

Jihočeská univerzita v Českých Budějovicích University of South Bohemia in České Budějovice

# **Concepts of Managerial Thinking**

### doc. Ing. Ladislav Rolínek, Ph.D.



EVROPSKÁ UNIE Evropské strukturální a investiční fondy Operační program Výzkum, vývoj a vzdělávání





#### Development of enterprises, environment and society





Jihočeská univerzita v Českých Budějovicích University of South Bohemia in České Budějovice

# **Functional Management**



EVROPSKÁ UNIE Evropské strukturální a investiční fondy Operační program Výzkum, vývoj a vzdělávání









Concept of Managerial Functions			
Sequential Arrangement	Classic	Fayol's management	1916
		function	
		Gulick's systém POSDCORB	1930
	Modern Connectivity	Drucker	1973
		Koontz Weihrich	1988
		Pearce Robinson	1989
		Appleby	1991
matrix arrangement		after Wor	ld War II
Concept of Manage	erial Roles		
Managerial Roles by Mintzberg			1973
Managerial Roles by Chung			1987
Managerial Roles by Kotte	er		1990
<b>Concepts of Critica</b>	Success Factors		
Concept 7S by McKinsey			1981
Concept SLO by Chung			1987
Concepts of Busine	ss Process Manag	vement	
		,ement	
Organization Components (by Morton)			1991
Concept of Shared Responsibility (Management by Objectives)			90's
Hard and Soft Factors of Prosperity			90's
Concept of the Quality Standards (ISO)			80's





## In 1759 he published his first work *"The Theory of Moral Sentiments"*

**"Wealth of Nations",** full title "An Inquiry into the Nature and Causes of the Wealth of Nations" 1776

Description of work efficiency improvement, worker specialization for one operation, comparison and description of production costs and profit compared to a worker who has to manage to work on several operations in parallel.



Adam Smith Scottish economist





## In 1913 band production began.

He raised his wages to get permanent employees.

He introduced a social program for permanent employees, which included corporate health care, sports and cultural activities, or special bonuses.



Henry Ford American businessman



#### **Industrial Society**



Model T



I will build a car for the great multitude. It will be large enough for the family, but small enough for the individual to run and care for. It will be constructed of the best materials, by the best men to be hired, after the simplest designs that modern engineering can devise. But it will be so low in price that no man making a good salary will be unable to own one — and enjoy with his family the blessing of hours of pleasure in God's great open spaces.



#### **Industrial Society**

#### Levittowns







William J. Levitt American businessman





## **Concepts of Managerial Functions**

H. Fayol – Functions Management - Planning,
Organizing, Commanding, Coordination, Control
Book:

Administration industrielle et générale 1916





Fayol has compiled 14 principles of successful administrative work



#### Fyol's Principles of Management





#### **Concepts of Managerial Functions**





Jihočeská univerzita v Českých Budějovicích University of South Bohemia in České Budějovice

# **Concepts of Busines Process Management**



EVROPSKÁ UNIE Evropské strukturální a investiční fondy Operační program Výzkum, vývoj a vzdělávání





#### **Concepts of Busines Process Management**



It is divided into basic concepts:

- Organization Components;
- Concept of Shared Responsibility;
- Hard and Soft Factors of Prosperity;
- Concept of the Quality Standards (ISO)



# **Organization Components**

Morton in 1991 - success is dependent on the dynamics of organizational components and their mutual relationships.

## **Concept of Shared Responsibility**

It is based on Drucker's Management by Objectives.









# Hard and Soft Factors of Prosperity

The company is successful in balancing and conditional the hard and soft factors of success.





### Hard Factors –

We can design, formally define, implement in the organization on a certain date, order to implement organizational structure, job descriptions, written definition of authority and responsibility, planning systems, operational management and control, etc.

**Soft Factors** - leadership style, informal communication system, management behavior, informal delegation of authority and responsibility, skills and competence of staff, teamwork, etc. They are tied to people and the relationships between them.



# Concept of the Quality Standards (ISO)

The principle is the application of quality management. Business functions are influenced by ISO standards e.g.



ČSN EN ISO 9000 Quality management systems – fundamentals and vocabulary ČSN EN ISO 9001 Quality management systems – Requirements; ČSN EN ISO 9004 Managing for the sustained success of an organization – A quality management approach

Model of excellence, CAF model



The difference between process and functional management

## Business process Management

Functional Management