

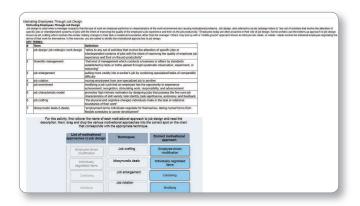




CONNECT FEATURES

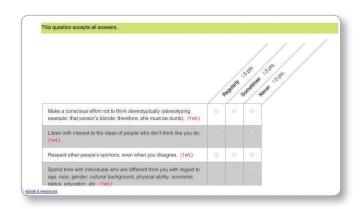
Interactive Applications

Interactive Applications offer a variety of automatically graded exercises that require students to **apply** key concepts. Whether the assignment includes a *click* and drag, video case, or decision generator, these applications provide instant feedback and progress tracking for students and detailed results for the instructor.



Self-Assessments

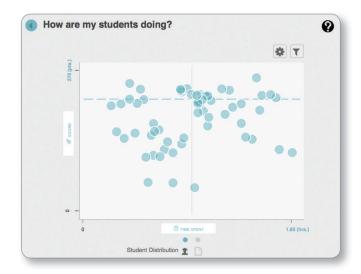
Self-awareness is a fundamental aspect of personal or professional development. With 95 researched-based self-assessments, students will have frequent opportunities to make the chapter concepts come to life by seeing how they apply to them personally.



Manager's Hot Seat Videos

The Manager's Hot Seat is an interactive online video program that allows students to watch real managers apply their years of experience in confronting issues. Students assume the role of the manager as they watch the video and answer multiple-choice questions that pop up during the segment, forcing them to make decisions on the spot. Students learn from the manager's mistakes and successes, and then do a report critiquing the manager's approach by defending their reasoning.





Connect Insight

The first and only analytics tool of its kind, Connect Insight is a series of visual data displays, each of which is framed by an intuitive question and provides at-a-glance information regarding how an instructor's class is performing. Connect Insight is available through Connect titles.



EASY TO USE

Learning Management System Integration

McGraw-Hill Campus is a one-stop teaching and learning experience available to use with any learning management system. McGraw-Hill Campus provides single signon to faculty and students for all McGraw-Hill material and technology from within the school website. McGraw-Hill Campus also allows instructors instant access to all supplements and teaching materials for all McGraw-Hill products.

Blackboard users also benefit from McGraw-Hill's industry-leading integration, providing single sign-on to access all Connect assignments and automatic feeding of assignment results to the Blackboard grade book.







POWERFUL REPORTING

Connect generates comprehensive reports and graphs that provide instructors with an instant view of the performance of individual students, a specific section, or multiple sections. Since all content is mapped to learning objectives, Connect reporting is ideal for accreditation or other administrative documentation.



Organizational Behavior

A Practical, Problem-Solving Approach

Angelo Kinicki

Arizona State University

Mel Fugate

Southern Methodist University





ORGANIZATIONAL BEHAVIOR: A PRACTICAL, PROBLEM-SOLVING APPROACH

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DEDICATION

To Bob Kreitner, my best friend and co-author for over 30 years. I love ya man.

- Angelo

I want to thank my sweet wife, Donna. Her support, understanding, and friendship are invaluable. I'm glad you're my wife.

— Mel



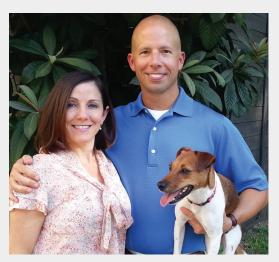
Angelo Kinicki is an award winning professor, author, and consultant. He is a Professor of Management and is the recipient of the Weatherup/Overby Chair in Leadership at the W.P. Carey School of Business, Arizona State University. He also is a Dean's Council of 100 Distinguished Scholar at the W.P. Carey School of Business. He joined the faculty in 1982, the year he received his doctorate in business administration from Kent State University.

Angelo is the recipient of six teaching awards from Arizona State University, where he teaches in its nationally ranked MBA and PhD programs. He also received several research awards, and was selected to serve on the editorial review boards for four scholarly journals. His current research interests focus on the dynamic relationships among leadership, organizational culture, organizational change, and individual, group, and organizational

performance. Angelo has published over 98 articles in a variety of academic journals and is co-author of eight textbooks (30 including revisions) that are used by hundreds of universities around the world. Several of his books have been translated into multiple languages, and two of his books were awarded revisions of the year by The McGraw-Hill Company.

Angelo is a busy international consultant and is a principal at Kinicki and Associates. Inc., a management consulting firm that works with top management teams to create organizational change aimed at increasing organizational effectiveness and profitability. He has worked with many Fortune 500 firms as well as numerous entrepreneurial organizations in diverse industries. His expertise includes facilitating strategic/ operational planning sessions, diagnosing the causes of organizational and work-unit problems, conducting organizational culture interventions, implementing performance management systems, designing and implementing performance appraisal systems, developing and administering surveys to assess employee attitudes, and leading management/executive education programs. He developed a 360° leadership feedback instrument called the Performance Management Leadership Survey (PMLS) that is used by companies throughout the World.

Angelo and his wife of 32 years Joyce have enjoyed living in the beautiful Arizona desert for 31 years. They are both natives of Cleveland, Ohio. They enjoy traveling, hiking, and spending time in the White Mountains with Gracie, their adorable golden retriever. Angelo also has a passion for golfing.



Mel Fugate is a professor and consultant. He is an associate professor of Management and Organizations in the Cox School of Business at Southern Methodist University. He teaches executive, MBA, and undergraduate courses. He has won six teaching awards across undergraduate and graduate levels. Prior to the Cox School he was a visiting assistant professor of Organizational Behavior at Tulane University's A.B. Freeman College of Business. He also has international teaching experience in the International MBA program at EM Lyon School of Management in Lyon, France. Prior to earning his Ph.D. in Business Administration and Management from Arizona State University, Mel performed consulting services

in marketing and business development and was a sales representative and manager in the pharmaceutical industry. He also has a BS in engineering and business administration from Michigan State University.

Mel's primary research interests involve employee reactions to organizational change and transitions at work. This includes but is not limited to downsizings, mergers and acquisitions, restructurings, and plant closings. Another research stream involves the development of a dispositional perspective of employability and its implications for employee careers and behavior. Current interests also include the influence of leadership and organizational culture on performance and the influence of emotions on behavior at work. He has published in a number of premier management and applied psychology journals. His current consulting work includes many industries (e.g., healthcare, legal, energy, information technology, and financial services) and aims to enhance individual and organizational performance by utilizing a variety of practical, research-based tools.

Professor Fugate's research and comments have been featured in numerous media outlets: The Wall Street Journal, The New York Times, Financial Times, FastCompany, Dallas Morning News, CNN, Fox, ABC, and NBC.

Mel and his wife, Donna, are both very active and enjoy fitness, traveling, live music, and catering to their sweet Jack Russell Terrier, Mila.

Kinicki/Fugate: A Book Aimed at Helping Students Flourish Both Personally & Professionally

Organizational Behavior: A Practical Problem-Solving Approach is intended for use as a concepts book for the Organizational Behavior (OB) course at the undergraduate and MBA levels. We wrote this book because of our sincere belief that the application of knowledge about organizational behavior can help people flourish both personally and professionally.

Drawing on our combined 51 years of teaching organizational behavior along with our key strengths—12 teaching awards, success publishing scientific OB research, extensive management consulting and textbook writing—we have created a highly engaging, practical text based solidly on classic and contemporary OB research. To achieve this, we've integrated an informal and conversational writing style with a visually interesting magazine-like layout that appeals to the preferences and learning styles of today's students. This follows an approach successfully applied by Angelo Kinicki and Brian Williams's text Management: A Practical Introduction, 6th ed. Topics are broken down into easily grasped, "bit-sized" portions, interspersed with frequent features that reinforce learning. Our goal was to create a text that students enjoy reading and that will make a difference in their lives by providing them with practical tools that can be used at work, home, and school. If we have made learning about organizational behavior engaging, easy, and practical, we have accomplished our mission.

The text is organized according to the traditional flow from individual to group to organizational levels. Within each level we discuss the issues that today's students need to master to succeed, such as human and social capital, ethics, emotional intelligence, person–environment fit, critical thinking, problem solving, diversity, positive OB, social media, crucial conversations, influence, working with others and leadership.

