

## UNIT - I

### LESSON - 1

#### LEARNING OBJECTIVES

##### **Introduction**

The term learning means changes in our behavior, attitude, knowledge and skills. In other words we can say that through learning we can feel permanent changes in our self. If we are not feeling any changes in our above skills then it will not be called as learning. The learning is a type of reinforcement, which may learn a change in behavior enduring by strengthening and intensifying certain aspect of an individual behavior.

Learning may be described as the process of acquiring the ability to respond adequately to a situation, which may or may not have been previously encountered. After analysis, the term learning consists of the following contents:-

- L - At length
- E - It should be affective
- A - It should be apparent
- R - Relentless
- N - Elimination of negative thoughts
- I - Implanting
- N - Elimination negative internalization.
- G - Elimination of generalization

##### **CONCEPT OF LEARNING OBJECTIVE**

The term learning involves the following:-

##### **Components of learning objectives:-**

The learning objectives has the following components:-

1. Audience- Audience is the target of learning objective and the audience character.
2. Behavior - Behavior is expected from the learner to show the audience has learn something from the instructor.
3. Condition-Under what condition will the learner be expected to demonstrate his/her knowledge. It is the responsibility of instructor to create an atmosphere of learning for grasping the memory from the learning environment.

### **Main characteristics of good learning objective**

1. The learning objective should identify a learning outcomes – The main objective of learning is reflection. The objective needs to state what the learner is to perform, not how the learn lesson.
2. The learning objective should be consistent with course goal – it is necessary that the learning objective should be consistent with the course goal. When objective and goals are not consistent two avenues of approached will be available.
  - Change the objective or
  - Change the course goal
3. The learning objective should be precious:- Its some have difficulties to strike a balance between too much and too little precious in an objective. There should be a free line between choosing objective that reflects an important and meaningful outcome of instructions and objective.

To make the objective of learning the affective steps are as under:-

- Starts class on schedule.
- Present material listed in lesson plans and follows the general outline.
- Use following traits and techniques while conducting instruction: flexibility, spontaneity, provides empathy, and compassion uses good questioning

techniques, is an active listener, gets feed back, uses positive reinforcement, and provide counseling.

- Facilitator directs and guides the learner towards finding the correct answer to their questions, rather than being an answering service.
- Provide coaching.
- Demonstrates new or difficult material in manner that may be seen and understood by the learners.
- Evaluates learner in the prescribed manner.
- Grades tests and distributes scores as required.
- Completes class roster and other form at end of training session and deliver them to the training department.
- Completes all learning activities and required function, during allotted time period.

### **TECHNIQUES OF MOTIVATION FOR ACHIEVING LEARNING OBJECTIVE ARE AS FOLLOWS :-**

#### **Learning Objective and Techniques of Motivation**

Knowledge, Understanding, application and creativity can be used as criteria for selecting the appropriate techniques of motivation.

- 1) Knowledge Objectives: This objective is achieved to develop the recall and recognition abilities .it is the lowest learning objective and concerns with the environment of objects. The reward, praise, punishment and reproof techniques of motivation may be employed to achieve knowledge objective. The concrete form of motivation is effective for this purpose.
- 2) Understanding objectives: The understanding objective is realized by developing the abilities of seeing relationship, discrimination, cite example and generalization, the environment and content both are

equally important for providing appropriate learning experiences to the students. The praise, success, punishment and failure techniques of motivation can assist in achieving this objective.

- 3) Application objectives: An application objective is achieved by developing the abilities of reasoning, hypothesizing, inferring, and prediction. The perception and expectancies of the students play the significant role. The success and failure, cooperation and competition knowledge of results and attitude, techniques of motivation can help in realizing the objective of application.

### **1. Creativity objectives:**

The creativity is the highest objective of the cognitive domain. This can be achieved by satisfying the highest needs of a person and employing internal motivation. The analysis, synthesis and evaluation or Judgment abilities are developed for achieving this objective. The context is most important and environment is least important. The ego environment and self-motivation is essential for creativity. The level of aspiration, novelty and attitude, techniques of motivation can be used for achieving creativity objective.

### **DOMAINS OF LEARNING**

The term domains of learning means classification, area and scope of learning. The classification allows the teacher to be better able to organize instruction and thereafter provides better structure and improved clarity. The main aim of domains of learning that the students will be better able to achieve success if they more clearly understand the structure of the instruction provided to them.

## **The types of domains of learning**

The domains of learning are of three types:

1. Cognitive domains
  2. Affective domains
  3. Psycho domains
1. Cognitive Domains- The cognitive refers to an individual idea thoughts knowledge interpretation, understanding etc. about himself and his environments. The cognitive theory of learning assumes that the organism learns the measuring of various objects and events and learned responses depend upon the meaning assigned stimuli. In other views we can say that the learner form a cognitive structure in memory, which preserves an organize information about the various events that occurs in a learning situation.

The cognitive theory recognizes the rol of an organism in receiving, memorizing, restructuring and interpreting the stimulus and reaching to it. At the end we can say that we understand about an individual cognitive system, the better we are above to predict his behavior.

2. Affective domains – This domain is the area, which concern attitude, belief and the entire spectrum of values and value system. The area is often considered the more difficult domains in which we structure instruction. The term values are show in embedded that they can be inferred from people behavior and their expected attitude. What may ‘appear’ to be strange behavior in an employee can make sense if managers understand the value underlying that behavior? Value has an important influence on the attitude, perception, needs and motives of people at work. Value represents basic convictions that a specific mode of conduct is permanently are socially preferable to an opposite mode of

conduct. When we rank individual values in terms of their intensity we obtain value system of that person. All offers have a hierarchy of value that forms our value system. This system is identified by the relative importance. We assign to such value a freedom self respects, honesty, obedience, equity and so on.

The value learnt can be divided into two broad categories:

- Terminal value
- Instructional value

The person learns and develops values because of the following factors:

Family factors

Social factors

Personal factors

**FAMILY FACTORS** - **The** factors influencing the process of socialization of an individual is role of the family. The learning of social behavior, values and norms come through these practices for example – through rewards and punishment.

**SOCIAL FACTORS** – School has a major role to play in the development of values. Through disciplines in school a child learn desirable behavior important in the school setting, interaction with teacher, class mate and the other staff member in the educational institution make the child inoculate values important to the teaching learning process.

**PERSONAL FACTORS** – Personal attributes such as intelligence, ability, appearance and educational level of the person determines the development of values for example one's higher levels of intelligence may result in faster understanding of values.

3. **PSYCHO DOMAINS**- this domains attempt to classify the coordination aspects that are associated with movement and to integrate the cognitive

and affective consequences with bodily performance. The psycho domains can be classified in to following 3 movements:-

Generic movement

Ordinative movement

Creative movement

**GENERIC MOVEMENT** - The movement are process, which facilitate the development of charactories and affective pattern. These are exploratory operation in which the learner receives are takes in awareness of the movement and body movements as well as patterning the experienced and demonstrated.

**ORDINATIVE MOVEMENT** – Learner are able to organize and process skillful movement. They are able to adopt and refine skillful movement in order to be able to solve task or performance required.

**CREATIVE MOVEMENT** – This is the highest level of the psycho domain. In this form student are able to create or invent movements that will serve the individual (personal) purpose of the learner.

## **LESSON-2**

### **Methods of Learning:**

The main focus of teaching is to facilitate learning. Where there is teaching learning must be there. Teaching activities are designed to produce change in the behavior of the learners. Therefore a new concepts of teaching-learning has emerged out in the field of education. The concept of teaching is incomplete without learning.

William H. Hurton (1958) has made an attempt to investigate the relationship between teaching and learning and he gives the following reasons:

1. Teaching can be made effective by relating it to learning.
2. Teaching objectives can be identified in behavioural terms and appropriate learning situations may be created to realize these objectives.
3. The appropriate teaching conditions or structures may be generated for effective learning.
4. The effective teaching aids may be selected for creating learning situations.
5. The teaching strategies and tactics may be selected to achieve the optimal objects of learning.
6. The concept of relationship of teaching and learning will be an aid to understand the nature of teaching and teaching theories may be evolved.
7. The knowledge of the relationship will be helpful for teacher-educator to produce effective teachers.

In the present environment methods of learning are as follow:-

**1) Autocratic Style**

It involves the following Strategies:

- a) Lecture
- b) Lesson Demonstration
- c) Tutorial
- d) Programmed Instructions

**2) Permissive Style**

It involves the following Strategies:

- a) Question Answer
- b) Heuristic
- c) Discovery

- d) Group Discussion
- e) Role Playing
- f) Brain Storming
- g) Independent Study

### **Autocratic Style Strategies**

#### **1) Lecture Style-**

It is his oldest teaching method given by idealism philosophy lecture can be used to realize the highest order to cognitive objective

Employees following Principles:

- a) The content is pretend as whole.
- b) The main stress is on presentation.
- c) The students learn better through listening.
- d) The subject content is correlated with other subjects.
- e) The new knowledge is linked with student previous knowledge.

#### **2.) Lessons Demonstration:**

Traditional class room method which his used in technical schools and raining Colleges. As a technique its is less autocratic than a lecture but considerably permissive than a discussion. It is used foe achieving the psychomotor and Cognitive Objectives.

Employees following Principles:

- a) The skill may be developed by imitation.
- b) The perception helps in imitation.

#### **3) Tutorial:**

Considered as both autocratic and permissive type of learning. A lecture strategy is followed by tutorials because individuals difficulties can not

solved in lecture. Tutorials are highly individualized type of learning/teaching.

Employees following Principles:

- a) It considers the individual differences.
- b) It establishing the rapport with learner.
- c) It provides educational guidance.
- d) It organizes remedial help to the learner.

### **Types of Tutorials**

- a) **Supervision Tutorials:** In this type of tutorials students and teachers meaning are arranged regularly. It stress on the mastery over the basic skills of scholarship.
- b) **Group Tutorials:** The teacher should have the background of social psychology and group dynamics so that he can deal with group tutorials effectively in solving their problems.
- c) **Practical Tutorials :** These tutorials are commonly used for both and individual basis to achieve psychomotor skills in laboratory, workshop,

### **2) Programmed Instructions:**

It is the new strategies of teaching. It has revolution the process of teaching and Learning. It is also known as “Individualized Instructions”. The responsive of the learned are controlled by the Programmer. The learner does not get freedom to respond, but it provides an Opportunity to each learner to pace according to his own capacity and ability.

Employees the following Fundamental Principles:

- a) Principle of small steps
- b) Principle of active responding.

- c) Principle of immediate confirmation.
- d) Principle of self-pacing.
- e) Principle of student's testing.

**Permissive Style Strategies:**

**1) Question Answer:**

It is developed by famous philosopher *Socrates*. He assumes that all knowledge with in the learner and teacher has to unfold it. he further assumed that teacher should present the Subject-Matter in such a way that learner recognizes the truth and he can identify himself with it. He has top identify the three phases of learning process. "Observation, experience and testing".

Employees following Principles:

- a) Theory of enfoldment: All knowledge with in the learner, teacher can not teach any new knowledge to students
- b) The knowledge can be emitted by linking the question wit his answers

**2) Heuristic:**

Heuristic means "Discovered /Investigate". It is based on The assumption that the learner should be told as little as possible and He should be encouraged to learn himself as much as possible.

**3) Discovery:**

This strategy is developed by J.S.Burner. The Discovery and Heuristic are used fro the same meaning but they are quite Different form one another. The discovery strategies is used for teaching social subjects where as Heuristic strategies is used for teaching science subjects. There is scope for direct observations in the Heuristic, but Discovery provides the factual information about the past events.

**Employees follows the following principles of learning:**

- a) The learner remains active
- b) The students learn with understanding and insight.
- c) The organization of motives and values within the individual relevant.
- d) The principles of assimilation as described are followed.
- e) There is scope for divergent thinking, which leads to inventive solution of the problem.

**4.) Group Discussion**

There is no comprehensive definition of group discussion, but it is considered as a democratic teaching strategy.

**It is of two types:**

**a) By the teacher:**

This type of discussion is more autocratic in style.

**b) By the students:**

In this situation, discussion is more permissive or democratic in style

**Employees following Principles**

- a) Principle of active participation.
- b) Principle of freedom of work
- c) Principle of group work and equal opportunity to ask questions and to answer them.

**5) Role Playing:**

It is also known as stimulated social skills training or teaching. It is most useful for training institutions to develop social skills. It is a better strategy than lesson demonstration, because it provides a situation to the learner to perform the task.

### **6) Brain Storming:**

It is based on assumption that a student can learn better in group rather than in individual study. This strategy consists of a problem-solving situation in which learners are assigned to a problem and they are asked to discuss any idea, which come to their mind. The group is encouraged to provide even unusual suggestions. They have to analyze and evaluate the workability of their own suggestions of the problem.

### **7. Independent Study:**

Independent study helps in developing student's initiative, responsibility and understanding for what they study. Its also known as "Project Work". This study more useful for a training program.

## **IMPORTANCE OF TEACHING TECHNIQUES INTRODUCTION**

Teaching as conventionally understood by a traditional teacher is the act of disseminating information to the learner in the classroom. It is generally, equated with telling. If we observe traditional classroom teaching we find that either the teacher is delivering information or one of the students are silently following him in their own textbooks. This probably is the concept of teaching held by traditional teacher.

Teaching may consist of a description of those acts, teachers demonstrate that reflect their commitments to a particular philosophy to education. We can explain it from different angles.

Some explanations are as followed:

- a) Teaching is communication between two or more persons who influence each other by their ideas and learn something in the process of interaction.
- b) Teaching is to fill in the mind of the learner by information and knowledge of facts for future use.

- 1) Teaching is a process in which learner, teacher, curriculum and other variables are organized in a systematic way to attain some pre-determined goal.
- 2) Teaching is to cause motivation to, learn.

According to Smith- Teaching is a system of actions to induce learning.

### **Teaching Techniques (for Higher Learning)**

- 1) Conference Technique
- 2) Seminar Technique
- 3) Symposium Technique
- 4) Workshop Technique
- 5) Panel Discussion

#### **Conference Technique**

The conferences are organized to study the specific problems of nations, society, religion, science and education. The objective of the conferences is usually broad to develop cognitive and affective aspects. The objectives are determined by the organization. For example: Teacher Education Association and all India Educational Technology Association. The purposes of these organizations are different.

#### **Seminar Technique**

A seminar as an Instructional Technique involves generating a situation for group to have guided interaction among themselves on a theme, which is generally presented to the group by one or members. The person who presents the theme should have studied the theme thoroughly before hand. This would mean selection of relevant material at its organization. The collected material is put in the form of paper, which is circulated among the participants in advance or before the paper reading. It provides the structure of the theme, to facilitate its communication.

Thus, seminar is an instructional technique of higher learning which involves paper reading on a theme and followed by group discussion to clarify the complex aspects of the theme.

### **Symposium Technique**

The word “Symposium” has several dictionary meanings. Firstly Plato has used the term for “good dialogue” to present the views towards God. Another meaning of the term is the intellectual recreation or enjoyment.

The recent meaning of the term is meeting of persons to discuss a problem or theme. The symposium technique /forum serves as an excellent device for informing an audience, crystallizing opinion and general preparing the listeners for arriving at decision, policies, value, judgment or understanding.

The main purpose of the Symposium is to provide the understanding to the students or listeners on theme or problem specifically to develop certain values and feelings.

### **Workshop**

Workshop is defined as assembled group of ten to twenty five persons who share a common interest or problem. They meet together to improve their individual and skill of a subject through intensive study, research, practice and discussion.

### **Panel Discussion**

This technique first time was used by Herry A Ober in 1929.He organized a discussion from small group to definite period for the audience. At the end of the discussion audience had also participated. The important question was put by the audience on the topic. The experts tried and answered the questions and certain points are clarified, which were not included in the discussion. Several other persons had used this technique. Generally this type of panel discussion is organized on television and radio.

