlled, forced, and warned to deliver what's needed.
- Demand to be supervised at each and every step, with controls put in place.
- Require to be attracted to produce results, else they have no ambition or incentive to work.

## Theory Y

- Take responsibility willingly and are encouraged to fulfill the goals they are given.
- Explore and accept responsibility and do not need much guidance.
- Assume work as a natural part of life and solve work issues imaginatively.
- In Y-type organizations, people at lower levels are engaged in decision making and have more responsibility.

### Comparing Theory X & Theory Y

#### • Motivation

Theory X considers that people dislike work, they want to avoid it and do not take responsibilities willingly.

While, Theory Y considers that people are self-motivated, and sportingly take responsibilities.

#### Management Style and Control

In Theory X-type organization, management is authoritarian, and centralized control is maintained.

While in Theory Y-type organization, the management style is participative, employees are involved decision making, but the power retains to implement decisions.

#### • Work Organization

Theory X employees are specialized and the same work cycle continues.

- In Theory Y, the work tends to be coordinated around wider areas of skill or knowledge. Employees are also motivated to develop expertise, and make suggestions and improvements.
- Rewards and Appraisals
- Theory X-type organizations work on a 'carrot and stick' basis, and performance assessment is part of the overall mechanism of control and compensation.
- Coming to Theory Y-type organizations, appraisal is also regular and crucial, but is usually a separate mechanism from organizational controls. Theory Y-type organizations provide employees frequent opportunities for promotion.