While our book is unique in many ways, five features are especially notable:

- 1. A student-centric approach to learning
- 2. An explicitly applied and practical approach
- 3. An emphasis on problem solving
- 4. Imaginative writing for readability and engagement
- 5. Resources that work

FEATURE #1: A STUDENT-CENTRIC APPROACH TO LEARNING

Chapter openers are designed to frame chapter content and help students read with purpose. Each chapter begins with four to seven provocative, motivational Major Questions associated with the main topics of the chapter. These Major Questions are intended to help students answer the more fundamental questions "so what?" and "why does this matter to me?" for each major topic in the chapter. The Major Questions help students read with purpose and focus.

Instead of opening with a conversational vignette or short case like many texts, we open with **Winning at Work**, a feature which offers practical nuts-and-bolts or "how to" advice about issues that are important to students' personal and professional success.

"I think this [Major Question/ The Bigger Picture] is a great idea. Students want to have an idea of why it is important and what it means to them. This book will really speak to the Millennial generation."

—Holly Schroth, University of California, Berkley

winning at work

YOUR FUTURE

Imagine you are about to walk in the door and start your first full-time job. It's the job you've always wanted. Or if you are working now, imagine you've finally won the promotion you've worked so hard for, and you're about to enter your new office or work area on a new floor. Both cases are full of excitement—your professional life has so much promise!

Now take stock of your existing knowledge, skills, experiences, and common sense. Even with these assets, wouldn't you want

common sense. Even with these assets, wouldn't you want to give yourself an even greater advantage and transform your knowledge and common sense into practical benefits at your job? After all, what value are your talents if you don't apply them?

This is why we study OB.

KNOWLEDGE IS NOT ENOUGH

Expertise alone does not solve business problems. For decades, businesses have attributed their successes to the knowledge or technical expertise of their employees. The rationale was that if workers had the knowledge and necessary technical training, then results would automatically follow. But over time firms have realized that knowledge and training alone do not guarantee success. In recent years, business experts have called this disparity the knowing-doing gap. The knowleg-doing gap identifies the gap between what people know and what they actually do. For instance, everybody knows that treating people with respect is a good idea, but some managers don't always do this. Closing such gaps is an important element of your own success at school, work, and home. This also is a major focus of OB and this book.

THE LIMITS OF COMMON SENSE

You may feel that common sense will go a long way toward solving most business and career challenges. But you'd be wrong, if common sense were all that mattered, businesses would be more successful and all managers would be effective, while you and other new employees would consistently be happy and perform at your very best. However, this certainly isn't true of all employers and managers, and entry-level employees are often ill prepared and underperform.



WHERE EMPLOYERS SAY NEW HIRES FALL SHORT

Fortune published results from a Global Strategy Group study of 500 senior managers and executives Only 65 percent of these business leaders found new employees "somewhat prepared" for success in business, while a significant percentage said new employees are "not prepared at all." Jeffrey Holmes, a principal at architectural firm Woods Bagot and sponsor of the

survey, confirmed these findings and said: "Companies need people who can synthesize information and apply it to business problems... There's less room for new hires who don't have that ability. Technical skill is not enough." This preference applies to both bachelors and masters students.²

EMPLOYERS WANT PROBLEM SOLVING AND CRITICAL THINKING

Regardless of your area of study, arguably the greatest and benefit of your education is developing problem-solving or dritical thinking skills. The Global Strategy Group survey of executives revealed that the most sought-after skills for all entry-level employees were problem solving (49%), collaboration (43%), and critical thinking (36%), Building your skills in these areas is the overarching goal of this book.

FOR YOU WHAT'S AHEAD IN THIS CHAPTER

You'll learn how OB can drive your job and career success. We'll explain why it's important that you and your employers invest in building both your human and social capital. We'll also explore how ethics are integral to long-term individual and organizational success and we'll introduce a problem-solving framework you can use in a wide variety of situations at school, work, and life more generally. But what really powers this book is our Integrative Framework for Understanding and Applying OB, which we introduce mid-chapter. This framework will help you organize and apply OB concepts and tools as you learn them.

Examples include being proactive in the first 30 days of a new job, managing perceptions during employment interviews, nine daily habits that make people happy, negotiating a salary for a new job, multitasking and personal effectiveness, and leading meetings.

The Winning at Work feature is followed with For You: What's Ahead in This Chapter, that outlines the content to come in the chapter and why it is important to students' personal and professional lives. Chapters then are organized to cover each major question in turn, giving students bite-sized chunks of information. Each section begins with a recap of the **Major** Question and includes The Bigger Picture, which are intended to help students consider how the chapter content will be useful in their own professional and personal lives. The goal here is to go beyond the narrower demands of the course and show personal relevance.

Content portioning aids student interest and retention of information. Topics divide into easily grasped segments to make them more "digestible." Each section consists of a certain number of full pages. Each new section starts on a new page.

Other pedagogical devices in the chapter text also help students develop understanding:

- **Key terms** are highlighted and definitions boldfaced, to help students build their OB vocabulary.
- Illustrations appear with relevant text discussion so students can avoid the frustration of having to flip pages back and forth in order to study an important figure, table, or diagram described in the text.
- Frequent use of **bulleted lists and headings** helps students grasp the main concepts.
- Our consistent use of the Integrative Framework for Understanding and Applying OB, especially at the beginning and end of chapters, provides a structure to help students classify, organize, and apply the many OB concepts and theories that define the study of OB. We find that without some type of organizing structure, students experience information overload and fail to see how concepts are related, which in turn reduces their ability to apply their knowledge. The Integrative Framework

2.1 PERSONAL VALUES

MAJOR QUESTION

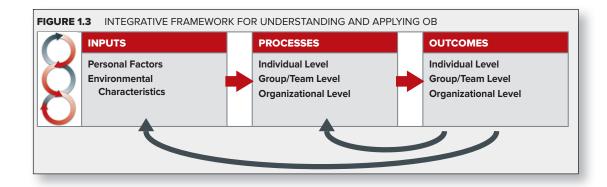
What role do values play in influencing my behavior?

THE BIGGER PICTURE

You may already have a good understanding of your personal values and the role they play in your life. In an organization, personal values contribute to workplace attitudes and behavior. So it's important to understand how the full range of potential human values impacts our attitudes and behavior at work. In the values model shown on the next page, see if you can locate yourself first, and then your friends or coworkers. From an OB perspective, you first need to understand personal values to understand, let alone influence, workplace attitudes.

Values are abstract ideals that guide one's thinking and behavior across all situations. They are strongly influenced by our religious or spiritual beliefs, the values of
our parents, experiences during childhood, and events occurring throughout the communities and societies in which we live. Managers need to understand an employee's
values because they encompass concepts, principles, or activities for which people are
willing to work hard. All workers need an understanding of values to work effectively
with others and manage themselves. Renowned researcher Shalom Schwartz created a
theory of personal values that over time many managers and OB professionals have
found especially useful for understanding the motivational impact of our values.

major question



is introduced in Chapter 1, is consistently applied in every chapter, applied, and grows in detail and scope as additional topics are introduced.

• Chapter summaries pull much of this together and are organized around the Major Questions outlined at the beginning of each chapter.

FEATURE #2: AN EXPLICITLY APPLIED & PRACTICAL APPROACH

We want this book to be a "keeper" for students, a resource they retain and continue to use in order to effectively navigate issues in their jobs, careers, and personal lives. To achieve this goal, a central theme of Chapter 1 is to explain to students why OB matters in their professional and personal lives and how OB can help them develop higher-level soft skills such as problem solving, critical thinking, and teamwork that employers seek. The focus on application is reinforced in the following special features:

- Winning at Work opens each chapter and shows the personal, real-world importance of the coming chapter content.
- Problem-Solving Applications are box features that appear in every chapter (30 total). They describe actual problems facing real-world people and organizations. The feature always conclude with a Your Call extension, asking students to apply an easy 3-Stop Problem-Solving Approach, which we introduce in Chapter 1 and apply in every subsequent chapter to strengthen their problem-solving skills.

solving application

Sodexo Encounters Diversity-Related Problems

Sodexo, one of the world's largest providers of food services and management, with nearly 420,000 employees in 80 countries, is a good example of a company that has attempted to effectively manage diversity. Sodexo has a deserved if well-groomed reputation for its diversity efforts, but the company's record is not perfect. Although the company was rated by DiversityInc in 2013 as the very best company for diversity based on its annual survey of 893 firms, Sodexo still is encountering diversity-related problems.89

Problems at Sodexo. Sodexo began its diversity program in 2002 in response to an anti-discrimination class-action lawsuit, brought by African-American employees who

claimed they were not being promoted at the same rate as their white colleagues. The suit was eventually settled for \$80 million in 2005. In 2010 NPR reported that "about a quarter of the company's managers are minorities, but only about 12 percent are black, which is not much of a change from five years ago, when the lawsuit was settled."90

Sodexo continues to have issues with labor and the law. Since the 2005 settlement, allegations of discrimination have continued, although often local in scope. The company has had other labor problems, with workers complaining about low wages. Also in 2010 Sodexo was called out by the Human Rights Watch in a 2010 report detailing the company's violations of workers' rights to unionize at several US



Executives from Sodexo speaking to employees.

locations. On the legal front Sodexo has fought isolated health code violations and charges of pocketing rebates from vendors to the detriment of several state clients. ⁹¹ In 2013 Sodexo agreed to pay \$20 million in one such rebate fraud lawsuit brought by New York. ⁹²

YOUR CALL Apply the 3-Stop Problem-Solving Approach.