## **Importance of Teaching**

### **1) It Includes the provision of desirable information:**

The human knowledge is going on increasing since the rise of civilization. He has learnt all this by trail and error, insight and imitation. We should provide desired information's to the student in well organized form regarding this store of knowledge, it saves time, also the pupils will not face any difficulty in achieving knowledge.

### **2) Causes to Learn:**

A good teaching is not merely to impart information's to the students, but it is also to arouse the will of self-learning in them. The teacher should explore the interest, aptitudes, capacities, competencies, and need of the pupils and guide them accordingly. From this point of view, the teaching should be so much natural and interesting that the pupils get motivated for self-learning. The good teaching is to provide assistance to them for establishing the contact with different subjects of curriculum and environment themselves.

### **Needs efficient Planning:**

The pupils cannot be taught everything all the time. Various stages are meant for achieving the different aspects of knowledge. Also pupils have different interests, attitudes, competencies and needs on the basis of individual differences. So there must be some useful planning of teaching in view of the above things.

### **Selective Idea**

The human being is struggling continuously since he came on this earth. As a result of his struggle, his knowledge-store is going on enriching day-by-day. Such an explosion in knowledge cannot "be learnt in such a short time span therefore, through teaching, the people should be told some selected and useful

things. In other words, disseminating selected knowledge is called good teaching.

### **Provide opportunities for activities:**

The pupil remains active by nature. This activeness is based upon his basic instincts. Hence, each people perform desirable and undesirable activities under the influence of his instincts. The teacher should study the pupil's basic instinct and direct these activities for purposefulness and useful directions.

### **Sympathetic Program**

Psychology has proved that when the pupils get involved in the emotional disturbance while struggling mentally, his all mental powers cease to function smoothly. From this point of view, successful teaching essentially requires emotional stability and security.

### **Cooperative Approach**

Teaching does not mean forceful imposition of knowledge in the pupil's brain. The teaching and learning process is an alive active process. Hence, the desirable results can only be achieved when teaching is based on cooperation of the teachers and the pupils.

### **Organization of Learning:**

*Marshall* has written that the organization of learning means the unification of all the component of teaching. Hence, the activities of teacher and pupils should be unified. It is essential to include all task teaching methods and conditions in these activities. In short good teaching is organization of learning.

### **Democratic environment**

Modern ages are the age of democracy. These days, the real education is considered to be that education which prepares the pupils for life by life. In the light of this, we should prepare the pupils for democracy democratically. But to achieve this objective, the teaching should be based on democratic ideals,

objectives, curriculum, and teaching methods. In short good teaching should be democratic.

### **LESSON-3**

## **INSTRUCTION TECHNOLOGY**

### **Introduction**

The term technology implies the application of science to art. When we apply the science of learning and communication to teaching we evolve a technology. The interaction of physical sciences with education provides us with traditional aids, tools, hardware such as paper ink books, radios, films, televisions and more sophisticated modern hardware like computers, space satellites language laboratories etc. Stoloraw (1963) argues that there are three major factors that emphasize the linking of Instructional with technology:

The exploration world population.

The exponential rate at which new knowledge is being granted.

The changing science and technology of our current society.

### **MEANING OF INSTRUCTIONAL TECHNOLOGY**

J.K. Galbirath has given two main characteristics of every technology, these are:-

Systematic application of scientific knowledge to the practical task, and the division of practical task into sections and subsections.

Any subject who meets with these two norms of the characteristics is called

### **Instructional Technology.**

Instructional Technology, today is widely accepted as the application of systems approach in the systematic design of learning system, and as a method or approach combined with the appropriate and necessary media and material to bring about improvement in teaching learning –evaluation process.

Technology should not be confused with teaching or instruction or education or learning or engineering but it should be taken as a sum total of all such aspects, which go long way in shaping the personality of the learner in a meaningful context. It is an aggressive invention in education which has a promising future in the of all those who are constantly engaged in the pursuit of knowledge otherwise it will remain an Orwellian nightmare.

### **Definitions of Instructional Technology:**

**Robert A.Cox defines as** -“Instructional Technology is the application of scientific process to man’s learning conditions.”

**E.E.Haden defines as** – “Instructional Technology is that branch of educational theory and practice concerned primarily with design and use of messages which control the learning process.

### **Objectives of Instructional Technology**

- a) To determine the goals and formulate the objectives in the behavioral terms.
- b) To analyze the characteristics of learner.
- c) To organize the content in logical or psychological sequence.
- d) To media between content and resources of presentation.
- e) To evaluate the learners’ performance in term of achieving educational objectives.
- f) To provide the feedback among other component for the modification of learners.

### **KINDS OF INSTRUCTIONAL TECHNOLOGY**

Instructional Technology can be divided into following three components:-

- Behavioral Technology
- Instructional Technology
- Teaching Technology

## **Behavioral Technology**

Behavioral Technology is an important component of educational technology. It puts emphasis on the use of psychological principles in learning and teaching so that the behavior of the teacher and pupils may be modified in accordance with teaching objectives. Behavioral Technology intends to expand progress and develop in the field of behavior and learning.

The contents of Behavioral Technology for bringing about the changes in the behavior of teacher are the following:

Meaning and definition of the teacher-behavior.

Principles of teacher-behavior.

Observation method of teacher-behavior.

Analysis and Nature of teacher-behavior.

Evaluation and Norms of teacher-behavior.

Models of teacher-behavior.

Various techniques of developing teacher behavior such as:

Programmed Instructions,

T-Group training,

Inter action Analysis Techniques,

Simulated Social Skill Teaching,

### **Assumptions of Behavioral Technology**

1. Teacher's behavior is social and psychological.
2. Teacher's behavior is observable.
3. Teacher's behavior is measurable.
4. Teacher's behavior is modifiable.
5. Teachers are not in born only they can be produced even.

### **Characteristics of Behavioral Technology**

1. Its basic function is psychology.
2. Reinforcement and feedback are emphasized in it.
3. The teaching acts are evaluated from objective point of view.
4. It is more focused on psychomotor objectives.
5. It is based upon software approach.
6. It is more used in teacher's training institutions.
7. Its attention can be focused upon individual differences of pupil-teachers.

### **INSTRUCTIONAL TECHNOLOGY**

In instructional technology, the presentation of the contents is described in or out of the class. The pupils are motivated for learning in both, instruction and teaching but still there is much difference between these two. Instructions mean communication of information. Other persons and methods than teacher can do this. For example different type of audio-visuals aids can guide the students. The correspondence course and Open University may accomplish the task of instructions successfully through press and television. Actually instructional technology is based upon Hardware Approach. It includes teaching material prepared on the basis of machine like tap recorder, record player, televisions and projector etc. With the help of this, large groups of students may be provided with the knowledge in minimum time and expenses.

Thus, the instructional technology motivates learning process. The instructional material is selected keeping in view the objectives. Simultaneously, various methods, techniques, strategies and audio-visual aids are used for presenting the lesson so that the objectives may be achieved in the end, the achievement of the objective is evaluated if the objective is not achieved owing to any reason, then again the decision regarding any proposed change is taken so that the desired change in the pupils' behavior may be brought about.

### **Assumptions of Instructional Technology**

1. A pupils can learn according to his need and capacities.
2. A pupils can learn even in the absence of the teacher.
3. Reinforcement can be provided by using instruction continuously.
4. Learning objective can be achieved through instructional objectives.
5. The subject matter can be pan be divided into its various elements or sections and each Section can be taught this independently through this technology.

### **Characteristics of Instructional Technology**

1. It is helpful in achieving cognitive objectives.
2. It can meet the shortage of effective teachers.
3. With its help, the pupils can learn according needs and speed.
4. it can control the individual differences.
5. Conditioned Response Theory of Learning is also used.
6. Analysis of content in depth is carried out in this technology, which encourages optimism regarding the impressive regarding the impressive presentation of the contents.

### **Teaching Technology**

Teaching is an art. Teaching Technology makes this art easier, precise, Practical and objective by using scientific principles. Teaching has two elements:

- (i) Content, and
- (ii) Classroom behavior or communication.

Teaching technology, include both contents and communication. Hence, teaching technology includes both instructional technology and behavioral

technology. But neither does it add in itself only the, major aspects; i.e., neither programmed instruction nor its studies only some contents like various principles of teaching behavior, techniques of behavior developments and classroom behavior models in behavior technology. Even the observation of Classroom behavior, analysis, interpretation and evaluation considered the content of teaching technology.

The learning system helps the teacher in making correct decision as well as develops responsible professionalism. It makes necessary changes in the concept of teaching, training of teacher, strategies and the tactics of teaching, functions of the teacher as a manager etc.

### **Functions of a teacher in learning process**

The functions of the teacher as a manager into the following four steps:

1. Planning
2. Organization
3. Leading
4. Controlling

### **Planning:**

In this phase, the teacher analyses the content, determines, and defines the learning objectives and writes these objectives in clear terms.

He performs three activities in this phase-

- (i) Task analysis
- (ii) Identification of teaching objectives
- (iii) Writing learning objectives

In the words of **I.K.Davies**, “In teaching, planning is the works, a teacher does to establish learning objectives”.

### **Organization:**

In this phase, teacher creates an effective environment by selecting teaching methods, strategies, tactics and essential aids. Acquiring proper experience pupils gain learning objectives while living in such an environment.

### **Leading:**

In this phase, the teacher motivates pupils so much at each and every step they start showing interest in teaching and the learning objectives are achieved. In this connection, **I.K.Davis** has written, “leading is the work a teacher does to motivate,-encourage and inspire these students, so that they will readily achieve the learning objectives”.

### **Controlling:**

In this phase pre-determined and defined objectives of learning remain the same. No change is brought about in these objectives. But the teacher observes the context to which the organization and leading activities have achieved the pre-determined objectives. To accomplish this great task, the teacher seeks the help of various techniques of evaluation and measurement. He concludes that the learning objectives have not been achieved, then he should bring necessary changes in the activities of “organization” and “leading” phases.

### **Forms of Instructional Technology**

Instructional Technology has the following three forms:

- 1) Instructional Technology-1 or Hardware Approach.
- 2) Instructional Technology-2 or Software Approach.
- 3) Instructional Technology-3 or System Analysis.

### **Instructional Technology-1 or Hardware Approach:**

Hardware Approach is the application of physical science in education and teaching in education with which the teaching process is being mechanized gradually so that maximum pupils may be educated in minimum time at very low cost. Instructional Technology includes cinema, gramophone, radio, tape recorder, projector, computers etc all teaching machines the use of which makes the teaching more and more effective in order to achieve the teaching objectives.

### **Instructional Technology-2 or Software Approach:**

Software approach is also named as Instructional Technology or Teaching Technology of engineering of Behavioral Technology not allowed the use of engineering machines. Psychological principles of teaching and learning are utilized so that desirable changes may be brought about in the behaviors of pupils. If the machines are used this is done only to make the subject matter effective. Hence the Educational Technology -2 is concerned with teaching objectives in behavioral terms, principles of teaching, methods of teaching, method of teaching and techniques, reinforcement of instructional system, feedback devices and evaluation. It is tried to develop all three aspects i.e., input, process and output.

### **Instructional Technology-3 or System Analysis:**

System Analysis is also known as Management Technology has provided a scientific basis to the decision-making regarding the problems associated with administration, management, commerce, industry and army. Instructional Technology-3 helps to study the problems of educational administration and management in a scientific and conclusive way. Instructional Technology-3 helps in developments of educational administration and formulation of instructional out line. Educational Administration and Management can be made more effective and less costly by using in educational system.

## LESSON 4

### Instructor Behavior

#### CONCEPT

The term instructor /teacher behavior defined as the behavior or activities of persons as they go about doing whatever is required of teachers, particularly those activities which are concerned with the guidance or direction of the learning of others.

#### **Theory of Instructor – Behavior is based on two postulates:**

- 1) Teacher –Behaviors is a social behavior.
- 2) Teacher –behaviors is relative concept.

#### **Assumptions of Teacher Behavior:**

- 1) Teacher – behavior is a function of situational factors, other elements and teacher personal characteristics.
- 2) Teacher Behavior is observable.

This assumption based on three postulates:

- a) Teacher Behavior is distinguishable.
- b) Teacher behavior is quantifiable.(classifiable, quantitatively, qualitatively.)
- c) Teacher behavior revealed through overdoes behavior.

#### **Types of Teacher Behavior:**

- 1) Verbal Behavior
- 2) Non-Verbal Behavior

#### **Verbal Behavior**

Most of the classroom interaction between teacher and taught is generated by verbal communication. The activities of mouth are the parts of verbal

behaviour. the verbal behavior includes lecturing, defining, explaining, clarifying, encouraging, praising and accepting feeling and ideas of the student. The verbal behavior of teacher concerns with cognitive and effective aspects.

### **Non – Verbal Behavior**

A teacher uses some bodily actions, facial expressions that encourage or restrict the pupil – participation in class - room teaching. its known as non-verbal behavior of teacher. The non – verbal behavior is more effective than verbal behavior.

### **Taxonomy of Teacher Behavior**

Under this teaching the student – teacher simulated a particular activity or role and they try to develop an identity with the actual classroom situations. The whole simulated teaching programme becomes training in role perception and role-playing. The handling behavioral problems and classroom are better mastered through simulated teaching sessions.

Teacher Behavior includes four major dimensions:

- 1) A source dimension.
  - 2) A direction dimension
  - 3) A function direction.
  - 4) A sign direction.
- 1) A source dimension – of teaching provide interaction of the relationship of student and teacher at a basic level. Teaching is the interaction between projector entity called teacher and receptor entities within a classroom situation.
  - 2) A direction dimension – The identification and classification of the nature of receptor entities provide the direction dimension of teaching.
  - 3) A function direction – The teacher has to perform certain tasks. These tasks should be dealt with beliefs, attitudes, skills and processes of

instruction. The second task is to establish and maintain interpersonal relationship among students in classroom. The third task is to facilitate the learning process. These three tasks constitute the function dimension of teaching.

- 4) A sign dimension - In order to observe behavior it should be communicated in some way. The communication may require more than one mode of expression in fulfilling a given function. The modes of behavior make the sign dimension.

### **LESSON -5**

#### **ATTENTION      VERSUS      INVOLVEMENT      ATTENTION      / CONCENTRATION**

Attention is part of focus, concentration, a component of intelligence attention, focus of attention can only last a few seconds (some tests suggested up to 90 but 30 seconds is regarded as maximum for focusing attention) – attention is the act or process of focusing on one or more particulars in the content of one’s consciousness to give special clearance to essentials by restricting one’s sensory input from the environment’s unwanted aspects – attention is never entire. It digresses but can be re-focused at will.

#### **Requisites for attention:**

- Try to anticipate the main ideas of the coming lecture: Look over your notes of the previous lecture and read the course material.

If you have questions about material from the previous class or text, ask the instructor before class about them Prepare a few questions you expect to be answered on new material if possible.

- Resist distractions by sitting in front of the room away from disruptive classmates and by focusing on the instructor through active listening and note taking
- Put yourself in the "mood" with attentive expression and posture; do not sprawl
- Shift position in your seat every so often Don't sit frozen in one position Shifting on occasion will help keep the blood circulating, send more oxygen to your brain, and help you remain alert.
- When appropriate: ask a question, ask for more clarity, or engage an instructor and the class in dialogue.
- Train yourself not to give in to distractions you can learn that. When someone enters the room, or when a door slams, do not allow yourself to participate. Rather, keep your concentration on what's in front of you. Form a tunnel, between you and the lecturer
- Practice letting people move or cough without having to look at them - just let them "be out there" as you focus on what is being taught.
- When talking with someone, keep your attention on that person, look at his face, and note what is being said. Let the rest of the world just be "out there."
- Use the "Be here now" technique to help you regain concentration when you do become distracted momentarily.

### **Three Levels of Attention / Concentration**

**Light Concentration:** Occurs when you first sit down. This level continues for about the first 5 minutes.

You are just getting settled into your reading, listening, or studying. You are easily distracted.

**Moderate Concentration:** Occurs during the next 5 minutes or so.

This is when you begin to pay attention. You are not as easily distracted, although you may lose your Concentration if someone talks directly to you.