Stop 1: What is the problem in this case?

Stop 2: Identify the OB concepts or theories to use to solve the problem.

Stop 3: What would you do to correct this situation?

"Problem solving is what company leaders want to know that students can do. By incorporating this throughout the text you [provide] students multiple opportunities to learn and master this skill. . . . I am impressed with the clarity and process used to teach this skill."

Brenda D. Bradford,Missouri Baptist University

PREFACE XI

• Example boxes, 44 vignettes about well-known companies and individuals taken from today's headlines, appear throughout the chapters to demonstrate practical application of OB concepts and tools. These Examples arm students with tools they can apply at school, at work, and throughout their careers. Example boxes always conclude with a Your Thoughts? extension where students are asked to put themselves in the situation and describe what they might do.

EXAMPLE Google Search: "How Can We Keep Talented Employees?"

While Google's talent is constantly being poached by its competitors, some employees simply quit, especially women. The company noticed that many women were leaving, or, more precisely, not returning after maternity leave. Some women of course choose to stay home after childbirth. However, Google realized that such employees were leaving at twice the average rate of all employees. It then explored the possibility that its policies might play a role.

THE INDUSTRY STANDARD Generally, the tech industry, Silicon Valley in particular, offers 12 weeks of paid time off for maternity leave and seven weeks for employees outside of California.

NEW PLAN Google's response was to offer five months of full pay and full benefits! Better still, new mothers can split the time and take some before the birth, some after, and some later still when the child is older.

NEW PLAN PLUS Seven weeks of "new-parent" leave is now offered to all of its employees around the world. This enables new mothers and fathers the opportunity to manage their time and new joy/baby. Other companies expand these practices further still. Alston & Bird, an Atlanta-based law firm, provides employees \$10,000 and 90 days of paid leave toward adoptions. Infertility issues are also covered by their health plan.

YOUR THOUGHTS?

- 1. If you alone could make policies at Google (or where you work), what would you do to keep valuable employees?
- 2. How could you apply the contingency approach to make these and other policies more effective?
- 3. What else would you do?
- Take-Away Applications—TAAPs represent 42 opportunities throughout the text for students to apply the material and concepts immediately after reading them. TAAPs ask students to apply OB concepts to issues that affect their personal and professional success.

TAKE-AWAY APPLICATION—TAAP

Using Table 1.3:

- 1. Think of your most desired job. Now describe what you could do to develop your human *and* social capital to make you a more attractive job candidate.
- Assume you graduate this year and are fortunate enough to get a job interview
 with your most desired employer. Explain in terms of human and social capital how
 you would promote or sell yourself in that interview.
 - **Self-Assessments**, 57 research-based self-assessments integrated within the text,

"This is a great collection of self-assessments. I feel that it adds a lot to the student experience, provides rich fodder for class discussions, and makes the concepts relate specifically to students, and that has many advantages in learning and retention."

-Laura Martin, Midwestern State University

- allow students to immediately assess their own personal characteristics related to OB concepts being discussed.
- Problem-Solving Application Cases at the end of each chapter allow students to practice their problem-solving skills and apply chapter-specific content to actual problems confronting real-world people and organizations.
- Legal/Ethical Challenges, closing each chapter, are short cases that ask students to recommend a course of action when faced with business situations that fall into a "gray" area of legal or ethical conflicts.
- **Group Exercises** for each chapter enable students to engage in experiential activities aimed at applying chapter content.

FEATURE #3: AN EMPHASIS ON PROBLEM SOLVING

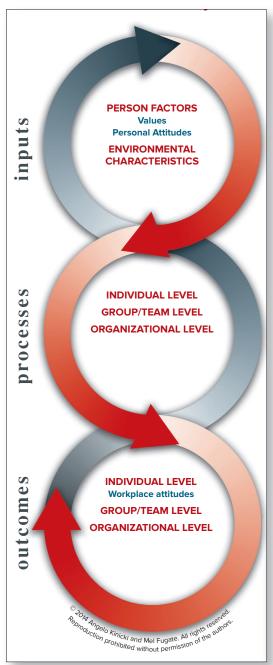
A simple **Problem-Solving Approach** is introduced in Chapter 1 and applied multiple times in every chapter throughout the book. The repeated application in every chapter helps students develop their problem-solving skills. Our problem-solving approach is described as a journey with three stops along the way: **Stop 1**, in which students define the problem; **Stop 2**, in which students use OB concepts to identify causes of the problem; and **Stop 3**, in which students apply their knowledge to generate (or even implement) a solution.

"Repeating the problemsolving approach in detail helps guide the students on the correct path to solving the problem in a methodical way . . . it encourages the students to become critical thinkers."

-Kenneth Solano, Northeastern University

The Integrative Framework for Understanding and Applying OB is another tool to help students solve problems. Not only does it help students organize OB concepts and understand relationships among them, but it also assists in identifying problems, causes, and solutions.

Integrative Framework for Understanding and Applying OB



To build and reinforce students' problemsolving skills, we utilize a number of features in each chapter:

- The 30 **Problem-Solving Application** boxes, mentioned previously, appearing one or more times in each chapter, offer students the opportunity to solve problems facing real individuals, teams, and organizations.
- As mentioned above, each chapter concludes with a more in-depth Problem-Solving Application Case. These cases, which involve a host of companies including DISH, Google, Costco, Yahoo!, and McDonald's, enable students to hone the application of OB by trying to solve real problems with chapter-related content.
- A Comprehensive Problem-Solving
 Application Case on Zappos that spans
 multiple chapters allows students to
 exercise their growing problem-solving
 skills in a more complex context
 that involves multiple concepts and
 challenges across the three levels of OB
 (individual, team, and organizational).

FEATURE #4: IMAGINATIVE WRITING FOR READABILITY & ENGAGEMENT

Research shows that textbooks written in an imaginative, people-oriented style significantly improve students' ability to retain information. We use a number of journalistic devices to make the material as engaging as possible for students.

- Our use of a *conversational and informal tone* provides a casual and direct connection to the student. This tone removes barriers and draws students in to the content.
- We use *colorful facts, attention-grabbing quotes, biographical sketches, lively tag lines, and innovative illustrations* to get students' attention and enhance retention.
- Our emphasis on practicality and application extends to the Example boxes, Problem-Solving Application boxes, Take-Away Applications, and Self-Assessments, all of which help to keep students involved and make OB relevant.
- The text is animated by an enticing and diverse photo program of varying sizes and shapes to help illustrate concepts. Many photo captions end with a question to generate student interest.

"I like the idea of bite-sized chunks and applicability of the material ... because student friend-liness is one part readability, one part personal application, and two parts style."

-Dan Morrell, Middle Tennessee State University

PREFACE XIII

FEATURE #5: RESOURCES THAT WORK

No matter the course you teach—on-campus, hybrid, or online courses—we set out to provide you with the most comprehensive set of resources to enhance your Organizational Behavior course.

McGraw-Hill Connect Management

Less managing . . . More teaching . . . Greater learning . . .

McGraw-Hill Connect Management is an online assignment and assessment solution that connects students with the tools and resources they need to achieve success. With Connect Management, students can engage with their coursework anytime, anywhere, enabling faster learning, more efficient studying, and higher retention of knowledge. It also offers faculty powerful tools that make managing assignments easier, so instructors can spend more time teaching.