**Deep Concentration:** You aren't thinking about anything except what you are hearing or reading.

You may not notice if someone comes into the room or the ticking of the clock. You typically are not easily distracted by external or internal stimuli. You are working most effectively.

### **The Ideal Atmosphere for Attention & Concentration**

- The noise level should be appropriate
- The table and chair are in comfortable size.
- The work surface and surrounding walls are uncluttered.
- Two or more sources of lighting are present.
- Necessary supplies are readily available.

### **Setting the Mental Stage**

- Use Relaxation techniques to calm your mind.
- Arrange your goals and priorities for the study block.
- Visualize yourself capable of full concentration.
- Remember the Emotional E-words related to success: effort, enthusiasm, energy and eagerness.
- Use positive Self-talk to set a positive attitude.

## **Identifying External and Internal Distracters**

- Make a to do list before you start studying or as the responsibilities pop up in your mind while you are studying. Deal with these things only after you are done studying.
- Visualize a mental storage box. Identify all your concerns, worries, or emotions; and then visualize putting them into this box. Then, visualize putting this box out of sight in a safe place.
- Place a big red bow outside your door when you are studying as a sign to others that you are not to be disturbed and you need them to be quiet.
- Don't fight the conditions around you (e.g., noisy people, room temperature): take charge. Move to a different location; unplug the phone, clean off your desk of unnecessary clutter, etc.
- If you hear things around you, tell yourself there's no need to know what is going on right now. When you hear something, just tell yourself, "No need," and get back to the task at hand.
- Keep a scorecard. Every time you notice yourself being distracted, give yourself a checkmark. With every study session, your goal is to have fewer checkmarks than during your last study session.
- If you are distracted by the amount of material you have to study, chunk the information into smaller, manageable units.
- Be aware of physical issues/problems. If you are hungry, eat something. A diet higher in protein will often improve concentration. Substances such as prescription and nonprescription medications, alcohol, illegal drugs, and caffeine can lower your ability to concentrate and shorten your attention span. Get a check-up; problems with concentration can be compounded if you aren't feeling well or if you are struggling with chronic pain.

- Be an active learner:
- 2. Take notes as you study (have a pen in your hand)
- 3. Talk out loud to yourself as you study.
- 4. Experiment with different study techniques to find what works best for you.
- 5. Walk around as you read or recite.

#### Active Listening Strategies during Lectures

- Eliminate Distractions so that you can concentrate effectively. Use the "take charge" approach described above.
- Pay Attention to the development of ideas. Think about where the lecturer started, how the ideas are connected, and where s/he might go next.
- Stay Tuned in even when information is difficult, unfamiliar, or uninteresting.
- Monitor your Emotions. Use the "no need" technique described above.
- Create an Interest in the topic being discussed.
- Ask questions at the appropriate times; e.g., at the end of a section or lecture. Write down your questions as you think of them so you can refer back to them later.
- Be Nonjudgmental about the speaker's appearance.

### **INVOLVEMENT**

There is more passive kind of student involvement. In which there are a number of activities that involves students in the class in a substantial and active way. We can make the involvement as a teaching strategy on the following grounds.

## **AREA OF INVOLVEMENT**

- Small group discussions
- Case Studies
- Role playing or Skill practice
- Simulations or structured exercises
- In-Class writing
- Cooperative Learning
- Debates
- Drama

### **SMALL GROUP DISCUSSION:**

One excellent tool to build student involvement in a class to have them discuss a topic or question with a partner or a few other students. The teacher can then ask small groups to report their findings to the class.

We always monitor the group carefully to make sure they must spend time on their tasks. Walk around the room and ask each group about their progress.

### **CASE STUDIES:**

This method often used in psychology, and education courses relies on describing, in some details, real-life situation. Student must consider the context of the problem in order to make decision on how to solve it.

We should tell the student that you do not have single right answer in mind, although there are better or worse answer to the dilemma. Remind them that good answer will acknowledge all the complexities of the case, including the values and emotions of those involved as well as the consequences of different solutions.

### **ROLE PLAYING OR SKILL PRACTICE:**

When student need to learn a skill, have the a practice, have them practice it through role playing, either in front of the class or in small group.

You should be model for your student how to role-play. Let them see you participate in one of the groups, but remind them you don't have "right" or "wrong" scenario in the mind. To ensure that all students participate during role-playing, have students who are not performing. Don't Critique the performance of those, who are not performing as well, Tell them to state their criteria for evolution.

### **SIMULATIONS OR STRUCTURED EXERCISES:**

Specially designed game, helps students understands particular theoretical concepts.

We make sure that we carefully think through the mechanics of games you chose. Consider how long the exercise will last, what problem might arise how we ensure that student is participating, etc. Practice *the* game with friends or colleagues to work out the kinks before you use it in your classroom.

### **IN-CLASS WRITING:**

Most higher learning institution now encourages writing in all disciplines. Writing during class is important because it can challenge students to use higher-order thinking skills such as analysis, synthesis, and evolution. Some possible in-class writing assignment includes brainstorming, journal writing, summarizing the main points of discussion, responding to a particular issue and writing mock essay exam answers.

### **COOPERATIVE LEARNING:**

In cooperative learning activity, this can span from any where from one class period to an entire semester, student work in small group to solve a clearly defined task. Each student in-group performs a clearly specified role, which is

essential for completing the entire project. When project are presented to their classmates student will realize the value of pooling individual talents for the benefits of entire groups. Since jobs must require employees to work together to complete task, the skills students use during cooperative learning activities in an academic setting transfer to real-life situations.

*When we assign cooperative learning task, be sure to give both oral and written direction and to reiterate them frequently. In addition, check on the students 'progress as often as possible. We either may allow students to elect the group leaders, recorders, researchers, etc. or we may determine their roles for them, depending upon how much autonomy we wish to allow them .if group members do not seem to be communicating effectively, we may wish to suggest possible role changes.*

### **DEBATES:**

Depending upon such factors such as class size, student maturity level, available time, and subject matter, teacher might use either formal debates where students presents opposing sides and rebuttals or informal or conversational debates, where student can interrupt with questions. Debates can be useful in helping students recognize and overcome the basis they bring to certain topics and in affording them opportunities to hone public speaking skills. In large class rooms teachers can require students to prepare portion of the debate for homework and form larger debates team.

*To guarantee all that all students participate, you can require students in the audience to critique debates and to vote both before and after them. If your student will be debating controversial issues that may spark emotional relations, discuss appropriate classroom behavior well before the debate begins. Remind your student to challenge **ideas**, rather than the personal integrity or character of their peers.*

## **DRAMA:**

Teacher can utilize plays to communicate much of the information that lectures typically cover. Groups of students might enjoy performing plays scripts their teacher have written for them or writing their own scripts. Most likely, student will more opt to remember concepts that are coupled with visual and auditory images than words delivered solely by their teacher.

Asking the student to write and perform a play that teaches a certain concept allow them to see how challenging teaching can be. Be sure to have the students evaluate their own and other's performances. Discuss why certain section of the play was more effective than others and create an environment of learning, peace and prosperity.

## **REVIEWING QUESTIONS**

1. What do you mean by the term learning? Explain its components and characteristics features.
2. Define the term Domains of learning? Please explain the different types of domains of learning.
3. What is the objective of learning methods? Explain different styles of learning methods.
4. What is the importance of teaching techniques? How you will plan effective teaching techniques.
5. Please define instruction technology. Please explain objectives and different kinds of instruction technology.
6. Please explain the function of a teacher in the learning process. What are the different approaches of instruction technology.
7. Write short notes on
  - Objective of teacher behavior

- Taxonomy of teacher behavior
- Benefits of teacher behavior.

8 What are the different techniques of effective involvement?

9. How will you create an environment of attention?

10. Please explain different levels of attention process and how you will create listening strategies during lecture session?

## **Unit-II**

### LESSON-1

#### **NEED FOR TRAINING AND DEVELOPMENT**

##### INTRODUCTION-

In modern times, business environments are fast changing. Fast changing technology and radical economic reforms have led to the emergence of new opportunities and threats for business organisation and their employees. The survival and success of business organisation depends upon its level of preparation to deal with emerging scenario. By constantly training and development its workforce from shop floor operations to senior managers so as to upgrade the knowledge and skills. By enhancing employees skills and knowledge level, a company also develops loyalty updating and commitment among them. To gain these returns, companies must be prepared to invest heavily in training.

In this present competitive and globalized economic environments, Successful candidates placed on the jobs need training to perform their duties effectively. Workers must be trained to operate machines, reduce scrap and avoid accidents. It is not only the workers who need training, supervisors managers and executives also need to be developed in order to enable them to grow and

acquire maturity of thought and action. Training and development constitute an ongoing process in any organisation.

In simple term training and development refer to the imparting of specific skills, abilities and knowledge to an employees. It is an attempt to improve current and future employees performance by increasing an employee's ability to perform through learning. Usually by changing the employees attitude or increasing the skills and knowledge. The need for training and development is determined by the employee's performance deficiency.

### **PRINCIPLES OF LEARNING-**

Training by trail and error results in wastage of time, efforts and resources. Since training is a form of education some of the principles that emerge from learning theory can be logically applied to training. Learning is the human process by which Skills, knowledge, habits and attitudes are acquired and utilised in such a way that behavior is modified.

The following Principles of learning should be satisfied by a good training program:-

1. Practice- Employees learn more fast when theory and practice go hand in hand. Employees under training should be given an opportunity to participate in actual work performance.
2. Active Process- the individual learn better when more of his senses are utilised in the efforts and he become more involved in the process of learning.
3. Guidance- Learning is more efficient if it is not by trail and error but by guidance from expert. Guidance can speed the learning process and provide feedback as well.
4. Trainee Readiness- People who are not ready to learn will not learn. Consequently an effective training program must comprise individuals

who are ready to learn the skill at hand. Determining trainee readiness involves examining certain important issues.

5. Motivation- Trainee must be motivated to improve his skills or knowledge by increased compensation, promotion, Recognition etc.
6. Relevance- Most trainees quickly develop perception about whether training is relevant. If trainee perceives that the instruction will actually help them on the job, they are much more likely to be receptive to the training. If they do not perceive they are more likely to demonstrate active or passive resistance in the training.
7. Reinforcement-Reinforcement is another critical principles of learning. It involves the process of providing financial rewards or non-financial incentives such as praise or recognition. Reinforcement can often encourage trainees to become more interested and involved in the training.
8. Standard of performance- standard of performance must be set for the learner. The standard provide goals and give a feeling of accomplishment when the employees achieve them.
9. Feedback-In order to understand the potentialities and limits of improvement of an employees the progress of his training must be received from time to time. Such feedback will be a valuable aid in adjusting training to the needs of the individual workers.

Any training and development program must contain inputs, which enable the participants to gain skills, learn theoretical concepts and help acquire vision to look into the distant future. The inputs in Training and developments are as follows :-

**SKILLS-** A worker needs skills to operate machine and use other equipments with least damage and scrape. This is a basic skill without which the employees

will not be able to function. Employees, particularly supervisors and executives need interpersonal skills popularly known as the people skills. Interpersonal skills are needed to understand one and others better, and act accordingly. Interpersonal skills include Listening, persuading and showing an understanding of others feelings.

**EDUCATION:-** The purpose of education is to teach theoretical concepts and develop a sense of reasoning and judgments. Any training and development program must contain an elements of education is well understood by HR specialist.

**DEVELOPMENT:-**Development is an another components of training and development which is less skill oriented but stresses on knowledge. Knowledge about business environment, management principles and techniques, human relation specific industry analysis is useful for better management of a company. The managements of any organisation expects the following from its managers when they are deputed to attend any training and development program:-

1. How do we make our managers self-starters? How do we imbibe them with a sense of commitment and motivation so that they become self-generating?
2. How do we make them subordinate their parochial, functional loyalties to the interests of the organisation as a whole?
3. How do we make them result-oriented? How do we help them see and internalize the difference between activity and results, and between efficiency and effectiveness?
4. How do we make them sensitive to the environment in which they function, both at the workplace and outside?
5. How do we make them aware of themselves- their potential and their limitations? How do we help them see themselves as others see them and accept this self-image as a prelude to change?

6. How do we teach them to communicate without filters, to see and feel points of view different from their own?
7. How do we help them understand power and thereby develop leadership styles which inspire and motivate others?
8. How do we instill a zest for excellence, a divine discontent, a nagging dissatisfaction with the status quo?

Companies derive competitive advantage from training and development. Training and development programme, as was pointed out earlier, help remove performance deficiencies in employees. This is particularly true when-(i) the deficiency is caused by a lack of ability rather than a lack of motivation to perform, (ii) the individual(s) involved have the aptitude and motivation need to learn to do the job better, and (iii) supervisors and peers are supportive of the desired behaviors.

There is greater stability, flexibility, and capacity for growth in an organisation. Training contributes to employee stability in at least two ways. Employees become efficient after undergoing training. Efficient employees contribute to the growth of the organisation. Growth renders stability to the workforce. Further, trained employees tend to stay with the organisation. They seldom leave the company. Training makes the employees versatile in operations. All rounder can be transferred to any job. Flexibility is therefore ensured. Growth indicates prosperity, which is reflected in increased profits from year to year. Who else but well-trained employees can contribute to the prosperity of an enterprise?

Accidents, scrap and damage to machinery and equipment can be avoided or minimised through training. Even dissatisfaction, complaints, absenteeism, and turnover can be reduced if employees are trained well.

Future needs of employees will be met through training and development programme. Organizations take fresh diploma holders or graduates as apprentices or management trainees. They are absorbed after course completion. Training serves as an effective source of recruitment. Training is an investment in HR with a promise of better returns in future.

## **LESSON-II**

### **ROLE OF DEVELOPMENT OFFICES- ADMINISTRATORS, CONSULTANT, DESIGNERS AND INSTRUCTORS.**

In India the business environment is changing radically. The Companies are increasingly becoming aware of the need and importance of training for the employees working at different levels. Besides up gradations of employee's knowledge and skills training increases employee's loyalty to the organisation. If the company is serious about training to its workers it shows that it also cares for them. Nothing binds the entire workforce to the company as effectively as opportunity to be trained especially skills beyond their daily operations. A large number of companies have their own in company training programs. A prominent Companies running in company training program are Larsen and Toubro, KIRIBHCO, ONGC, VOLTAS, INDIAN OIL, GAIL Etc. In this present competitive environment the companies deputed various roles and responsibilities to its Administrative officers, Consultants, designers and instructors to achieve the pre-determined objective and to survive in this present globalize economy.

**The role of administrative officers of any organisation in respect of Training and Development for its employees is as follows.**

Training Need Analysis.

Training & Development Budget

Identification & preparation of Employees for proper training & development as per training need analysis.

Development of proper system for training

Proper identification of trainer

Proper coordination of training activities.

**The role of Consultant in any organisation in respect of Training and Development for its employees is as follows.**

The consultant shall provide all latest information regarding external / outside training agencies for better conduct of training program on need basis.

The consultant shall give proper feedback regarding future training and development programs.

The consultant provide work environment in which customers use company's products.

The consultant should ensure that training should be of global best practices.

**The role of Designers and instructors of any organisation in respect of Training and Development for its employees is as follows.**

Designing a learning environment for training in an organisation.

Proper control of training and development program.

System Development

Creating an environment of Development.

Designing the program agenda.

To creating an environment of trust and learning.

Proper evaluation of training program.

Preparation of proper training guidelines.

To making the program a grand success.

To analyzing the program as per, pre determined goal as well.

Responsibilities of maintain peace during training program.

To have the program under training budget.

### **Major challenges of HRM**

The major challenges of HRM are:

Outsourcing HR activities

BPO and Call Centres

To balance work-life

To make HR activities ethical

To manage diversity

Attitude towards unions

Globalisation

Organisational restructuring

Changing demographics of work-force

Changed employee expectations

### **Outsourcing HR Activities**

Increasingly many large firms are getting their HR activities done by outside suppliers and contractors. Employee hiring, training and development and maintenance of statutory records are the usual functions contracted out to outsiders. P&G has signed a 10 year, \$400 million deal with IBM to handle employee services. IBM will support almost 98,000 of P&G employees in nearly 80 countries with services such as payroll processing, benefits administration, compensation, planning, expatriate and relocation services, and travel and expense management.

### **BPO AND CALL CENTRES**

Business Process Outsourcing (BPO)

Several MNCs are increasingly unbundling or vertical deintegrating their activities. Put in simple language, they have begun outsourcing (also called business process outsourcing, or BPO) activities formerly performed in-house and concentrating their energies on a few functions. Outsourcing involves withdrawing from certain stages/activities and relying on outside vendors to supply the needed products, support services, or functional activities.

### **Call Centres-Challenges**

If an external company develops the software for a company, if someone else does advertising for the company's products and if some other firm administers benefits for the company's employees, it is BPO. Similarly, if some other company makes calls to the company's customers or receives their calls, it is call centre business – a part of BPO itself. But because of its high visibility, call centre business is treated independently.

### **HOW TO BALANCE WORK WITH LIFE**

Balancing work and life assumes relevance when both husband and wife are employed. Travails of a working housewife are more than a working husband, as the opening case to this chapter shows. Work-life balance is becoming a major challenge to HR manager as more women are taking up jobs to add to finances of their families or to become careerists. In India, workingwomen now account for 15 per cent of the total urban female population of 150 million. The number is likely to increase as more number of girls is coming out of colleges and universities with degrees in their hands.

### **MAKING HR ACTIVITIES ETHICAL**

The HR manager's role in building an ethical climate in the organisation is significant. The HR manager needs to carefully screen applications for jobs, weed out those who are prone to indulge in misdemeanors and hire those who can build a value driven organisation.

Hiring ethically strong employees is only the beginning. The HR manager needs to institute mechanisms to ensure ethical conduct of employees.

### **MANAGING DIVERSITY**

Employees of organizations are becoming increasingly heterogeneous. As days go by, diversity is going to be an important issue for the HR manager for the following reasons:

- The number of young workers in the work-force is increasing
- More women rejoining the work-force.
- The proportion of ethnic minorities in the total work-force is increasing
- Work force mobility is increasing
- International careers and expatriates are becoming common
- International experience is becoming a pre-requisite for career progression to many top-level managerial positions.

### **GLOBALIZATION**

How to face competition from MNCs is a worry for Indian firms. As globalization spreads, more foreign firms are entering Indian market and the challenge before domestic firms is going to be much more severe in the years to come. Many Indian firms are compelled to think globally, something which is difficult for managers who were accustomed to operate in vast sheltered markets with minimal or no competition either from domestic or foreign firms. The Internet is adding fuel to globalization and most large MNCs are setting up green field projects in India or entering into joint ventures with local companies.

### **Corporate Reorganizations**

It is difficult to imagine circumstances that pose a greater challenge for HRM than reorganizations resulting from acquisitions, mergers, divestitures or take-

over threats. The reorganizations will have impact on organizational levels and employees. Employees experience anxiety and uncertainty about their places in a new organisation. The strength of unionized staff of Shaw Wallace, for example, has risen considerably in 1995, thanks to the acquisition of 14 distilleries. Executive strength has also gone up by 20 per cent in one year. As a trimming exercise, the company decided to retrench as many as 400 executives.

The employees of both the 'taking over' as well as the 'taken over' companies will have anxious moments because of:

- Fear of loss of jobs
- Job changes, including new roles and assignments
- Transfers to new geographic locations
- Changes in remuneration and benefits
- Changes in career possibilities
- Changes in organizational power, status, and prestige
- Staff changes, including new peers, supervisors, and
- Changes in corporate culture and loss of identity in the company.

### **CHANGING DEMOGRAPHICS OF WORKFORCE**

The major challenge that has resulted from changing workforce demographics concerns dual career couples, couples where both partners are actively pursuing professional careers. Organizations have been accustomed to using job moves and physical relocation as an important means of developing talent. Men or women moving through organizational ranks to upper-level positions need experience in a variety of roles in different organizational units. Frequently, physical relocation is required. The increasing number of dual-career professionals limits individual flexibility in accepting such assignments and may hinder organizational flexibility in acquiring and developing talent.

## **CHANGED EMPLOYEE EXPECTATIONS**

With the changes in workforce demographics, employee expectations and attitudes also have shifted. Traditional allurements such as job security, attractive remuneration, housing and the like do not attract and motivate today's workforce.

Employees demand empowerment and expect equality with the management. Previous notions on managerial authority are giving way to employee influence and involvement alongwith mechanisms for upward communication and due process.

## **LOSS OF JOY AND PLEASURE**

The HR manager of today is an unfortunate individual. He/she has been denied the joy and pleasure of hiring and managing thousands of employees under one roof. Which HR manager of today claims to have experienced the real HR challenges of yester years? Which HR manager today has received bricks, encountered menacing body language of irate workers, faced strikes, saw lockouts, witnessed vehicles being burnt, executives being lynched, saw graffiti on the walls in which his own name is dragged and maligned by militant union leaders? The HR manager of today is a poor legacy of the one lived in the past.

With regard to the HR function, the focus in the coming years would be on the following lines:

- HRM to become integral of business,
- Empowerment of employees,
- Focus on productivity through team building,
- Dynamic/flatter/matrix organizational structures,
- People-sensitive management styles and practices,
- Management of the changing workforce skill/sex/turnover,
- Managing the changing work diversification – change of priorities,

- Efficient use of information technology,
- Strengthening organizational communication,
- Greater focus on man-machine interface,
- Institutionalizing employee involvement,
- Sustaining individual effectiveness through performance feedback and counselling.

### **LESSON-III**

#### **DETERMINING TRAINING NEEDS**

It is also called training needs analysis or training needs assessment. Needs assessment problems and future challenges to be met through training and development. Organisation spends vast sums of money on training and development. Before committing such huge resources, organisation would do well to assess the training needs of their employees. Organisation that implements training programs without conducting needs assessment may be making errors.

Needs assessment occurs at two levels- Group and individual. An individual needs training when his or her performance falls short of standards that are when there is performance deficiency. Inadequacy in performance may be due to lack of skills or knowledge or any other problems. The problem of performance deficiency caused by absence of skills or knowledge can be remedied by training.

Faulty selection, Poor job design, uninspiring supervision or some personal problem may also result in poor performance. Transfer, job redesign, improving quality of supervision, or discharge will solve the problem.

Figure 1.1 illustrates the assessment of individual training needs and remedial measures.

**Performance Deficiency**

**Lack of Skills**

**Other Causes**

**Or**

**Knowledge**

**Training**

**Non-training**

**Measures**

(Fig 1.1 Needs assessment and remedial measures)

Assessment of training needs must also focus on anticipated skills of employees, Technology changes fast and new technology demands new skills. It is necessary that the employees be trained to acquire new skills. This will help him to progress in his career path. Training and development is essential to prepare the employee to handle more challenging tasks. Individuals may also require new skills because of possible job transfers. Employees commonly require only an orientation to new facilities and jobs.

Recently, however, economic forces have necessitated significant retraining efforts in order to assure continued employment for many individuals. Job has disappeared as technology, foreign competition, and the forces of supply and demand are changing the face of our industry.

Assessment of training needs occurs at the group level too. Any change in the organizations strategy necessitates training of groups of employees. For examples, when the organisation decides to introduce a new line of products, sales personnel and production workers have to be trained to produce sell and service the new products. Training can also be used when high scrap or accident rates, low morale and motivation, or other problems are diagnosed.

## **TRAINING NEEDS ASSESSMENT METHODS-**

Several methods are available for training needs assessment. Some useful organizational level needs assessment and others for individual's needs assessment.

Methods Used in Training Needs Assessment	
Group or Organizational Analysis	Individual Analysis
Organizational goals and objectives	Performance appraisal
Personnel/skills inventories	Work sampling
Organizational climate Indices	Interviews
Group or Organizational Analysis	Individual Analysis
Efficiency indices	Questionnaires
Exit Interviews	Attitude survey
MBO or work planning systems	Training progress
Quality circles	Rating scales
Customer survey/satisfaction data	
Consideration of current and projected changes	

### Issues in Needs Assessment

Needs assessment, individual or group, should consider several issues as shown in Fig.1.1.

Needs assessment is likely to make inroads into organizational life. The assessment tends to change patterns of behavior of employees. When the needs assessment is carefully designed and supported by the organisation, disruption is minimised and co-operation is much more likely to occur. Obviously, the analyst needs to take steps to work effectively with all parties and gain the trust and support of the participants in the needs assessment.

## **ORGANIZATIONAL ANALYSIS**

Having obtained organizational support, the next step in the needs assessment is an organizational analysis, which seeks to examine the goals of the organisation (short-term and long-term), and the trends that are likely to affect these goals.

The analyst needs to ask and answer the following questions:

Is there a sufficient supply of people?

How does the firm attract, retain and motivate diverse work force?

How does the firm compete for individuals with the right skills, knowledge, and abilities and attitudes?

How do employees make the firm competitive, domestically and internationally?

Which are the target jobs that require training?

These issues enable the analyst identify skill gaps in people, which training seeks to fill. An organizational analysis tries to answer the question of where the training emphasis should be placed in the company and what factors may affect training. To do this, an examination should be made of the organizational goals, personnel inventories, performance data, and climate and efficiency indices. This examination should ideally be conducted in the context of the labor supply forecast and gap analysis. Organization system constraints that may hamper the training process also should be explored. Training does not exist in a vacuum and the context in which it occurs has an impact on whether individuals will learn. Many companies rely on very detailed surveys of the workforce to determine training needs as part of the planning effort. Motorola and IBM, for example, conduct annual surveys that assess particular training needs in the context of the company's short and long-term goals.

### **Task and KSA Analysis**

In addition to obtaining organizational support and making organizational analysis, it is necessary to assess and identify what tasks are needed on each job

and which knowledge; skills and abilities (KSAs) are necessary to perform these tasks. This assessment helps prepare a blueprint that describes the KSAs to be achieved upon completion of the training programme.

### **Person Analysis**

This analysis obviously targets individual employees. A very important aspect of person analysis is to determine which necessary KSAs have already been learnt by the prospective trainee so that precious training time is not wasted repeating what has already been acquired. Also, employees who need to undergo training are identified at this stage. A person analysis attempts to answer the question of who needs training in the firm and the specific type of training needed. To do this, the performance of individuals, groups, or units on major job functions (taken from the performance appraisal data) is compared to the expected performance standards. Given these data, one should be able to determine which job incumbents (or groups of incumbents) are successful at completing the tasks required. Many companies use self-assessments in this process. For example, Ford determined the training needs for a new computer language based on a self-assessment questionnaire distributed to the staff. At the managerial level, many organizations.

### **DEVELOPMENT OF THE TRAINING PROGRAM**

After a needs analysis has been conducted and the staff is confident that training is needed to address the performance problem or to advance the firm's mission, the training program is developed. This can be done by an in-house training program is developed. This can be done by an in-house training staff or by outside consultants. Many firms now even design and manage their own corporate training centers.

To develop the program, the trainer should design a training environment conducive to learning. This can be done by setting up preconditions for learning and arranging the training environment to ensure learning. Following this, the

trainer should examine various training methods and techniques to choose the combination most beneficial for accomplishment of the instructional objectives of the training program.

### **Designing a Learning Environment for Training**

To design a training program in which learning will be facilitated, trainers should review the basic principles of how individuals learn. Learning principles should be re-viewed and integrated into the design of the training program and materials. Also, issues of how to maximize transfer of new behaviors back to the job should be addressed. Finally, trainers should design their programs to meet the needs of adults as learners. Which means understanding how adults best learn. For example, adult learners want to set their own goals for training since they see themselves as capable of self-direction. In addition, they often enjoy experiential learning techniques and self-directed learning more than conventional informational techniques. They are problem-centered and are more receptive to training that enables them to solve problems of particular interest to their situation. They want to be able to apply the training they receive to their day-to-day work experiences and are less interested in the program if they cannot see a direct application to their work situation.

### **Preconditions of Learning**

Trainees must be ready to learn before they are placed in any training program. To ensure this, trainers should determine whether trainees are trainable (i.e., whether they have the ability to learn and are motivated to learn). In addition, trainers should try to gain the support of trainees and their supervisors prior to actually implementing the program. This is particularly important for training in sensitive areas such as diversity and gender and race discrimination.

## **Trainability**

Before the learner can benefit from any formal training, he or she must be trainable or ready to learn. This means to learn. To have the ability, the trainee must possess the skills and knowledge prerequisite to master the material. One way to determine this is to give trainees a work sample (i.e., an example of the types of skills to be performed on the job) and measure how quickly they are able to learn the material or how well they are able to perform the skills. Assessing trainees' ability to learn is of increasing concern to corporate America. In view of the increasing technological knowledge required in most jobs, many Americans are not being educated at a level compatible with the requirements of most entry-level jobs. This situation appears to be getting worse in the United States since the entry-level jobs of the future are being "up-skilled" while the pool of qualified workers is shrinking.

Gaining the support of trainees and others.

If trainees do not see the value of training, they will be unlikely to learn new behaviors or use them on their jobs. Trainees should be informed in advance about the benefits that will result from training. If they see some incentives for training, it may strengthen their motivation to learn the behaviors, practice them, and remember them. To gain the support of trainees for the training program, the trainer must point out the intrinsic (e.g., personal growth) and extrinsic (e.g., promotion) benefits of attending training. Employees are strongly encouraged to receive skills training. In fact, 5 percent of their yearly compensation is based on the amount of training they receive.

## Conditions of the Learning Environment

After ensuring the preconditions for learning are met, trainers should build a training environment in which learning is maximized. To do this, trainers need to decide how to best arrange the training environment by addressing the issues below.

## Over learning

Over learning (i.e., practicing far beyond the point of performing the task successfully) can be critical in both acquisition and transfer of knowledge and skills. Generally, over learning increases retention over time makes the behavior or skill more automatic, increases the quality of the performance during stress, and helps trainees transfer what they have learned back to the job setting. Over learning is desirable in a program when the task to be learned is not likely to be immediately practiced in the work situation and when performance must be maintained during periods of emergency and stress

## Goal Setting

Goal setting can help employees improve their performance by directing their attention to specific behaviors that need to be changed. If employees set specific, challenging goals, they can reach higher levels of performance. For example, research has shown that goal setting has led to an average increase of 19 percent. Goal setting improves performance because it affects four mechanisms.

## Attention

Trainers should try to design training programs and materials to ensure that trainees devote attention to them. They can do this by choosing a training environment that is comfortable to trainees (e.g., that has good temperature, lighting, seats, plenty of room, snacks) and free from distractions.

## Transfer of Training

The ultimate goal of a training program is that the learning that occurs during training be transferred back to the job. To maximize transfer, the following suggestions have been offered. These include ideas for the training session itself as well as for the employee once he or she has returned to the job:-

1. Maximize the similarity between the training context and the job context. That is, the training should resemble the job as closely as possible. At GE, for example, the “action-learning” process focuses on real business problems.
2. Require practice of the new behaviors and over-learning in training.
3. Encourage trainees to practice skills on their jobs in between training sessions.
4. Develop, and have available on the job, job aids to remind employees of the key action steps necessary on the job.
5. Make sure that the general principles underlying the specific content are understood in training.

### **BENEFITS OF NEEDS ASSESSMENT**

Training programs are designed to achieve specific goals that meet felt needs. There is always the temptation to begin training without a thorough analysis of these needs. Should this happen, the training programme becomes inappropriate and its administration turns out to be perfunctory. There are other benefits of needs assessment:

Trainers may be informed about the broader needs of the trainees.

Trainers are able to pitch their course inputs closer to the specific needs of the trainees.

Assessment makes training department more accountable and more clearly linked to other human resource activities, which may make the training programme easier to sell to line managers.