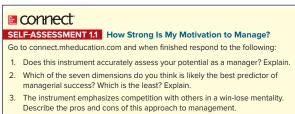
Features

■|SMARTBOOK™

1. SmartBookTM. Fueled by LearnSmart—SmartBook is the first and only adaptive reading experience available today. Distinguishing what students know from what they don't, and honing in on concepts they are most likely to forget, SmartBook personalizes content for each student in a continuously adapting reading experience. Reading is no longer a passive and linear experience, but an



- engaging and dynamic one where students are more likely to master and retain important concepts, coming to class better prepared. Valuable reports provide instructors insight as to how students are progressing through textbook content, useful for shaping in-class time or assessment. As a result of the adaptive reading experience found in SmartBook, students are more likely to retain knowledge, stay in class, and get better grades.
- 2. Interactive Applications. Interactive Applications offer a variety of automatically graded exercises that require students to apply key concepts. Whether the assignment includes a drag and drop, video case, sequence, or case analysis, these applications provide instant feedback and progress tracking for students and detailed results for the instructor.
- 3. Interactive Self-Assessments. Selfawareness is a fundamental aspect of personal or professional development. And because self-awareness is so important to students' professional and personal effectiveness, Organizational Behavior incorporates self-assessments unlike any other textbook in the market. Multiple SAs are incorporated in each chapter, which provides students with frequent opportunities to make OB concepts come to life by seeing how they apply to them personally. Organizational Behavior does this with 57 SAs spread across the chapters that help make OB real for students and show them how to apply concepts and theories as they learn them. These assessments are research-based and are drawn from notable journals in the field of OB. such as the Journal of Applied Psychology, Journal of Management, Journal of Organizational Behavior, Personnel Psychology, Educational and Psychological Measurement, and Journal of Personality and Social Psychology.



- Every SA is introduced in-text by explaining its benefits and practical relevance to the student. The intent is to motivate students to complete the assessments and appreciate their value.
- Each chapter contains an average of three self-assessments.
- Multiple-choice questions accompany each SA, which enable instructors to assure that students complete assigned assessments and understand how they illustrate the associated concepts and theories.
- Self-assessments are automatically scored in *Connect*.
- In addition to being housed in *Connect*, SA references are positioned near the concepts they illustrate in-text, with questions that focus on having students reflect on their scores; contemplate the implications for them at school, work, and home; and apply this new self-knowledge to their own lives. These questions were also written to be amenable to class discussion or personal development plan—type assignments.
- The Instructor's Manual includes guidance on how to interpret each SA and suggested avenues for class discussion and student application.
- 4. Problem-Solving Application and Comprehensive Case. While cases are common in the OB textbook market. Organizational Behavior takes a different approach. First, each chapter concludes with a Problem-Solving Application Case that is also available with assignable content in *Connect*. These cases are all based on real companies and people and explicitly focus on actual problems they confront. Students therefore have repeated opportunities to build their problem-solving skills. a key attribute sought by employers, while also applying the concepts and tools they learned in that particular chapter.

Second, *Organizational Behavior* has created a comprehensive case for *Connect* that includes assignable content. Unlike many additional or integrative cases used in other books, which are often based on fictitious people

or organizations and illustrate only a handful of concepts, the case used in Organizational Behavior is an actual company—Zappos. Not only does the company have appeal to today's students, but it also was created using multiple sources to provide a truly comprehensive case. The intent is to offer students and their instructors a single case that spans all three levels of OB—individual, group/ team, and organizational—and allows for the application of the many concepts and tools introduced throughout the book. We wrote this case to serve many potential purposes—a comprehensive final exam, team project, or complex problem-solving case.

Consistent with some of the major themes of our book, we selected and wrote cases that students will find both appealing and highly relevant opportunities to apply their OB knowledge.

5. Manager's Hot Seat. This interactive, video-based application puts students in the manager's hot seat; it builds critical-thinking and decision-making skills and allows students to apply concepts to real managerial challenges. Students watch as 21 real managers apply their years of experience when confronting unscripted issues such as bullying in the workplace, cyber loafing, globalization, intergenerational work conflicts, workplace violence, and leadership versus management.

VIDEO CASE 1: Office Romance: Groping for Answers

VIDEO CASE 2: Ethics: Let's Make a Fourth Quarter Deal

VIDEO CASE 3: Negotiation: Thawing the Salary Freeze

VIDEO CASE 4: Privacy: Burned by the Firewall?

VIDEO CASE 5: Whistle Blowing: Code Red or Red Ink?

VIDEO CASE 6: Change: More Pain Than Gain

VIDEO CASE 7: Partnership: The Unbalancing Act

VIDEO CASE 8: Cultural Differences: Let's Break a Deal

VIDEO CASE 9: Project Management: Steering the Committee

VIDEO CASE 10: Diversity: Mediating Morality

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VIDEO CASE 11: Personal Disclosure: Confession Coincidence

VIDEO CASE 12: Virtual Workplace: Out of the Office Reply

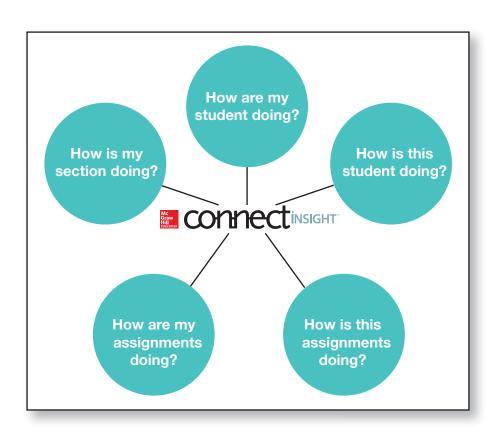
VIDEO CASE 13: Listening Skills: Yeah, Whatever

VIDEO CASE 14: Diversity in Hiring: Candidate Conundrum

VIDEO CASE 15: Working in Teams: Cross-Functional Dysfunction

VIDEO CASE 16: Cyberloafing VIDEO CASE 17: Globalization VIDEO CASE 18: Leadership

VIDEO CASE 19: Work–Life Balance
VIDEO CASE 20: Workplace Aggression
VIDEO CASE 21: Workplace Bullying



- 6. Insight. Insight plots students on a graph of core by time-spent, revealing, among other things, which students are trying but still not succeeding, suggesting that they might be the most responsive to help. Insight plots assignments on a graph of average student score by average time-spent, revealing, among other things, relatively difficult assignments and relatively easy assignments.
- 7. Smart Grading. When it comes to studying, time is precious. *Connect Management* helps students learn more efficiently by providing feedback and

- practice material when they need it, where they need it. When it comes to teaching, your time also is precious. The grading function enables you to . . .
- Have assignments scored automatically, giving students immediate feedback on their work and side-by-side comparisons with correct answers.
- Access and review each response; manually change grades or leave comments for students to review.
- Reinforce classroom concepts with practice tests and instant quizzes.

- 8. Simple Assignment Management. With Connect Management, creating assignments is easier than ever, so you can spend more time teaching and less time managing. The assignment management function enables you to . . .
 - Create and deliver assignments easily with selectable end-of-chapter questions and test bank items.
 - Streamline lesson planning, student progress reporting, and assignment grading to make classroom management more efficient than ever.
 - Go paperless with the eBook and online submission and grading of student assignments.
- 9. Instructor Library. The Connect Management Instructor Library is your repository for additional resources to improve student engagement in and out of class. You can select and use any asset that enhances your lecture. The Connect Management Instructor Library includes . . .
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 - PowerPoint files
 - · Test Bank
 - Management Asset Gallery
 - eBook
 - · Connect IM
- 10. McGraw-Hill Connect Plus Management.

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 student with Connect Plus Management.

 Connect Plus features the following:
 - An integrated eBook.
 - All Connect assignments and tools, which provide a dynamic link between your assignment and chapter content.
 - A powerful search function to pinpoint and connect key concepts in a snap.

For more information about *Connect*, go to **www.mcgrawhillconnect.com**, or contact your local McGraw-Hill sales representative.

Organizational Behavior Video Library DVDs

McGraw-Hill/Irwin offers the most comprehensive video support for the Organizational Behavior classroom through a course library

video DVD. This discipline has a library volume DVD tailored to integrate and visually reinforce chapter concepts. The library volume DVD contains more than 55 clips! The rich video material, organized by topic, comes from sources such as PBS, NBC, BBC, SHRM, and McGraw-Hill. Video cases and video guides are provided for some clips.