Consequences of absence of training need assessment.

The significance of needs assessments can be better understood by looking at the consequences of inadequate or absence of needs assessments. Failure to conduct needs assessments can contribute to:

- Loss of business
- Constraints on business developments
- Higher labour turnover
- Poorer –quality applicants
- Increased overtime working
- Higher rates of pay, overtime etc
- Higher recruitments costs, including advertising and incentives
- Greater pressure and stress on management and staff to provide cover
- Pressure on job evaluation, grading structure payment system and career structure
- Additional retention costs in the form of flexible working time.
- Need for job redesign and revision of job specification.
- Undermining career paths and structure
- Higher training costs.

The first step in training is to determine that a need for training actually exists. An organization should commit its resources to a training activity only if the training can be expected to achieve some organizational goal. The decision to conduct training must be based on the best available data, which are collected by conducting a needs assessment. This needs analysis ideally should be conducted in the context of a human resource planning (HRP) program and timely and valid performance data. Companies that implement training programs without conducting a needs assessment may be making errors or spending money

unnecessarily. For example, a needs assessment might reveal that less-costly interventions (e.g., personnel selection, a new compensation system, job redesign) could be used in lieu of training. Despite the importance of conducting needs assessments, few employers conduct such an analysis in the context of their strategic plans or any form of strength, weakness, opportunity, or threat analysis.

A needs assessment is a systematic, objective determination of training needs that involves conducting three primary types of analyses. These analyses are used to derive objectives for the training program. The three analyses consist of an organizational analysis, a job analysis, and a person analysis. After compiling the results, objectives for the training program can be derived.

Many trainers suggest that a training need is any discrepancy between what is desired and what exists. Thus, one of the goals of the needs assessment is to note any discrepancies. For example, the World Bank recently determined through a needs assessment that many of its constituents from Eastern Europe required training in transforming state-owned businesses into self-sustaining businesses. The organization contracted with a number of universities to develop and provide the necessary training.

Comparisons between the expected level of performance specified (from the job analysis) and the current level of performance exhibited (evident in the person analysis) may indicate performance discrepancies.

### **Developing a Training Program**

**There are seven major steps that need to be managed in developing a training development program.**

Identifying training needs

Defining training objectives

Selecting trainees

Determining the training contents and choosing training methods.

Training Methods

Selection of trainers

Evaluation

### **Identifying Training Needs-**

The Training Program should be beginning with the identification of organisation need for such a program. The primary aim of training is to bring about suitable change in the individual so that he can be useful to the organisation. Therefore training needs have to be related to organisation demands as well as individual requirements. In all such situation the organisation will have to identify the training needs of its employees.

### **Defining Training Objectives**

Training usually means skills training having fairly direct or immediate applicability. The objective of training differs according to the employees belonging to different levels of organisation. The basic objective of training is to establish a match between man and his job. Thus training aims at improving knowledge and skills level and developing right attitude among employees in order to enable them to perform their present job effectively or to prepare them for a future assignment. However from the point of view of an organisation, employee's growth is a mean to organizational effectiveness.

### **Selecting Trainees-**

It is another important decision concerns the selection of trainees. For an organisation providing the right training to the right people can help to create and maintain a well-trained and stable work force. While selecting trainee due

attention should be given to employee needs and motivation, skill obsolesces and retaining requirements.

Many companies have moved in the direction of training employees to have multiple skills called multiskilling. In particular, multiskilling is relevant where semiautonomous or self-managed teams are utilized. Everyone is encouraged to learn all of the jobs of the team and employees are generally paid according to the number of skill that they have developed.

### **Determining the Training contents and choosing training methods.**

Training objectives guide the training curriculum. The contents will vary according to the type of the training and the specific requirement of the trainees.

The type of employees training method best suited to a specific organisation depends upon a number of factors, such as skills required for the job, qualification of candidate to be trained, kinds of operating problems confronted by the organisation and the support of the higher management to the training program.

### **Training Budget**

Training budget involves out flow of funds from the organisation for which budget should be available. Formulating a training budget will be an interactive process with the other steps in developing skills training program. Budget constraints may limit the human resources manager's alternatives and must therefore be considered during all phases of the development process.

### **Decision regarding Trainers**

An effective training program cannot be developed if effective trainers are not available. Organisation has the option of using staff trainers or of seeking contract trainers outside. or of doing both when available. Staff trainers- full time specialist on the organisation payroll or member selected to do part-time

training. The key to success however is selecting the right individual and providing them with the tool they need to be effective.

Selecting good trainer is often not easy.

## **LESSON-IV**

### **POTENTIAL MACRO NEEDS -USEFULNESS OF Training**

Analysis of the environment is useful for the HR manager and for his team in order to become proactive to the environment. Reactive strategy serves the purpose when the environment is fairly stable and competition is less severe. Proactive steps are vital for any organisation if it has to survive in such an environment. Under the potential macro needs for training and development for the employees HR manager should see the external forces which includes Political-Legal, Economic, Technological and Cultural factors.

Political – Legal-The political environment covers the impact of political institution on the HRM department. In a democratic political setup. There are three institutions, which together constitute the total political environment. They are-1 the legislature 2.The executive 3. The judiciary.

The legislature also called Parliament at the central level and assembly at the state level is the law-making body. The plethoras of labour acts, which are in force, are enacted by the legislature. The executive popularly known as the government is the law implementing body. The legislature decides and the executives act. Above these two is the judiciary, which has the role of a watchdog. The main function of the judiciary is to ensure that both the legislature and the executive work within the confines of the constitution and in the public interest.

**ECONOMIC-** Economic environment refers to all those economic forces, which have a bearing on the HR function. Economic growth, industrial production, agriculture, population, national and per capita income, money and capital markets, suppliers, competitors, customers, and industrial labour are the components of the economic environment. The last four are highly relevant to HR activities. Another components of economic environment is globalization. Hence, a brief description of each follows.

**SUPPLIERS** – For the HR department, suppliers are those who provide human resources to an organisation. Employment exchanges, universities, colleges, training institutes, consulting firms, casual labour contractors, competitors, and the like are the sources that supply human resources. The type of employees the organisation receives depends on the suppliers.

**COMPETITORS** – Competition plays a significant role in some of the HR functions and activities. As the number of organizations competing for human resources increases, so does the importance of the staffing function and its appraisal and compensation activities. If several companies make job offers to one individual, the organisation with more attractive terms and conditions will win. When employees with particular skills are hard to obtain, the organisation may need to groom its own employees through well-managed HR planning programme co-coordinated with training and development activities.

**CUSTOMERS** – customers have their own influence on a company's personnel functions. It needs no mention that customers want high-quality products at reasonable prices. So everybody in the organisation must endeavor to offer products, which give satisfaction for the money customers pay. Sales are often affected by product quality, which is directly related to the skills and qualification of the organization's employees.

Motor Industries Limited (MICO), Bangalore, has 12 quality principals. The fifth and sixth principles are worth quoting here. They are illustrative of customers' influence on personnel.

**The fifth principle – 'Our customers are final judges of our quality.'**

The sixth principle – 'Each and every employee in the company contributes towards achieving our quality goods. It is therefore the responsibility of every employee—from apprentice to the member of the Board – to ensure that their work is of the highest standard. Anyone who identifies quality, but does not have the authority to remedy it himself, must report it immediately to his superior.'

**ECONOMIC GROWTH** – Whether a country is economically developed or not affects the quality of labour. Quality of labour in any country depends to a large extent on education and health available for its citizens. In advanced countries people and governments spend more on education and health; with greater wealth and education better quality labour is assured, which in turn ensures higher productivity. The inverse is likely to happen in low-income countries, which spend less on education and health. Uneducated citizens with poor health cannot contribute to productivity. Realizing the relationship among health, education, quality labour and productivity, development policies tend to focus on these variables simultaneously.

**INDUSTRIAL LABOUR** – Over the years, certain changes have taken place in industrial labour, particularly in the organized sector. They are (i) commitment

to industry, **(ii)** protective legislation, **(iii)** status, **(iv)** employment pattern, and **(v)** unionization.

Labour is now committed to industrial setting, thus contributing to stabilizing the workforce. True, the worker who takes up a job in an urban industrial area might have his/her moorings in a village. But, it is unlikely that he/she would go back to his/her village. The worker who settles down in the city, admits his/her children in city schools, buys a small residential house in the city and will gradually become an alien in his/her native village. Thus, the present generation of young workers is mostly born and brought-up in urban areas and has accepted industrial employment as a way of life. But the sad part of the picture is that though labour is committed to industry, it is not committed to work. This is the reason for the low productivity of our industrial labour.

Protective legislation is another feature of our industrial labour. From time to time, the government has been enacting one legislation after another to protect the interests of workers.

The economic and social status of today's workers has vastly improved. Industrial employment is no longer the undesirable alternative left for those driven out from their villages. Improved skill contents of the jobs, matching educational and training inputs and increased emoluments have made industrial employment the first attraction of young job seekers. Industrial employment is now not restricted only to the socially backward castes. The dynamic changes in the industrial sphere have, as the National Commission on Labour has observed, brought about a 'social amalgam.' The status of an industrial worker of today has enhanced as a result of the readjustment in the value system in favour of industrial employment, which is, in turn, the aggregate effect of his/her improved skills, and his/her enlarged pay packet. The stigma attached to factory employment has gradually disappeared.

Naturally, age-old practices like holding name plates aloft and waiting hours at an airport or railway station with a car for an arriving managing director, taking the sahib's children to school, buying vegetables for the sahib's wife, and tending the boss's garden at home are resented and even protested against now.

Another feature noticed in industrial labour is the change that has come about in the employment pattern of labour. This is due to the changes in industrial activity, which has tremendously expanded and diversified and also undergone a technical transformation. In the early years, unskilled labour predominated the industrial employment scenario, when traditional industries like textile and mining were in the forefront. In the process of expansion and diversification, new avenues of industrial enterprise in engineering, Chemicals, electronics, informatics and pharmaceuticals have assumed importance and have changed the composition of industrial employment. The improved technology of these new industries created jobs with greater skill content, thereby raising the minimum required standard of education. No more do workers wear blue uniforms or work in 'smoke-stack' factories. No more are they ignorant of company decisions, new product launches, mergers or closures. No longer are 'chain of command' and 'unity of command' appreciated.

DIVERSITY – Finally, the industrial labour is characterised by increasing diversity. Workforce of any factory comprises people from different countries. Within this diversity of national origins, there is an even wider diversity of cultures, religions, languages and dialects, educational attainment, skills, values, ages, races, genders, and other differentiating variables.

Organizations are becoming increasingly cosmopolitan. Days when organizations were manned with Shettys, Reddys, Nairs, Raos, Mehtas or Singhs, are over. A typical organisation is emerging as an amalgam of diverse workforce in terms of gender, race and ethnicity.

One can find a Shastri rubbing shoulders with a khan, both jostling with a Gowda, and all shaking hands with a Singh. Then there are physically handicapped, gays and lesbians, the elderly, and even people who are significantly overweight.

Though they work together, they maintain their distinct identities, diverse cultural moorings and separate lifestyles. HR managers must learn to live with these diverse behaviors. Diversity, if properly managed, can increase creativity and innovation in organizations as well as improve decision making by providing different perspectives on problems.

**Impact of Globalization-** Our economy is gradually getting integrated with the global economy. Globalization has considerable influence on Hr functions. Employees hiring, training, motivation, compensation and retaining are to be guided by the global perspective. By discharging these and other functions effectively and by helping the best-qualified people execute the company s strategy on a global scale, the department can become a source of competitive advantage for the company.

**Technological-** J K Galbraith defines technology as a systemic application of organized knowledge to practical tasks. During the last 150 years, technology has developed beyond anybody's comprehension. Science and technology enable man to overcome distance, control birth rate, save life, generate, preserve and distribute energy.

**Cultural Forces-**Cultural refers to the complex whole which includes Knowledge, belief art morale laws customs and other capabilities and habits acquired by an individual as a member of a society.

How Does Culture Influence the HR Function?

In the first place, culture creates the type of people who become members of an organisation. Culture trains people along particular lines, tending to put a personality stamp upon them. Thus, we have Indians, Japanese, Americans, Britishers, Germans and so on. It is not that all people are alike in a particular culture. There are sub-cultures within a culture. For, people have their own idiosyncrasies and are influenced by heredity, cultural experiences, sub-cultural experiences, family experiences and unique personal experiences.

**Secondly**, the attitude of workers towards work is the result of their cultural background. Our workers are known to have a deep-seated apathy towards work. Work is dissociated from results in the belief that results are pre-ordained. Tasks are performed (if ever performed) without any interest, dedication or pride. Worse, there is indiscipline at all levels, nagging suspicion of fellow workers, basic mistrust of authority, and poor man-management relationships.

**Thirdly**, time dimension, which influences HRM, has its roots in culture. Time orientation refers to people's orientation-past, present or future. In some societies, people are oriented towards the past. In others, they tend to be more focused on the present. Still others are futuristic in their outlook. HRM people in societies that focus on the present, care more for employees on the rolls.

**Fourthly**, work ethics, achievement needs and effort-reward expectations, which are significant inputs determining individual behavior, are the results of culture. The word ethics is associated with moral principles. In the context of an organisation, ethics implies hard work and commitment to work. A strong work ethics ensures motivated employees whereas the opposite is true when work ethics is weak.

**Finally**, Culture makes people confine themselves to certain occupations and regions. Workers employed in coffee estates or tea plantations in Malnad region cannot probably work in places like Bangalore. Their food habits, dress sense,

language and the physical labour they put in-all seem to have been contrived to make them fit to work in such places. A drive through the Malnad region in the month of July makes you feel sorry for the labour employed in estates. For kilometers, there are no human beings but suddenly you notice a tiny structure in an estate where two or three people live. With heavy rain and no electricity, it is an eerie environment. But they are not sorry to live there. Their culture has made them adjust to work and stay there comfortably. Similar is the story with miners working in Singareni Coal Mines, or those employed in diamond cutting units at Surat in Gujarat.

## **INTERNAL FORCES**

In addition to the external forces, there are factors internal to the organisation, which influence HR activities. Unlike the external forces, where HRM has no control, internal factors are within its influence. Prominent internal forces are: (i) Strategy, (ii) Task, (iii) Leadership, (iv) Unions, (v) Organizational culture and conflicts, and (vi) professional bodies.

### **Strategy, Task and Leadership**

A strategy indicates the direction in which an organisation MOVES. As a plan, a strategy takes the organisation into the area of competition in environment and into alignment with the resources of the firm. For example, early success of Infosys was due to high alignment of its strategy, structure, people and management.

Some companies believe that long term success is more important and towards this objective they invest more in human resources-in terms of employee training, safety, security, welfare and harmonious industrial relations.

Task is a work that an employee is expected to do. Several tasks constitute a job. When we describe task here, we keep the job in mind because an employee holds a job and through that he or she discharges tasks associated with it.

Task has implications on employee motivation and satisfaction. Several job characteristics such as skills required, task significance, autonomy and feedback of results have motivational effects. In fact, impact of job on employee motivation is so significant that Herzberg advocated the concept of job enrichment.

It is the leader who matters in any functional area of business. HRM is no exception. Leader must orchestrate the distinctive skills, experience, personalities and motives of employees. A leader provides direction, encouragement and authority to evoke desired behavior. A leader chooses right people and motives them to consistently strive towards making them overreach themselves. Leadership involves catalyzing the learning process among followers, as well as creating the environment that contributes to improving performance. The leader is an important source of knowledge about the tasks, the organisation and the HRM policies, programs and goals.

## **Unions**

Unionization as an external factor was examined earlier. The same has been included here as an internal environment. This is justified because a firm's personnel activities will be influenced by its own union(s) as well as the unions of other plants.

A trade union may be understood as an association of workers or management formed to protect their own individual interests. The role of a union is too well known, not needing any elaboration here. All HR activities-recruitment, selection, training, compensation, IR and separation-are carried out in consultation with union leaders. The role of unions becomes pronounced when a new wage agreement needs to be signed. Generally, a wage agreement has a life of three years. After the expiry of one agreement, a new one has to be reached.

### **Organizational Culture and Conflict**

Every organisation, as mentioned earlier, has its own culture; Organizational culture is the product of all the organization's features-its people, its successes, and its failures. Organizational culture reflects the past and shapes the future. It is the job of HR specialists to adjust proactively to the culture of the organisation. For example, objectives can be achieved in several acceptable ways. This idea, called equifinality, means there are usually multiple paths to objectives. The key to success is picking the path that best fits the organisation's culture.

### **Professional Bodies**

As was pointed out earlier, the impact of the apex body, National Institute of Personnel Management (NIPM), on HR experts is minimal. The body has not been able to prescribe its accreditation as a pre-requisite for HR practitioners. In fact, it has not even prescribed a minimum academic qualification for an HR professional. Its record of contribution to relevant policymaking, participation in tripartite for a, and authority to morally bind its members to certain basic professional values is disappointing.

### **How Training Benefits the Organisation**

Training Benefits the organisation as follows.

- Leads to improved profitability and/or more positive attitudes towards profit orientation
- Improves the job knowledge and skills at all levels of the organisation
- Improves the morale of the workforce
- Helps people identify with organizational goals
- Helps create a better corporate image
- Fosters authenticity, openness and trust

- Improves relationship between boss and subordinate
  - Aids in organizational development
  - Learns from the trainee
  - Helps prepare guidelines for work
  - Aids in understanding and carrying out organizational policies.
  - Provides information for future needs in all areas of the organisation
  - Organisation gets more effective decision-making and problem-solving skills
  - Aids in development for promotion from within
  - Aids in developing leadership skills, motivation, loyalty, better attitudes, and other aspects that successful workers and managers usually display
- 
- Aids in increasing productivity and/or quality of work
  - Helps keep costs down in many areas, e.g. production, personnel, administration, etc.
  - Develops a sense of responsibility to the organisation for being competent and knowledgeable
  - Improves labour-management relations
  - Reduces outside consulting costs by utilising competent internal consultation
  - Stimulates preventive management as opposed to putting out fires
  - Eliminates sub optimal behavior (such as hiding tools)
  - Creates an appropriate climate for growth, communication
  - Aids in improving organizational communication
  - Helps employees adjust to change
  - Aids in handling conflict, thereby helping to prevent stress and tension.

### **Benefits to the individual**

- Helps the individual in making better decisions and effective problem solving
- Through training and development, motivational variables of recognition, achievement, growth, responsibility and advancement are internalized and operationalised
- Aids in encouraging and achieving self-development and self-confidence
- Helps a person handle stress, tension, frustration and conflict
- Provides information for improving leadership, knowledge, communication skills and attitudes
- Increases job satisfaction and recognition
- Moves a person towards personal goals which improving interactive skills
- Satisfies personal needs of the trainer (and trainee)
- Provides the trainee an avenue for growth and a say in his/her own future
- Develops a sense of growth in learning
- Helps a person develop speaking and listening skills; also writing skills when exercises are required
- Helps eliminate fear in attempting new tasks

### **Benefits in Personnel and Human Relations, Intragroup and intergroup Relations and Policy Implementation**

- Improves communication between groups and individuals
- Aids in orientation for new employee and those taking new jobs through transfer or promotion

- Provides information on equal opportunity and affirmative action
- Provides information on other government laws and administrative policies
- Improves interpersonal skills
- Makes organizational policies, rules and regulations viable
- Improves morale
- Builds cohesiveness in groups
- Provides a good climate for learning, growth, and co-ordination
- Makes the organisation a better place to work and live.

(Source: from M.J Tessin, "Once Again, Why Training?" Training, Feb. 1978, p.7.)

## **LESSON-FIVE**

### **DEVELOPMENT OF COMPETENCY – BASED TRAINING PROGRAM**

Many organisations are realizing the need of having people who can innovate, think ahead, and provide new direction. This is a new area, which is gaining significance because of need to move in different and newer areas of growth. Organisation which have stagnated for long, need to identify certain individuals who are creative and show potential for innovation for innovation and send them to special training program designed to realise the new competencies. These programs do not necessarily meet the job related requirement but are designed to induce certain special talents. Programs on creativity, innovativeness and the like are now offered by many agencies.

Most discussion on the subjects of training generally deliberates on its relevance from the point of view of organisation. Little attempts are made to study what the participants want from such training program. In one such attempt Mr Kalra (1972) collected data on participant's objective in attending training program. His result shows that participants want the training program to help them to

develop technical skills, managerial skills and communication skills. In a similar attempt, Srinivasan (1977) collected data on trainees, focusing on the individual motivation for attending training program. The study highlighted two areas—career development and continuous education.

### **7 Steps to Ensuring Competency Based Training Programs.**

Recently there have been a number of organizations who have implemented competency based training programs with varying degrees of success, there are seven steps we can take to increase the probability of a competent outcome.

#### **1. Set a goal of ending up with ten or fewer core competencies**

To develop an enduring and functional program we need to focus on identifying a small core set of competencies that differentiate we star managers from everyone else. Ideally if we have multiple lines of business and/or operate globally, this core should apply across the board. More than ten or so competencies will result in a process too unwieldy to work effectively. Keep in mind the core will normally be supplemented by two or three technical or knowledge specific competencies for particular job family applications.

#### **2. Make sure that you have top management**

An effective competency based management development program will end up touching every aspect of your organization. Unless we have visible clear support from our CEO and key management, no matter how sound the program is and the level of ‘ground swell’ you think you can create; it will be doomed to joining other program binders on the shelf.

### **3. Enlist top management in defining the representative behaviors for each competency**

Once you have come up with the core set of competencies you will need to build a defining set of behavioral statements to support each competency. The easiest way to do this is through your top managers. Ask them to provide two or three specific behavioral examples for each competency that are exemplary of their best performers.

### **4. Validate the competencies across all micro-cultures in the organization**

Even though you (hopefully) have relied on management to help you build and review both the competencies and related behaviors, you will want to ask specific managers from each of your business units and across your geographic regions to review the final material for applicability in their area. This helps to avoid superficial acceptance of a 'corporate' built program that they don't intend on using because it does not work in their setting.

### **5. Build ALL HR programs around the same competencies**

A critical step to having a competent program is integrating the core competencies into all of your HR processes. Ultimately this means that your recruiting, selection, assessment, performance management, training, promotion, development and succession planning and reward systems all should be based on the same core competencies. Too many organizations use one set of

competencies for selection, another for promotion, yet another or even none for succession planning, etc. This ends up being confusing for your employees and frequently results in very mixed messages as to what is valued at the organization.

#### **6. Test for better result-**

As you build each of the HR programs it pays to start with a limited try out in the field to make sure that all of the instructions, forms, programming routines work from the end-user's perspective as you intended. This is particularly important where one process is interdependent on another. For example in succession planning you would need to have performance instruments done first before you could identify bench strength based on the core competencies across your key management. Or, if you have a training program linked to evaluations on each competency, you will want to make sure that scoring profiles link up with the correct modules.

#### **7. Revisit as organization mission and vision changes**

We should consider revising a behavior and/or competency when either it is hard to understand, frequently misapplied, misevaluated, or no longer relevant due to a change in the organization's business focus. The job specific technical or knowledge competencies that complement the core competencies may change with greater frequency based on the level of sophistication or technological dependency of the specific job. For example think of the rapid changes in knowledge

competencies for individuals involved in computer related jobs over the past few years.

These seven steps will help us to develop a competency-based program that works because it captures the essence of your organization. The process is certainly involved but should result in an integrated and focused foundation for all of your HR programs. If we are just beginning or considering starting, I would highly recommend you talk with several individuals who have a competency based program in place at their respective organizations. Find out what works and what does not in each of their systems. “Lessons learned” can save you and your organization a tremendous amount of time, effort and money! Competency Management has extensive experience in designing and implementing highly effective competency-based programs in any organisation for better result and growth and prosperity.

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**UNIT – III**  
**METHODS OF TRAINING**

LESSION – 1

**BROAD CLASSIFICATION AND  
SELECTION OF TRAINING METHODS**

**OBJECTIVES**

Objectives of this lesson are to

- i) have introduction about training and development
- ii) specify different purposes of training
- iii) explain on the job training with advantages and disadvantages
- iv) describe the merits and demerits of off the job training
- v) study the procedure for choosing optimum method
- vi) consider different factors for selection of suitable method

**1.1 INTRODUCTION**

The quality of employees and their development through training and education are major factors, which provide long-term benefit to an organization. It is good policy to invest in the development of the skills of employees, so they can increase their productivity. Training often is considered for new employees only. This is a mistake because ongoing training for existing employees helps them in adjusting to rapidly changing job requirements. The difference between the training methods lies mainly in terms of the personal involvement or participation of trainees in the process of learning.

### **1.1.1 Purpose of Training**

Reasons for emphasizing the growth and development of personnel in an organization are related to the following purposes.

- Creating a pool of readily available and adequate replacements for personnel who may leave or move up in the organization.
- Enhancing the company's ability to adopt and use advances in technology because of a sufficiently knowledgeable staff.
- Building a more efficient, effective and highly motivated team, which enhances the company's competitive position and improves employee morale.
- Ensuring adequate human resources for expansion into new programs.
- Increased productivity.
- Reduced employee turnover.
- Increased efficiency resulting in financial gains.
- Decreased need for supervision.

Employees frequently develop a greater sense of self-worth, dignity and well being as they become more valuable to the firm and to society. Generally they will receive a greater share of the material gains that result from their increased productivity. These factors give them a sense of satisfaction through the achievement of personal and organisational goals.

Training is required for effectiveness in the performance of work. The objective of training is to develop some specific skill in an individual. This is related to both knowledge and action. There is a range of training methods with advantages & disadvantages. Each method of training has special relevance for a training programme. There are four broad classifications of training methods available for training in an organization. These are related to on the job, off the

job, skill development and attitude. Though, there cannot be any strict separation, still then different methods of training can be grouped according to the stated relation.

### **1.2 ON THE JOB TRAINING**

On the job training is delivered to employees while they perform their regular jobs. In this way, they do not lose time while they are learning. After a plan is developed for what should be taught, employees should be informed of the details. A timetable should be established with periodic evaluations to inform employees about their progress.

On the job techniques include orientations, job instruction training, apprenticeships, internships and assistantships, job rotation and coaching. This is the most common method of training. The trainee is placed on the job and the manager or mentor shows the trainee how to do the job.

To be successful, the training should be done according to a structured program that uses task lists, job breakdowns, and performance standards as a lesson plan. The training can be made extremely specific to the requirement of employees. It is highly practical and reality-based. It also helps the employee establish important relationships with his or her supervisor or mentor.

On the job training (OJT) is an activity undertaken at the workplace which is designed to improve the skill or knowledge of an individual. OJT is a well-established and well-used method designed to enhance individual skills and capabilities with the characteristics of:

- being delivered on one-to-one basis and taking place at the workplace of trainees
- requiring time to take place, including potential periods when there is little or no useful output of products or services
- being specified, planned and structured activity.

It is difficult to be precise on the extent or incidence of OJT in the modern economy as different definitions are used in different surveys. Fine distinctions (eg between OJT and informal learning), may not be immediately recognised, or seem important, in the workplace. Additionally much OJT, taking place as it does as part of day-to-day activity at the trainee's workplace, is not recorded centrally.

OJT is dependent upon the trainer having sufficient knowledge and expertise to impart to the trainee. OJT is important and the quality of OJT can be considerably improved through effective design. In this method the learning process takes place as a result of interaction among the coworkers, superiors, subordinates, and feedback available during the performance of work in an organisation. This method has the following important advantages and disadvantages.

### **1.2.1 Advantages**

On the job training method has the following important advantages for consideration

- Training can be delivered at the optimum time.
- The trainee will have opportunities to practice.
- The trainee will have immediate feedback.
- Training is delivered by colleagues by integrating the trainee into the team.
- Trainee develops confidence by working with own speed and productivity.

### **1.2.1 Disadvantages**

Some important disadvantages of on the job method are stated below for taking precautions.

- There is a tendency to fit OJT in when it is convenient for office routine rather than at the optimum time for learning.
- The training may be given piecemeal and not properly planned, and the trainee gains a fragmented picture of the organisation.
- Too much training can be delivered in one session leading to 'information overload' and trainee fatigue.
- The trainer may not have sufficient knowledge of the process or expertise in instructional techniques.
- If immediate practice is not accompanied by feedback the trainee can feel abandoned after the initial experience.

### **1.3 OFF THE JOB TRAINING**

Off the job training involves employees taking training courses away from their place of work. This is often also referred to as "formal training". Off the job training courses may be run by the training department or institute of an organization or by an external organization or institution. Off-the-job training include lectures, special study, films, television conferences or discussions, case studies, role playing, simulation, programmed instruction laboratory training etc. Most of these techniques can be used for effective training, although some may be too costly. This method has some of the following important advantages and disadvantages.

### **1.3.1 Merits**

Off the job training method has the following important merits to be considered.

- Use of specialist trainers and accommodation
- Employee can focus on the training - and not be distracted by work
- Opportunity to mix with employees from other businesses

### **1.3.2 Demerits**

Off the job training method has the following important demerits.

- Employee needs to be motivated to learn
- May not be directly relevant to the employee's job
- Costs (transport, course fees, examination fees, materials, accommodation)

## **1.4 CHOOSING OPTIMUM METHOD**

The selection of a method depends upon the skill requirement, size of the organization, time & money available for training, experience & competencies of the trainer and training practices followed by an organization. All the resources at the command must be used to make instruction real and vital for the trainees.

Some important aspects to be remembered while choosing optimum method are motivation, active involvement, individual approach, sequence, structure and feedback with different degrees as high, medium and low. Sequencing and structuring of training programmes are important to provide the impact and consequent results. The number and types of training methods to be used during any presentation depend on many factors.

### **1.4.1 Factors for Selection**

Choosing optimum method of training depends upon the following important factors.

- Experience, qualification and capability of the trainer.
- Intelligence, qualification, age and experience of trainees.
- Social and cultural environment required for training
- Availability of time, resources and infrastructure facilities.
- Objectives to be achieved through provision of training.

## **LESSION – 2**

### **ON THE JOB RELATED METHODS**

#### **OBJECTIVES**

This lesson has some important objectives to be consideration before adoption in an organization.

- i) explain in-basket method
- ii) describe team task method of training
- iii) discuss about buzz group with benefits & activities
- iv) state syndicate with function, advantages & trainer

There are many methods available relating to on the job for training of employees. Some of the important on the job related methods are presented in the following paragraphs.

#### **2.1 IN-BASKET**

In-Basket is a simulation exercise, which enables assessment of the capabilities of potential employees to discharge the responsibility of the concerned position.

This method is related to simulation of the workload of a manager on a typical

day. The name is derived from the IN and OUT trays found on the table of an executive.

In this method the participants is required to assume the role of a manager of an organization. Then he is presented with some problems in the form of letters, memos & memoranda put in the IN tray & take appropriate action within a limited time.

### **2.1.1 Real Life Action**

The limitation on time is the most important fact of the whole training exercise as it stimulates the real life situation, where a manager is always expected to take a timely action. In order to complete the assignment in time, the player is forced to set priorities and delegate some of the work to subordinates. He has to take action just like a manager in the real life and write notes to complete the exercise. Under this method there is a procedure, which allows the participants to explain their actions.

### **2.1.2 Contents**

This method consists of set of instructions, contents of the in-basket and notes for the guidance of instructor conducting the program. It effectively enhances skills in decision-making and problem solving activities. This training can be designed to focus on the activities related to managerial positions. This can be altered according to the training requirement. Sometimes this method is expensive to conduct training programmes. There should be provision for availability of two baskets for in and out activities involved in this training programme for use of the participants.

### **2.1.3 Merits**

In-basket method of training has the following merits

- It is related to the real life situation
- It focuses on the managerial activities

- This method can be adjusted according to requirement
- The method is helpful for assessing specific dimensions

#### **2.1.4 Demerits**

The in basket method has the following important demerits.