Tegrity Campus



Lectures 24/7. Tegrity Campus is a service that makes class time available 24/7 by automatically capturing every lecture in a searchable format for students to review when they study and complete assignments. With a simple one-click start-and-stop process, you capture all computer screens and corresponding audio. Students can replay any part of any class with easy-to-use browser-based viewing on a PC or Mac.

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Craft your teaching resources to match the way you teach!

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- 2. Deep integration of content and tools.

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INSTRUCTOR RESOURCES

Multiple high-quality, fully integrated resources are available to make your teaching life easier:

- The Instructors Manual (IM) includes thorough coverage of each chapter. New in this edition, we offer two versions of the IM, for newer and experienced faculty. Included in both versions are the appropriate level of theory, recent application or company examples, teaching tips, PowerPoint references, critical discussion topics, and answers to end-of-chapter exercises.
- The PowerPoint (PPT) slides provide comprehensive lecture notes, video links, and company examples not found in the textbook. There will be instructor media-enhanced slides as well as notes with outside application examples.
- The Test Bank includes 100–150 questions per chapter, in a range of formats and with a greater-than-usual number of comprehension, critical-thinking, and application (or scenario-based) questions. It's tagged by learning objective, Bloom's Taxonomy levels, and AACSB compliance requirements.
- EZ Test, McGraw-Hill's flexible and easy-to-use electronic testing program, allows instructors to create tests from book-specific items. It accommodates a wide range of question types, and instructors may add their own questions. Multiple versions of the test can be created, and any test can be exported for use with course management systems such as WebCT or Black Board.

- EZ Test Online, available at www. eztestonline.com, allows you to access the test bank virtually anywhere at any time, without installation, and to administer EZ Test—created exams and quizzes online, providing instant feedback for students.
- The Online Learning Center (OLC), located at www.mhhe.com/kfob1e, offers downloadable resources for instructors. On the instructors' portion of the OLC, which is passwordprotected, instructors can access all of the teaching resources described above.

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ASSURANCE OF LEARNING READY

Many educational institutions today are focused on the notion of assurance of learning, an important element of many accreditation standards. *Organizational Behavior* is designed specifically to support your assurance of learning initiatives with a simple yet powerful solution.

Each chapter in the book begins with a list of numbered learning objectives, which appear throughout the chapter as well as in the end-of-chapter assignments. Every Test Bank question for *Organizational Behavior* maps to a specific chapter learning objective in the textbook. Each Test Bank question also identifies topic area, level of difficulty, Bloom's Taxonomy level, and AACSB skill area. You can use our Test Bank software, EZ Test and EZ Test Online, or *Connect Management* to easily search for learning objectives that directly relate to the learning objectives for your course. You can then

use the reporting features of EZ Test to aggregate student results in a similar fashion, making the collection and presentation of assurance of learning data simple and easy.

AACSB STATEMENT

McGraw-Hill/Irwin is a proud corporate member of AACSB International. Understanding the importance and value of AACSB accreditation, *Organizational Behavior* recognizes the curricula guidelines detailed in the AACSB standards for business accreditation by connecting selected questions in the Test Bank to the general knowledge and skill guidelines in the AACSB standards.

The statements contained in *Organizational Behavior* are provided only as a guide for the users of this textbook. The AACSB leaves content coverage and assessment within the purview of individual schools, the mission of the school, and the faculty. While *Organizational Behavior* and the teaching package make no claim of any specific AACSB qualification or evaluation, we have within *Organizational Behavior* labeled selected questions according to the general knowledge and skills areas.

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We hope you enjoy this textbook. Best wishes for happiness, health, and success!

Angelo Kinicki Mel Fugate

"The Kinicki/
Fugate text
is an excellent collection
of learning
tools that
are current,
interesting,
and carefully
constructed."

—Early Godfrey, Gardner Webb University

SELF-ASSESSMENT LIBRARY

Organizational Behavior:

A Practical, Problem-Solving Approach 1e

The following Self-Assessment list was created to help you navigate through the library of 94 available assessments. As noted earlier, 57 of these assessments have been integrated directly into the textbook. The first part of the table of contents shows you a chapter-by-chapter outline of the title for each of these assessments. This can help you to decide which of the in-text assessments you might like to use. The second part of this table of contents provides a listing of the additional 37 self-assessments in the Kinicki Self-Assessment Library. These additional self-assessments are categorized according to topic—individual, group/team, and organization. It is important to note that all 95 self-assessments are contained within *Connect*, making them assignable and gradable.

CHAPTER 1

Making OB Work for Me: What Is OB and Why Is It Important?

- **1.** How Strong Is My Motivation to Manage?
- 2. Assessing My Perspective on Ethics
- 3. Thinking and Problem Solving *

CHAPTER 2

Values and Attitudes: How Do They Affect Work-Related Outcomes?

- 1. What Are My Core Values?
- 2. To What Extent Am I Engaged in My Studies? *
- 3. How Satisfied Are You with Your Present Job? *

CHAPTER 3

Individual Differences and Emotions: How Does Who I Am Affect My Performance?

- **1.** What Is My Big Five Personality Profile?
- 2. How Proactive Am I?
- 3. How Positively Do I See Myself?

CHAPTER 4

Social Perception and Managing Diversity: Why Are These Topics Essential for Success?

- Attitudes About Working with Older Employees *
- Assessing an Organization's Diversity Climate
- **3.** How Does My Diversity Profile Affect My Relationships with Other People?

CHAPTER 5

Foundation of Employee Motivation: How Can Managers Apply Motivation Theories?

- What Is the Status of My Acquired Needs? *
- 2. Measuring Perceived Interpersonal Treatment *
- 3. To What Extent Have I Used Job Crafting?
- 4. Creating an I-Deal

CHAPTER 6

Performance Management: How Can You Use Goals, Feedback, Rewards, and Positive Reinforcement to Boost Effectiveness?

- 1. What Is My Desire for Performance Feedback?
- 2. What Rewards Do I Value Most?

CHAPTER 7

Positive Organizational Behavior: How Can I Flourish at School, Work, and Home?

- 1. What Is My Positivity Ratio?
- 2. What Is My Level of Mindfulness?
- 3. What Is My Level of PsyCap?
- **4.** What Are My Signature Strengths?

^{*} Indicates assessments used in both books (Kinicki/Fugate—Organizational Behavior: A Practical, Problem-Solving Approach, 1e and Kinicki/Williams—Management: A Practical Introduction, 7e).

CHAPTER 8

Groups and Teams: How Can Working with Others Increase Everybody's Performance?

- 1. Group and Team Role Preference Scale
- 2. Is This a Mature Work Group or a Team?
- 3. Evaluate Your Team Member Effectiveness
- 4. How Trusting Am I?

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Communication in the Digital Age: How Can I Become a More Effective Communicator?

- Assessing My Communication Competence *
- 2. Assessing My Listening Style
- 3. Assess Social Media Readiness

CHAPTER 10

Managing Conflict and Negotiations: How Can These Skills Give Me an Advantage?

- 1. Interpersonal Conflict Tendencies
- 2. Psychological Safety Climate
- 3. School- Non-School Conflict
- 4. Bullying Scale
- 5. Preferred Conflict-Handling Style

CHAPTER 11

Decision Making and Creativity: How Critical Is It to Master These Skills?

- 1. Am I Intuitive? *
- 2. What Is My Decision-Making Style? *
- 3. What Is the Level of Minority Dissent and Participation in Group Decision Making in One of My Work Groups? *
- 4. Assessing Climate for Creativity

CHAPTER 12

Power, Influence, and Politics: How Can You Apply These to Increase Your Effectiveness?

- 1. How Much Power Do I Have?
- 2. Which Influence Tactics Do I Use?
- 3. How Political Am I?
- **4.** Your Impression Management—Who and How

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- Am I Ready to Be A Leader? *
- 2. My Task- and Relationship-Oriented Leadership Style *
- 3. Is My Boss a Servant-Leader? *
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- 5. Assessing My Leader-Member Exchange *

CHAPTER 14

Organizational Culture, Socialization, and Mentoring: How Can Use These Concepts for Competitive Advantage?

- 1. What Is the Organizational Culture at My Current Employer?
- What Type of Organizational Culture Do I Prefer? *
- 3. Have You Been Adequately Socialized?
- 4. Assessing My Level of Mentoring

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Organizational Design, Effectiveness, and Innovation: How Can Understanding These Key Processes and Outcomes Help Me Succeed?