- The game is considered expensive for the management
- It may be difficult to administer for the trainer
- This is a time taking process for the participants
- It is essentially individual expertise related work

## **2.2 TEAM TASKS**

**Different teams can be formed to perform various tasks or activities, structured or unstructured, in which the end result may be principally the completion of task, or otherwise observation or discussion of of the interactive process involved. Some of these activities can be performed by an individual, in a self- instruction approach, but many require interaction of the group to produce learning possibilities. Two highly structured task group activities are action mazes and in-basket exercises.**

### **2.2.1 Activities Involved**

Team task roles are behaviour that help the group solve its problem or accomplish its tasks. These roles include initiator to start discussion, suggest new ideas and solution. The information or opinion seeker asks for information from other members and tries to elicit their opinion. The information or opinion giver provides information and shares his own opinion with others. The clarifier expands on ideas of others by giving examples and explanations. The coordinator helps in integrating and summarizing the ideas of other members. The orientor suggests the direction for further discussion and defines the goal or objective of discussion.

### **2.3. BUZZ GROUPS**

The natural followup to many group activities is that the trainer discusses the activity with the group members, concentrating on either the task or the process, or sometimes even attempting both. A principal aim of the trainer is that the groups should provide most of this discussion. But particularly in the very early stages of a course, the participants may be unable or unwilling to express themselves openly.

It is possible that in the early stages, the barriers are too strong to permit individuals to express views which are critical of themselves or others in the group, or the way the group has performed the task. At a later stage of the course, this is more likely to happen as open relationships develop. Sufficient care and planning is necessary for the trainer and trainees to follow this training programme in an organisation.

#### **2.3.1 Benefits**

A buzz group can allow an individual to retain anonymity in the group, since the spokesman of the buzz group will express the view of the group instead of the individual. However an individual can also express a personal view if he/she wishes to do so. There can be use of the buzz group method with as few as six, sending into two buzz groups of three people. This approach was used following the first activity of a course in which it is necessary to encourage the participants to involve themselves in open discussion at an early stage.

#### **2.3.2 Activities**

During the full group discussion that followed, comments were made on group and individual performance that would have been much less early if the full group had entered discussion immediately after the activity. In fact, the immediate full group discussion approach had been the norm until that particular course

and buzz groups were introduced because of the group inhibitions experienced. The previous method is not revived.

The main objective of brain storming is to generate as many ideas as possible within the time fixed for the event. In this method no immediate discussion or evaluation of any idea is allowed. The trainer encourages the members to produce ideas. Once all ideas have been extracted the task of brain storming groups is over. Assessment and evaluation of the ideas can follow by either by same group or by a different group.

This is a technique valuable for starting a course in order to get the members feeling that they have open thoughts. It is often useful for the course participants to be prepared for brain storming with a practical session on lateral thinking led by the trainer. This will encourage the generation of ideas which will continue for consideration of more serious issues.

## **2.4. SYNDICATES**

Grouping the participants of different background usually forms the syndicates. A syndicate may consist of six or seven participants. By following this method there can be efficient performance of work in small groups to achieve required purpose in time. In this method there is correct implementation & much more learning. The essence of this method is that participants learn from each other and contribute their own experience to the maximum extent. This method is suitable for training and development of executives with considerable experience.

### **2.4.1 Function**

The participants are divided into different groups consisting of about ten participants. These groups are called syndicates. Each syndicate functions as a team to represent various functional and interest areas. The syndicates are given

assignments to be finished with a report. By rotation each member of the syndicate becomes the leader.

Each syndicate is placed under a member of the training staff. The report submitted by one syndicate is circulated to other syndicates for critical evaluation. The chairman of each syndicate is required to present the view of his team on the task assigned to them at a joint session of all the groups.

#### **2.4.2 Advantages**

The advantage of this method is that the analysis & ideas are tested in the small groups for their validity before they are presented before the whole class. For the practicing managers this method is helpful to have new concepts, techniques & information. Working in syndicate involves interaction over an extended period of time and living together.

If the syndicate is not structured properly it lead to lot of waste and cause frustration. The role of directive staff by this method is very crucial. This method enables to participants to acquire proper perspective on the related job in relation to the activities in other areas. The availability of outside experts can help supplement the work in syndicates.

#### **2.4.3 Disadvantages**

The negligence of the directing staff may convert the syndicate method to an exercise in futility. Due to improper structure of syndicate, there may be wastage of time and frustration for the participants. This method may lead to dispute due to difference in opinion of the participants.

#### **2.4.4 Role of Trainer**

In this method the role of a trainer is not to participate directly in the group his role is quiet inactive during the training session where he is resource person. He may decide on the group composition, the topics to be assigned to the group and to give attention towards the confused participants. The syndicate method

includes the division of course members into a number of smaller groups called syndicates for the purpose of considering a case study for the problem solving activity. Each group is given the same problem to solve. Alternatively each group may be given different problem. The trainer acts as the adjudicator in case of difference between the groups. Another approach is to balance the different views expressed to a common conclusion.

## **LESSION – 3**

### **OFF THE JOB RELATED METHODS**

#### **OBJECTIVES**

This lesson has some important objectives to

- i) explain lecture method with features & considerations
- ii) describe team task method of training
- iii) state buzz groups with benefits and activities
- iv) present syndicate with function, advantages & role of trainer
- v) discuss about field trip method of training
- vi) explain panel discussion with points to remember
- vii) describe case studies with design, merits & demerits
- viii) discuss about action maze method of training

#### **3.1 INTRODUCTION**

Off the job training involves employees taking training courses away from their place of work. This is often also referred to as "formal training". Some important off the job related training methods are discussed below.

#### **3.2 LECTURE**

Lectures present training material verbally and are used when the goal is to present a great deal of material to many people within short time. It is more cost effective to deliver lecture to a group of participants than to train people individually. Lecturing is one-way communication and as such may not be very effective way to train. In this method of training, it is difficult to ensure that all trainees understand the topic on the same level. Despite these drawbacks, lecturing is the most cost-effective way of reaching large number of trainees.

### **3.2.1 Features**

This method is one of the old and basic training methods. More and more training institutions are applying the lecture method for training. In this method the trainer is active where as the trainees are passive. Though lecture method is not very much effective, some extent of informal lecture is inherent in the conduct of any training program to motivate trainees, provide explanation & analyze relevant exercises.

### **3.2.2 Considerations**

The background, age, cultural difference, knowledge of subject, level of education, likes & dislikes of the audience should be considered for this method of training. More over the purpose of training & basic understanding of the trainees can make lecture method of training effective. Under this method the time available is an important consideration. It is necessary for the trainer to speak from his own experience and knowledge as per the requirement of trainees. The contents of lecture should be simple, brief and to the point. The main theme of the lecture has to be developed in logical sequence. It is necessary to start with simple concepts and progress towards difficult topics.

### **3.2.3 Role of Trainer**

The trainer should arrive at the specified place in time to check the arrangements for training. There should be proper standing posture for the trainer to maintain eye contact with different segments of the audience. A Lecture who gives attention to all parts of the audience uniformly is more successful. The speaker should be sincere, courteous and enthusiastic for the lecture.

Making optimum use of time should be important consideration for the resource person to deliver lecture. The trainer must have proper planning of the lecture to create interest among the trainees by including examples, questions and humour according to requirement in the lecture to be delivered.

#### **3.2.4 Merits**

The lecture method of training has the following important merits to be consideration for adoption of the training method.

- This method is effective to train large number of trainees within limited time available
- Delivery of lecture is useful for communication of basic theoretical knowledge to the learners
- Lecture method is convenient to have one-way transfer of information without any interaction
- Lecture method is less expensive for an organisation

#### **3.2.5 Demerits**

The lecture method of training has the following important demerits.

- There may not be any scope for clarification of difficult parts of the lecture for the participants
- Repeated lectures may produce staleness and monotony resulting in less absorption of knowledge by trainees
- It becomes difficult to have proper feedback from the learners by following lecture method of training

### **3.3 FIELD TRIPS**

Field trips can be valuable training method for many organizations. But sometimes there are risks and hazards, some of which may be unacceptable. Faculty members who are planning to conduct field trips should perform their

own risk analysis and take sufficient precautions during the preparation. They should have proper planning to determine the procedure of the field trip for achieving the learning objectives.

### **3.4 PANEL DISCUSSION**

A panel provides several points of view on a topic to seek alternatives to a situation. Panel members may have differing views but they must also have objective concerns for the purpose of the training. This is an excellent method for using outside resource people. This method can be used for small group of 20 or less and the members know each other and the material can be assimilated readily with some prior knowledge. Division into groups can also be used to provide discussion opportunities in smaller associations of trainees. This will allow a silent trainee to have the opportunity to say something.

#### **3.4.1 Points to Remember**

There must be proper reason for the discussion and this could be to allow separated discussion of a common subject or different subjects with common theme. When the groups are engaged for useful discussion topic, the purpose of the group is to consider the translation of the learning to the work of participants. Trainees often find it interesting to hear different points of view. The process invites employees to share their opinions and they are challenged to consider alternatives. It requires a great deal of preparation. The results of the method can be difficult to evaluate.

### **3.5 CASE STUDIES**

A case is objective description of a real life situation in case of which, the participants are required to take appropriate decision. The training method relating to case studies is excellent for developing analytical skill. Case studies are usually organized around one or more problems confronted by an organization. Common case study provides the learner group al necessary

information relating to the organisation and the problem for study. The group of trainees can be provided with a problem or series of problems to find out solutions for the problem.

### **3.5.1 DESIGN**

A case describes the problem area and contains sufficient additional information about the company. Cases are designed primarily to solve different problems relating to an organization. The trainees are expected to prepare each case in advance by analyzing available facts, identifying major issues, exploring alternative courses of action and finally taking a decision on the basis of their analysis. This method can be a dynamic and powerful approach for trainees.

A case study is a description of a real or imagined situation which contains information that trainees can use to analyze what has occurred and why. The case study provides a learning situation, which depends on involvement and participation in group discussion for its success. The trainees recommend solutions based on the content provided.

### **3.5.2 Merits and Demerits**

A case study can present a real-life situation, which lets trainees to consider what they would do. It can present a wide variety of skills in which applying knowledge is important. It helps in finding a number of alternative solutions suggested by the participants for the problems included in the case. Cases may be difficult to prepare and time-consuming to discuss.

The trainer must be creative and very skilled at leading discussions, making points, and keeping trainees on track. All participants should take active part for the success of case study. This method is very helpful for effective training of the participants to develop the practice of taking correct decisions on the basis of analysis of different cases.

The merits and demerits of this method should be considered for successful conduct of the training programme with required previous arrangements.

### **3.6 ACTION MAZES**

In this type of training, each individual is given an information sheet with details of the situation, which can be a technical problem or an interpersonal problem. At the end of the first information, the person is asked to make a decision based on the facts given upto that stage. Usually a choice between a number of actions is given. The particular choice leads the learner to the next type of information, at the end of which there is a further choice to make. Each learner can proceed at his own pace and the skill possessed can determine the time taken by individual to move through the maze. The individual having good grasp of the principles involved can reach the final decision very quickly, having made the correct choices. The unskilled trainee is likely to make a number of inappropriate choices and will take a circular path to reach the end. Under this type of training, the trainees can absorb the correct methods or attitudes from their mistakes.

## **LESSION – 4**

### **SKILL DEVELOPMENT TRAINING METHODS**

#### **OBJECTIVES**

This lesson has some objectives to

- i) have introduction of skill development training methods
- ii) explain transactional analysis method of training
- iii) discuss about simulations
- iv) state clinics with role of director
- v) show data gathering with benefits & features

- vi) present incident process incident investigation & critical incident
- vii) study role play with single role, double role, role rotation, reverse role and hot role
- viii) discuss about metaphor method of training
- ix) explain interactive demonstrations with steps involved.

## **INTRODUCTION**

There are some training methods followed for the development of skill and capabilities of the existing & new employees. So that, there can be improvement of the efficiency of the employees. Some selected skill development training methods are presented in the following paragraphs.

### **4.1 TRANSACTIONAL ANALYSIS**

This type of training method is helpful to eradicate or minimize the dysfunctional aspects of personality, developed from critical assumptions assimilated during childhood. The life script is a basic concept of transactional analysis. The programme for transactional analysis may vary from one day to five days.

This method of training enables participants to develop interpersonal competencies to improve relationships with self and others for changing their behaviour appropriately to optimize interrelationships. As far as possible, the trainer must operate from adult state and not be personally involved in transactions between participants. The trainer must have expert knowledge of transactional analysis before interpretation of behaviour.

#### **4.1.1 Role of Trainer**

The trainer should interpret group behaviour in terms of ego states of the participants. He should not be personally involved in the transactions between trainees. He should have specialized knowledge of the theory and practice relate to the transactional analysis.

### **4.3 SIMULATIONS**

Trainees participate in a reality-based, interactive activity where they imitate actions required on the job. It is a useful technique for skills development. Training becomes more reality-based, as trainees are actively involved in the learning process. It directly applies to jobs performed after training. Simulations involve yet another learning style, increasing the chance that trainees will retain what they have learned. Simulations are time-consuming. The trainer must be very skilled and make sure that trainees practice the skills correctly. Only perfect practice makes perfect.

In simulation training, the trainees act for situations in which they assume the personality and positions of some one else. The success of stimulation training depends upon other training innovations and relies on the continued patience of the enthusiastic participants having willingness to share insights and ideas with others. Simulation game increases interaction among the trainees from divergent socio-economic background. It provides an active, verbal and physical learning environment to increase the motivation of learners.

### **4.4 CLINICS**

These guidelines are intended to aid clinic directors in appropriate, effective and ethical leadership of university-based psychology training clinics. Psychology clinics are clinical settings designed to provide students the best possible training in professional psychology. Clinics are the focus of competing interests, each with different demands and goals. These interests include the university's broad policies and educational goals, standards of deans, department chairs and directors of clinical training, the needs and interests of faculty, of students, and of accrediting bodies.

The challenge for clinic directors is to negotiate and reconcile these competing interests while sustaining the core standards, values and purposes of the clinic. Required guidelines may be formulated to assist directors in their roles,

recognizing that effective leadership is supported and strengthened by explicit statement of essential guidelines for the operation of clinics.

#### 4.4.1 Role of Director

Clinic directors are responsible for the proper operation of the clinic, including adherence to ethical and legal standards of professional conduct and patient care. The key feature of the clinic director's role is her/his responsibility to guarantee high standards of clinical training and clinical practice. Clinic directors must have authority requisite to discharging these responsibilities, including appropriate authority over the work of staff, students and supervisors; as necessary, this authority should be exercised in consultation with and assisted by appropriate university bodies and authorities.

### **4.5 Data-Gathering**

All reporting libraries gather data about their customers, both actively (e.g., focus groups) and passively. The most used data-gathering methods are surveys, with exit surveys in fairly common use: these are typically done yearly or bi-yearly. Electronic suggestion and comment boxes are also common because they have the benefit of being available to customers all the time. Some use focus groups at least annually, but for others the technique has been used sparingly and only for very specific purposes (e.g., to refine a survey of undergraduate students or to assess customer satisfaction with photocopy services).

#### **4.5.1 Benefits**

The potential benefits of organized customer service programs are many. A strong philosophy of service that is understood by all staff can guide day-to-day performance and performance evaluation systems. Training based on that philosophy can provide an important means of improving services on a continual basis. Gathering and using data about customer experiences--both successes and failures--is likely to raise the quality of service and the

satisfaction of customers. Although some find customer service philosophies or guidelines marginally useful, many have seen them as a key ingredient in their programs.

#### **4.5.2 Features**

Although formally organized customer service programs are a familiar feature of day-to-day lives, they are relatively recent arrivals in academic research libraries. Moreover, where they exist, the programs are uneven in intensity. Several libraries have committed themselves seriously to the approach--incorporating it pervasively into their training, performance expectation, evaluation, and reward systems. Others are still at early stages of development, incorporating a few characteristics and experimenting with techniques such as focus groups.