- Am I Working for a Learning Organization? *
- 2. What Is My Preference for Telecommuting? *
- Assessing the Innovation Climate of My Organization *

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Managing Change and Stress: How Can You Apply OB and Show What You Have Learned?

- What Are My General Attitudes Toward Change?*
- 2. What Is Your Readiness for Change?
- 3. How Resistant Are You to Change?

^{*} Indicates assessments used in both books (Kinicki/Fugate—Organizational Behavior: A Practical Problem Solving Approach, 1e and Kinicki/Williams—Management: A Practical Introduction 7e).

Additional Assessments Found in Kinicki/Williams-*Management: A Practical Introduction*, 7e

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- **A.** Learning About Your Personality
 - Assessing Your Entrepreneurial Orientation
 - Assessing Your Ethical Ideology
 - Where Do You Stand on the Big Five Dimensions of Personality?
 - What Is Your Level of Emotional Intelligence?
 - How Adaptable Are You?
- B. Your Values and Work Attitudes
 - What Is Your Orientation Toward Theory X/Y?
 - Assessing Your Consumer Ethnocentrism
 - Assessing Your Stand on the GLOBE Dimensions
 - Assessing Your Career Vision and Plan
 - · Assessing Your Financial Literacy
 - Assessing Your Attitudes Toward Corporate Social Responsibility
 - Is a Career in HR Right for You?
 - Assessing Your Attitudes Toward Unions
 - Assessing Your Satisfaction with Your University Experience
- C. Your Motivation
 - Assessing Your Intrinsic/Extrinsic Motivation
 - Assessing Motives Associated With Self-Determination

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- **B.** Communication Skills
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 - To What Extent Are You Using Online Social Networking at Work?
- C. Conflict and Negotiations
 - Assessing Your Conflict Management Style
- D. Effective Leadership
 - · Assessing Your Motivation to Lead
 - Assessing Your Global Manager Potential

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 - · Assessing the Quality of HR Practices
 - · Assessing Your Job Fit
 - Assessing the Innovation and Learning Perspective of the Balanced Scorecard
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 - Core Skills Required for Strategic Planning
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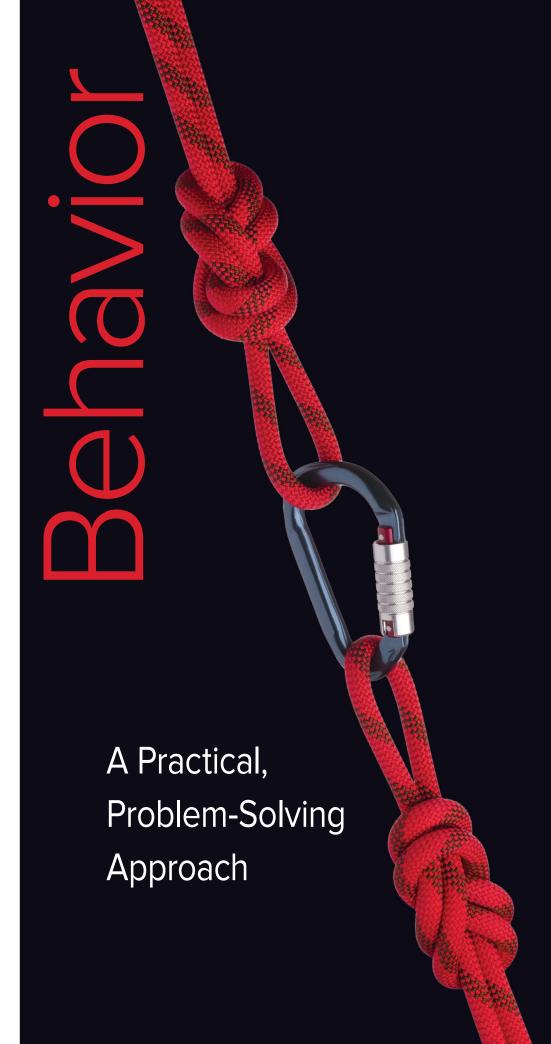
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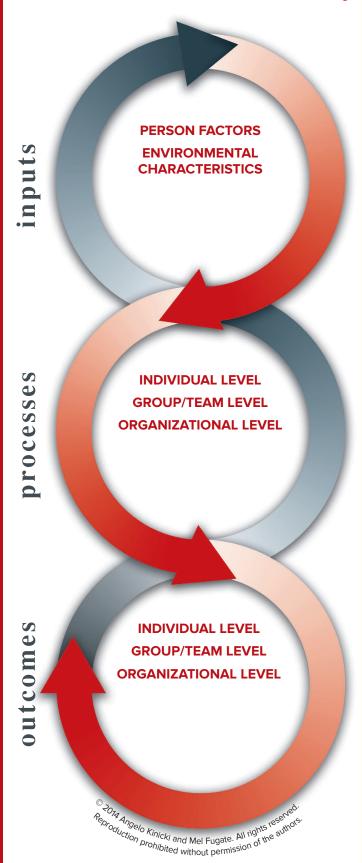
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Individual Behavior

MAKING OB WORK FOR ME

What Is OB and Why Is It Important?



MAJOR TOPICS I'LL LEARN AND QUESTIONS I SHOULD BE ABLE TO ANSWER

1.1 THE VALUE OF OB TO MY JOB AND

MAJOR QUESTION: How can I use knowledge of OB to enhance my job performance and career?

1.2 HUMAN AND SOCIAL CAPITAL

MAJOR QUESTION: How can human and social capital affect my career opportunities and job performance?

1.3 RIGHT VS. WRONG—ETHICS AND MY PERFORMANCE

MAJOR QUESTION: Why do people fall into ethical lapses, even unwittingly, and what lessons can I learn from that?

1.4 APPLYING OB TO SOLVE PROBLEMS

MAJOR QUESTION: How can I apply OB in a practical way to increase my effectiveness?

1.5 STRUCTURE AND RIGOR IN SOLVING PROBLEMS

MAJOR QUESTION: How could I explain to a fellow student the practical relevance and power of OB to help solve problems?

1.6 THE INTEGRATIVE FRAMEWORK FOR UNDERSTANDING AND APPLYING OB

MAJOR QUESTION: How can the Integrative Framework help me understand and apply OB knowledge and tools—and improve my problem solving?

winning at work

YOUR FUTURE

Imagine you are about to walk in the door and start your first full-time job. It's the job you've always wanted. Or if you are working now, imagine you've finally won the promotion you've worked so hard for, and you're about to enter your new office or work area on a new floor. Both cases are full of excitement—your professional life has so much promise!

Now take stock of your existing knowledge, skills, experiences, and

common sense. Even with these assets, wouldn't you want to give yourself an even greater advantage and transform your knowledge and common sense into practical benefits at your job? After all, what value are your talents if you don't apply them?

This is why we study OB.

KNOWLEDGE IS NOT ENOUGH

Expertise alone does not solve business problems. For decades, businesses have attributed their successes to the knowledge or technical expertise of their employees. The rationale was that if workers had the knowledge and necessary technical training, then results would automatically follow. But over time firms have realized that knowledge and training alone do not guarantee success. In recent years, business experts have called this disparity the *knowing-doing gap*. The *knowing-doing gap* identifies the gap between what people know and what they actually do. For instance, everybody knows that treating people with respect is a good idea, but some managers don't always do this. Closing such gaps is an important element of your own success at school, work, and home. This also is a major focus of OB and this book.

THE LIMITS OF COMMON SENSE

You may feel that common sense will go a long way toward solving most business and career challenges. But you'd be wrong. If common sense were all that mattered, businesses would be more successful and all managers would be effective, while you and other new employees would consistently be happy and perform at your very best. However, this certainly isn't true of all employers and managers, and entry-level employees are often ill prepared and underperform.



WHERE EMPLOYERS SAY NEW HIRES FALL SHORT

Fortune published results from a Global Strategy Group study of 500 senior managers and executives. Only 65 percent of these business leaders found new employees "somewhat prepared" for success in business, while a significant percentage said new employees are "not prepared at all." Jeffrey Holmes, a principal at architectural firm Woods Bagot and sponsor of the

survey, confirmed these findings and said: "Companies need people who can synthesize information and apply it to business problems. . . . There's less room for new hires who don't have that ability. Technical skill is not enough." This preference applies to both bachelors and masters students.²

EMPLOYERS WANT PROBLEM SOLVING AND CRITICAL THINKING

Regardless of your area of study, arguably the greatest benefit of your education is developing problem-solving and critical thinking skills. The Global Strategy Group survey of executives revealed that the most sought-after skills for all entry-level employees were problem solving (49%), collaboration (43%), and critical thinking (36%).³ Building your skills in these areas is the overarching goal of this book.

FOR YOU WHAT'S AHEAD IN THIS CHAPTER

You'll learn how OB can drive your job and career success. We'll explain why it's important that you and your employers invest in building both your human and social capital. We'll also explore how ethics are integral to long-term individual and organizational success and we'll introduce a problem-solving framework you can use in a wide variety of situations at school, work, and life more generally. But what really powers this book is our Integrative Framework for Understanding and Applying OB, which we introduce mid-chapter. This framework will help you organize and apply OB concepts and tools as you learn them.

1.1 THE VALUE OF OB TO MY JOB AND CAREER

MAJOR QUESTION

How can I use knowledge of OB to enhance my job performance and career?

THE BIGGER PICTURE

Are you uncertain about the value of organizational behavior (OB) and how it fits into your curriculum, or even into your professional life? Use that uncertainty to judge how well this section makes the case for the value of OB. You'll see how OB knowledge and tools can enhance your personal job performance and career success. Look for the differences between what it takes to get hired versus promoted, and the importance of building your human and social capital. All of these topics affect your future.

The term *organizational behavior (OB)* describes an interdisciplinary field dedicated to understanding and managing people at work. This includes self-management. OB draws on research and practice from many disciplines to deal with how people behave at work, including:

- Anthropology
- Economics
- Ethics
- Management
- Organizational Theory

- Political Science
- Psychology
- Sociology
- Statistics
- Vocational Counseling

As you can see, OB is very much an applied discipline that draws from many sources; its value depends on its usefulness to your job and career. In that spirit, we wrote this book to make the material as applied and useful for you as possible.

Let's begin by looking at how OB compares to your other courses and explain the contingency perspective, which is the fundamental premise of contemporary OB.

How OB Fits into My Curriculum and Future Success

Consider how OB fits in with other courses in your curriculum. Organizational behavior is an academic designation focused on understanding and managing people at work. This includes managing yourself, as well as others, up, down, and sideways. But unlike jobs associated with functional disciplines (like accounting, marketing, and finance), you will not get a job in OB.

So then, what is the benefit to learning about and applying OB? The answer is that the effective application of OB is critical for your success in all fields and across disciplines. As you'll learn, technical knowledge associated with any given job is important, but what makes the difference is your ability to influence, get along with, and manage others. People skills! Applying OB knowledge and tools gives you job opportunities, sets you apart from your peers and competition, and contributes to your success. And an important part of your success is your ability to know which tools to use and under what circumstances. This is described as a contingency approach to managing people and is the foundation of contemporary OB.

A Contingency Perspective—The Contemporary Foundation of OB A contingency approach calls for using OB concepts and tools as situationally appropriate, instead of trying to rely on "one best way." This means there is no single best way to manage people, teams, and organizations. The best or most effective course of action instead depends on the situation. A particular management practice that worked today may not work tomorrow. What worked with one employee may not work with another.

This is why the contingency approach is so central to OB. It is both pragmatic and demanding. Pragmatically, the user of the approach is not looking for any single approved or canned response but the one that will work most appropriately. Demanding, because the user of the approach must often work to find that appropriate solution. We will expand on the contingency approach later in this chapter.

Harvard's Clayton Christensen puts it like this: "Many of the widely accepted principles of good management are only situationally appropriate." In other words, don't use a hammer unless the job involves nails. You'll learn in Chapter 13, for instance, that there is no single best style of leadership. In this way, OB differs from many of your other courses in that answers are not always black and white, right or wrong, but instead the best answer (behavior) *depends on the situation*. The explicit consideration of the situation or environmental factors is fundamental to OB and is emphasized later in the chapter and throughout the book.

Accordingly, to be effective you need to do what is appropriate given the situation, rather than adhering to hard-and-fast rules. Organizational behavior specialists, and many effective managers, embrace the contingency approach because it helps them consider the many factors that influence behavior and performance within and among individuals, groups, and organizations. Whether you are a manager or employee, you need to consider many potential factors that can influence your performance and the performance of the people you may manage or affect. You also need to be aware of your own preferences or typical responses, and question them so as to do what the situation requires, rather than default to personal habit or organizational custom. Taking a broader, contingent perspective like this is a fundamental key to your success in the short and long term.

The following Example box illustrates how Google has applied the contingency approach and changed some of its benefits to more precisely meet employees' preferences for work–life balance and parenthood.

EXAMPLE Google Search: "How Can We Keep Talented Employees?"

While Google's talent is constantly being poached by its competitors, some employees simply quit, especially women. The company noticed that many women were leaving, or, more precisely, not returning after maternity leave. Some women of course choose to stay home after childbirth. However, Google realized that such employees were leaving at twice the average rate of all employees. It then explored the possibility that its policies might play a role.

THE INDUSTRY STANDARD Generally, the tech industry, Silicon Valley in particular, offers 12 weeks of paid time off for maternity leave and seven weeks for employees outside of California.

NEW PLAN Google's response was to offer five months of full pay and full benefits! Better still, new mothers can split the time and take some before the birth, some after, and some later still when the child is older.

NEW PLAN PLUS Seven weeks of "new-parent" leave is now offered to all of its employees around the world. This enables new mothers *and fathers* the opportunity to manage their time and new joy/baby.⁵ Other companies expand these practices further still. Alston & Bird, an Atlanta-based law firm, provides employees \$10,000 and 90 days of paid leave toward adoptions. Infertility issues are also covered by their health plan.⁶

YOUR THOUGHTS?

- 1. If you alone could make policies at Google (or where you work), what would you do to keep valuable employees?
- 2. How could you apply the contingency approach to make these and other policies more effective?
- 3. What else would you do?

Uncommon Sense At first glance the contingency perspective may look like simple common sense. But it's different. It attempts to overcome the limits of common sense by not settling for traditional options if another solution may be more practical and effective. Similarly, understanding the Integrative Framework and 3-Stop Problem Solving Approach you'll learn about later provides more insight than common sense alone. The goal of OB is to give you *more* than common sense and instead enhance your understanding of situations at work and guide your behaviors.

Moreover, common sense has three main weaknesses that you need to consider and avoid.

- Overreliance on hindsight. Common sense excels in well-known scenarios with predictable outcomes. But much of modern business involves uncertainty and adapting to change. In other words, common sense is especially weak in responding to the unknown or unexpected. And because it focuses on the past, common sense lacks vision for the future.
- Lack of rigor. If we are comfortable with our commonsense response, we may not apply the effort required to find the real problem when considering possible causes. This will likely result in not choosing the optimal course of action or solution. If you lack rigor, then you are unlikely to measure the right predictors and outcomes when solving problems.
- Lack of objectivity. Common sense can be overly subjective and lack a basis in science. In such cases we are not always able to explain our reasoning to others, let alone apply it to new situations.

In *BusinessNewsDaily*, Microsoft researcher Duncan Watts says we love common sense because we prefer narrative. "You have a story that sounds right and there's nothing to contradict it." Watts contrasts a more effective approach, as outlined in his book *Everything Is Obvious Once You Know the Answer: How Common Sense Fails Us.* He advocates using a scientific approach. "The difference is we test the stories and modify them when they don't work," he says. "Storytelling is a useful starting point. The real question is what we do next."

One way that OB moves beyond the limitations of common sense is by its systematic and science-based approach to understanding people and how they behave at work. OB therefore can make you more attractive to potential employers and more effective once employed. Let's explore this idea in more detail, beginning with the importance of possessing and developing both hard and soft skills.

Employers Want Both Hard and Soft Skills

Most of us know the difference between hard and soft skills.

- Hard skills are the technical expertise and knowledge to do a particular task or job function, such as financial analysis, accounting, or operations.
- Soft skills relate to our human interactions and include both interpersonal skills and personal attributes.

Employers are increasingly aware of the importance of soft skills. "People rise in organizations because of their hard skills and fall due to a dearth of soft skills." Maybe that's why firms tend to weight soft skills so heavily when hiring for top positions. Recruiters rate interpersonal skills, cultural fit with the company, and leadership attributes as the top three selection criteria for MBA graduates. 9

Experts agree: Anyone can take a course in C++, but it's not going to land you the job. . . . The most sought-after skill-sets for recruiters are becoming less and less about proficiency in specific [technical or job skills] and more about how you think . . . and work within the context of the team. Learning [the technical details or skills of a job] is the easy part. Having the mindset to apply it . . . [and social/psychological dexterity] are the critical skills. 10

TABLE 1.1 FOUR SKILLS MOST DESIRED BY EMPLOYERS

SKILL		DESCRIPTION	THIS BOOK
1. Critical thinking	S	Using logic and reasoning to identify the strengths and weaknesses of alternative solutions, conclusions, or approaches to problems.	Fundamental to this book and woven throughout. We designed features and exercises to help you think critically and apply your OB knowledge and tools.
2. Problem solving	SK	Identifying complex problems and reviewing related information to develop and evaluate options and implement solutions.	Our problem-solving approach is used throughout the book. We repeatedly ask you to apply your knowledge for solving problems at school, work, and life.
3. Judgment and decision making	Sire	Considering the relative costs and benefits of potential actions to choose the most appropriate ones.	Integral to problem solving and success. We integrate judgment and decision making in all problem-solving content and devote an entire chapter to these soft skills.
4. Active listening	des	Giving full attention to what other people are saying; taking time to understand the points being made; asking questions as appropriate and not interrupting.	Key success factor at work. We address this directly in the chapters on influencing others and leadership.

SOURCE: Adapted from M. Casserly, "The 10 Skills That Will Get You Hired in 2013," Forbes, December 12, 2012, http://www.forbes.com/sites/meghancasserly/ 2012/12/10/the-10-skills-that-will-get-you-a-job-in-2013/; and M. Robles, "Executive Perception of the Top 10 Skills Needed in Today's Workplace," Business Communication Quarterly, 2012, 453–65.

The above quote comes from a study by CareerBuilder on the most desired skills for the top 10 jobs in 2013. Table 1.1 shows the top four such skills, along with a brief explanation of how they are directly addressed in this book.

What do you notice about the top four items? Which are hard skills? None! Instead, all are soft skills, the skills you need to interact with, influence, and perform with others.

Soft skills are not job specific. They are **portable skills**, more or less relevant in every job, at every level, and throughout your career. All of these and many more soft skills represent OB topics covered in this book, whether in the personal or interpersonal domain:

Personal attributes

(build goodwill and trust; demonstrate integrity)

- **Attitudes** (Chapter 2)
- **Personality** (Chapter 3)
- **Teamwork** (Chapter 8)
- Leadership (Chapter 13)

Interpersonal skills

(foster respectful interactions)

- Active listening (Chapters 12 and 13)
- Positive attitudes (Chapters 2 and 7)
- Effective communication (Chapter 9)

How OB Fits into My Career

Hard skills are of course important, as they give you credibility. For instance, accountants need to understand debits and credits; finance people, net present value; and both need to understand cash flows. However, to be competitive and give employers what they want, you need to develop your soft skills as well. In fact, certain kinds of soft skills *increase* in importance over one's career and help set you apart from your competition. ¹² To highlight this point, think about the criteria used for hiring workers versus promoting them.

• What It Takes to Get Hired. Regardless of where you are in your career today, ask yourself: What criteria were used to hire you for your first job? What factors did your hiring manager consider? (If your first job is still ahead of you, what factors do you imagine are most important?) Most of you will identify things like education, grades, interpersonal skills, and experience. In short, for most jobs you are



An understanding of OB can give you extremely valuable knowledge and tools to help "sell" yourself during job interviews. Applying this OB knowledge can also enhance your chances for promotions.

selected for your technical skills, your ability to do the given job. Firms may assume you possess particular competencies needed to meet basic job responsibilities based on your education (say an accounting degree if you're going to be an auditor or a finance degree if you're going to be an analyst).

• What It Takes to Get Promoted. Now ask yourself, what criteria are being used for promotions? Of course, often performance in the current job will be a primary consideration. However, you and many other employees may fail to realize that your perceived ability to get things done through others and manage people will be another important deciding factor. If you and three of your coworkers are all vying for an open manager's job, likely all four of you perform at a high level. Therefore performance isn't the deciding factor. Instead, it is your perceived ability to directly or indirectly manage others!

Roxanne Hori, an associate dean at Northwestern University's Kellogg School of Management, echoes this argument: "Yes, your

knowledge of the functional area you're pursuing is important. But to succeed longer term . . . having strong team skills and knowing how to build and manage relationships were seen as just as important." One executive she interviewed suggested that students "take as much organizational behavior coursework as possible . . . because as you move into leadership roles, the key skills that will determine your success will be around your ability to interact with others in a highly effective fashion." ¹³

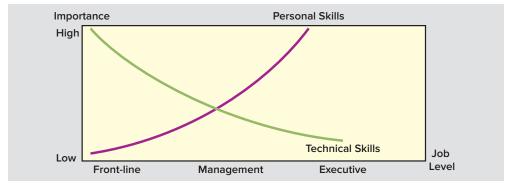
We make this point visually in Figure 1.1. It illustrates how technical or jobspecific skills decline in importance as you move to levels of higher responsibility, while personal skills increase.

Performance Gives Me Credibility Performance matters because it gives you credibility with your peers and those you may manage. Just be aware that early in your career your bosses will be looking for more. They will evaluate your management potential, and their opinion affects your opportunities. So even in a line (non-management) position you need to know how to:

- Apply different motivational tools (Chapter 5)
- Provide constructive feedback (Chapter 6)
- Develop and lead productive teams (Chapters 8 and 13)
- Understand and manage organizational culture and change (Chapters 14 and 16)

Therefore, knowledge of OB is critical to your individual performance, your ability to work with and manage others, and your career success (promotions, pay raises, increased opportunities).

FIGURE 1.1 RELATIVE IMPORTANCE OF DIFFERENT SKILLS BASED ON JOB LEVEL



SOURCE: Adapted from M. Lombardo and R. Eichinger, *Preventing Derailment: What to Do Before It's Too Late* (Greensboro, NC: Center for Creative Leadership, 1989).

1.2 HUMAN AND SOCIAL CAPITAL

MAJOR QUESTION

How can human and social capital affect my career opportunities and job performance?

THE BIGGER PICTURE

You've likely heard the expression—"It's not what you know, but who you know" that determines whether you get a particular job. We argue that both matter, and that you and your employers benefit from investing in what you know and who you know.

You may have older or retired relatives who worked the same job for all of their lives. But such "cradle-to-grave" careers are increasingly rare. The U.S. Bureau for Labor Statistics, examining a younger segment of the baby-boomer generation (born 1946–1964), finds that the average number of jobs was 11! Men had on average 11.4 jobs and women, 10.7. But we're not all average. Twenty-five percent had 15 or more jobs and 12 percent had zero to four. The same study revealed that changes continue into middle age, where 33 percent of employees held jobs for less than a year! It thus seems extremely unlikely you will experience a "cradle-to-grave" career with one company as in generations past. It therefore is extremely important that you continually develop your skills and your network. The first is part of your human capital and the second, part of your social capital.

Human and Social Capital as Investments

Just as individuals and companies invest in more traditional forms of capital (e.g., real estate, stocks, bonds, facilities, and equipment) to earn a positive future return, both employees and their employers invest in human and social capital with the intention of reaping future returns or benefits. This is good news to all of us, as we can continue to increase our value through such investments.

Human resource experts acknowledge this development, which is highlighted in the following comment: "In the modern knowledge-based and service-oriented economy, the success of many firms has shifted from acquisition of tangible (physical) resources to the accumulation of intangible (human) resources." ¹⁵

In the ideal job environment, both employer and employee will invest in these two forms of capital, which is why we discuss them together. Table 1.2 lists some basic forms of human and social capital.

A Closer Look at Human Capital Remember that *human capital* is the productive potential of an individual's knowledge, skills, and experiences. *Potential* is the operative word in this intentionally broad definition. A present or future employee with the right combination of knowledge, skills, experience, and motivation represents human capital with the potential to give the organization a competitive advantage. For that reason today's executives concern themselves with recruiting and retaining talented people, developing employees' skills, keeping them fully engaged, and preparing for the day when valuable people retire or leave for another employer. Research also supports the benefits of human capital, such that employers who invest in employees' human capital by building their skills, purposefully motivating them, and providing opportunities also enjoy lower turnover and improved financial outcomes. To