Because it represents a significant cultural shift, continued growth of such programs is likely to be measured. Though the advent of customer service programs in libraries reflects commonplace developments in the private sector, academia may be skeptical about taking on such new ventures. It is a development that gets mixed reviews in libraries.

#### **4.6 INCIDENT PROCESS**

A series of sequential incidents can be used for skill learning. Participants are given the first incident and taken through three steps. First step is related to moving from symptoms to the underlying issues. Second step is related to predictions as the effectiveness depends upon anticipatory proactive management. Third step is related to actions based upon analysis and predictions. Then the second incident is issued. First participant can compare the predictions and action suggestions with actual happening. The participant goes through the sequence of the same three activities on incident to and show on. About three to

four incident sequences seem to be optimal. The incidents can be in terms of skills of analysis, diagnosis, predictions, actions and contingency planning.

#### **4.6.1 Incident Investigation**

Under this method the employer should take immediate steps to investigate incident as soon as possible but not later than 48 hours after the event. The expert investigation team should be formed, including at least one person knowledgeable in the process involved, and others with knowledge & experience to investigate the incident. After the analysis, a written report on the incident should be developed. Reports for different incidents must be retained for five years for future reference.

#### **4.6.2 Critical Incident**

Training agenda is designed to provide participants with the latest information on Critical Incident Stress Management techniques and post-trauma syndromes. The program emphasizes a broadening of the knowledge base concerning critical incident stress interventions as well as Post Traumatic Stress Disorder established in the Basic program and/or publications. Specifically, the program addresses concepts that are the foundation of Defusing and Critical Incident Stress Debriefings with an emphasis on advanced techniques for complex crisis situations. In addition, this method discusses the pathological consequences of traumatic stress and the theoretical basis and research evidence.

#### **4.7 ROLE PLAY**

Role-play is defined as educational technique in which some problem, involving human interactions, real or imaginary is presented for spontaneous action. There is active participation of the trainees in role-play method of training. It permits training in the control of feelings and emotions.

Role-play method can be broadly classified into two categories, such as structured role-play & spontaneous role-play. During a role-play, the trainees

assume roles and act out situations connected to the learning concepts. It is good for customer service and sales training. Trainees can learn possible results of certain behaviors in a classroom situation. They get an opportunity to practice people skills.

It is possible to experiment with many different approaches to a situation without alienating any actual customers. A lot of time is spent making a single point. Trainers must be skilled and creative in helping the class learn from the situation. In some role-play situations, only a few people get to practice while others watch.

#### **ole-p4.7.1 Single R lay**

This is widely used form of role-play, which consists of two or three playing out roles in front of a class. It is very help full to demonstrate the way of solving some problems or to show the complications related to the problems if not solved. It allows the enire class to examine in depth all the dynamics & complexities involved when individuals attempt to solve a problem. Some players may feel embarrassed to play role in front of others.

#### **3.7.2 Double Role-play**

In this method all trainees are required to play roles. All the trainees are required to be kept in some groups for specific role-play. Each player required to play a specific role or act as an observer at the same time. It allows all the trainees to participate in the role-play. It causes no embarrassment to the players and reduce the problems related to ineffective role-play.

#### **4.7.3 Role Rotation**

Under this method one person play a role. Other trainees are required to play the role one after the other. In this method participants feel less embarrassed & more willing. It demonstrates wide Varity of styles in which different individuals try to solve the problem.

#### **4.7.4 Reverse Role Play**

An excellent method for developing a salesperson's skills at learning customer needs is through role playing. The reverse role playing consists of acting out the customer-salesperson relationship by the salespeople. One person plays the part of the customers, and the other plays the part of the salesperson. Next time around, they reverse the roles. Role playing enables salespeople to see various sales situations from the customers' point of view. The skill necessary to quickly "size up" customers (learn about their needs) is rapidly sharpened through role playing. A particularly good time for you to try out this method is during slow periods when your salespeople are just "standing around" anyway.

#### **4.7.5 HOT ROLE**

Hot role-play provokes the trainees for the changed expectations. There should be much interaction between the trainer and the trainees. For training of salesmen, there may be scenes with specific audience involvement, focus on customer service, effective communication, identification of real customers, satisfaction of their requirements, acting as united work force and facing challenges.

#### **4.8 METAPHORS**

In organizations and groups people have assigned or formal roles: director, chief financial officer, manager of a department, the chairperson of a meeting, the person who takes the minutes and so on. These roles come with a formal job description.

In addition to the formal role people also occupy informal roles in the groups and organizations they are part of: the person who always asks critical questions, the one who is focused only on practical details, the person who will always volunteer first, the one who is always in crisis, the emotional one and so on. The Metaphor Method for Role Analysis, helps participants of an existing group to

discover what their informal role is and how their informal role influences the formal role they hold. Greater awareness of these informal roles is a help to both individuals and the whole group, leads to better collaboration and consequently aids in the task.

#### **4.9 INTERACTIVE DEMONSTRATIONS**

An interactive session combines live product demonstrations by the trainer and hands-on practice for the trainee. These sessions are effective for successful training. Because, the participants are trained by five learning styles. They hear from the trainer, then look at the demonstrations, they may touch, feel and perform the same work by practice.

For this method of training audio and video equipments should be available with facility for demonstrations. This method is helpful for the trainees for the new product or service or new trainees for existing product and service. Under this type of training, the trainees can learn in detail and inform others about the product or service.

##### **4.9.1 Steps Involved**

If more than one product is to be trained in a row, time must be allowed for short breaks in between sessions. There is no maximum number, however 10 - 15 trainees may be ideal as each trainee will get individual attention. Demonstration is very effective for basic skills training. The trainer shows trainees how to do something.

The trainer may provide an opportunity for trainees to perform the task being demonstrated. It requires a great deal of trainer preparation and planning. There is also need for adequate space for the training to take place. If the trainer is not skilled in the task being taught, poor work habits can be learned by the trainee. A demonstration training session involves the trainer demonstrating the features of the product as the trainees observe.

## **LESSION – 5**

### **ATTITUDINAL TRAINING METHODS**

#### **OBJECTIVES**

This lesson has the objectives to be consideration before selection of any method of training in an organisation

- i) have introduction about attitudinal training methods
- ii) explain brain storming with process
- iii) discuss about behaviour modeling
- iv) state jigsaw method with activities and assignments involved
- v) present fish bowl method and role of trainer
- vi) show different types of T groups for training
- vii) explain data gathering with benefits
- viii) discuss about grouping method of training
- ix) state business game with benefits and role of trainer

#### **5.1 INTRODUCTION**

There are training methods related to the attitude of the participants of training programmes. The specific method should be selected according to the attitude of the participants in an organization. Some important attitudinal training methods are explained in the following paragraphs for comparative analysis for the correct selection.

## **5.2 BRAIN STORMING**

Brainstorming with a group of people is a powerful technique. Brainstorming creates new ideas, solves problems, motivates and develops teams. Brainstorming motivates because it involves members of a team in bigger management issues, and it gets a team working together. However, brainstorming is not simply a random activity.

Brainstorming needs to be structured and it follows brainstorming rules. For the brainstorming process, there is need of a flip-chart. File being used for problem solving, the brain storming session can be helpful in developing attitude of openness, freedom, tolerance of ambiguity, mutual respect and resource utilisation.

This is crucial as brainstorming needs to involve the team, which means that everyone must be able to see what's happening. Brainstorming places a significant burden on the facilitator to manage the process, people's involvement and sensitivities, and then to manage the follow up actions. The following process may be followed for this method.

### **5.2.1 Process**

1. Define and agree the objective.
2. Brainstorm ideas and suggestions having agreed a time limit.
3. Categorise/condense/combine/refine.
4. Assess/analyse effects or results.
5. Prioritise options/rank list as appropriate.
6. Agree action and timescale.
7. Control and monitor follow-up.

### **5.3 BEHAVIOUR MODELING**

"Give a fish to a man, and he will eat for a day; teach him to fish, and he will eat for the rest of his life. The philosophy is very significant to highlight the role of a teacher as changer of lives of many persons. It is a philosophy that leads many individuals, to become instructor for adults. This method of instruction embodies the component of learning by action and through behaviour.

It shows that human learning takes place in the absence of direct experience. The behaviour must be performed by the learner him/herself. First, modeling is the direct presentation of the behavior by a model. Second, retention processes refer to the internal memory devices the learner uses to assimilate the observed behavior and remember the process. Third, behavioral rehearsal takes place when the learner attempts to reproduce the behavior previously modeled.

Feedback, as provided by the trainer and other learners, is necessary for the learner to check for learning and to modify the behavioral process. Finally, transfer of training refers to the efforts of the model and trainer to make the desired behavior rehearsal resemble the actual work place or job as much as possible.

### **5.4 JIGSAWS**

The Jigsaw is another method of training followed when there is too much information for one person to read or absorb. It encourages reading or listening salient points included in the training programme. This method is helpful to develop effective practice for communicating critical points to others. Jigsaw provides different perspectives on information. It can be particularly helpful to second language learners.

#### **5.4.1 Activities**

Jigsaw is a group structure that can be used across all content areas. Training starts with a home group. That group is responsible for learning the assigned

portion of a task that is prescribed by the instructor. Then the instructor separates trainees into new groups -- jigsaw groups -- by assigning one member from each home group to a new group.

If an activity begins with groups A, B, C, and D, the jigsaw groups have a member from A, B, C, and D. In the jigsaw groups, participants share information and complete some sort of project or product. The trainees conduct research in groups responsible for collecting information about a given area of that topic. Participants are to generate the questions to be asked after experiencing an "anchor" activity that is designed to bring forth the questions the instructor wants them to ask.

#### **5.4.2 Assignments Involved**

For reading purpose, portions of an article should be assigned to participants in the divided group. But for presentations the participants in smaller groups should select the sessions according to their interest to attend and take notes. Then they should summarize the main points and report back to the whole group.

There should be provision of note taking sheets with questions for the participants. In case of large groups, after reading same passage, the participants should discuss and decide on main points to be reported by selected reporter. All the participants should complete the assignments.

#### **5.5 FISH BOWL METHOD**

The objective of fish bowl exercise is to inculcate in the participants, the discipline of observing others and provide constructive feedback. This method is helpful to learn about one self, one's behaviour and personality as seen through the eyes of others and consequently to overcome weaknesses for improving strengths.

### **5.5.1 Activities Involved**

In this type of training, twenty-five participants seat in two concentric outer and inner circles. The inner circle is the target group in which members either discuss a pre-selected topic or move towards completion of a group task. After the discussion by the members of inner group, which may extend up to half an hour, the outer group is asked to comment on the content and more importantly, the dynamics and group process of the inner groups members. The trainer should select a topic for discussion that is either familiar to the participants or of interest to them. Then, participants can identify with the topic or task and generate a discussion.

#### **5.5.1 Role of Trainer**

In this method, the trainer shall act as a facilitator and guide the participants towards constructive results. At the outset, he will state the ground rules for the training and each member of the outer group must play the role. The trainer should precede the exercise with discourse on group dynamics and human behaviour, principles of learning and individual actions in groups. This will provide the basis on which feedback is given.

### **5.6 T-GROUPS**

T-groups are helpful for understanding the self and contributing towards organizational change & development through training in attitudinal changes in the participants and creating better teamwork. T-groups can be classified into following three categories. A T-group may consist of eight to fifteen persons. After setting forth the objectives, the trainer remains in the background creating a vacuum, which impels participants to develop structure and meaning.

### **5.6.1 Stranger groups**

In this group participants have no prior knowledge of one another. But members can express and involve themselves without fear or retaliation. However, the commencement of the training is difficult as all are strangers in the group.

### **5.6.2 Family Groups**

In this group participants belong to the same department or hierarchical level and have prior knowledge of each other. But the members may shy away from giving feedback, may dilute it or may not disclose themselves in fear of its being used against them.

## **5.7 DATA GATHERING**

All reporting libraries gather data about their customers, both actively (e.g., focus groups) and passively. The most used data-gathering methods are surveys, with exit surveys in fairly common use: these are typically done yearly or bi-yearly. Electronic suggestion and comment boxes are also common because they have the benefit of being available to customers all the time. Some use focus groups at least annually, but for others the technique has been used sparingly and only for very specific purposes.

### **5.7.1 Benefits**

The potential benefits of organized customer service programs are many. A strong philosophy of service that is understood by all staff can guide day-to-day performance and performance evaluation systems. Training based on that philosophy can provide an important means of improving services on a continual basis. Gathering and using data about customer experiences--both successes and failures--is likely to raise the quality of service and the satisfaction of customers.

Although formally organized customer service programs are familiar features of day to day lives, they are relatively recent arrivals in academic research libraries.

Several libraries have committed themselves seriously to the approach--incorporating it pervasively into their training, performance expectation, evaluation, and reward systems. Others are still at early stages of development, incorporating a few characteristics and experimenting with techniques such as focus groups.

### **5.8 GROUPING METHOD**

These roles help members to function together as a group and maintain good interpersonal relationships. The group includes supporter to praise and agree with others. There should be harmonizer to help in resolving disagreements and conflicts between others. The tension reliever makes people feel relaxed by cracking jokes and generating humour. The encourager encourages those who have not spoken to participate in the training programme.

### **5.9 BUSSINESS GAME**

Business game is a training technique in which participants consider sequence of problems and take decisions. It is simulation which consisting of sequential decision-making exercise structured around a hypothetical model of the operations of an organization. As it is only a simulation there is no real loss to the organization in case participants make mistakes. Among different training methods, business game is increasingly used in management development programs for effectiveness of learning.

This method is helpful to reduce conflicts among the participants. These games can be classified on the basis of coverage, competitive element & processing results. According to coverage there may be total enterprise gain and functional gain. There are interactive games and non-interactive games. By processing of results there can be computer game or non-computer game.

### **5.9.1 Types of Business Games**

Business games are relatively new in comparison to other methods. There are different types of business games according to the coverage competitive element and processing of results. On the basis of coverage, there are Total Enter prise games and Functional Games. On the basis of competitive element there may be Interacting Game and Non-interacting Game. According to processing of results, there are Computer Game and Non-computer Game.

### **5.9.2 Benefits**

These games are helpful to demonstrate some aspects of organization activities it helps in changing the attitudes. It provides experience in the application statistical and analytical methods. Games are quiet absorbing, provoking interest in participants to have more effective learning. There is a higher cost of this method if computers are required. Some games may be to simplified models of reality to be effective for learning of actual business situation. Many games involve only quantitative variables ignoring human elements of organization.

### **5.9.2 Trainer**

The trainer has to be active and fully involved to produce desired results from this method. He should have complete understanding of the game and clearly explain it to participants. He should always be alert to handle new situations while running the training programme. He should have complete situation under his control.

The game must be compared with real life situations, wherever possible. So that business game is taken as simulation of the real life situations for learning. Business games are very helpful to emphasize the importance of long range planning. This method can be used for effective management development programme.

### **5.9.3 Procedure**

The procedure followed for successful business game should include the following steps.

- There should be previous briefing for the participants
- Enough time should be available for first run of the game.
- The trainer should give first feedback quickly to trainees for interest
- There should be publication of information on results achieved
- Repeated rounds of game should be sequential and logical
- The trainer should announce the final result at the end of game

### **QUESTIONS**

1. State the importance of training programmes for an organization.
2. Find out the procedure for choosing optimum use of a suitable training method.
3. Differentiate between on the job and off the job training methods.
4. Give an account of the broad classifications of the training methods.
5. Describe in detail the activities involved in the lecture method of training.
6. Explain in brief different on the job related training methods.
7. Identify different types of off the job training methods
8. Discuss the training methods available for the development of skills of employees.
9. Present important types of attitude related training methods.
10. Give an overall picture in brief about different training methods available.

## UNIT – IV

### **Need for Development**

This unit is concerned with the concept of Development of Human Resources of the organization. It focuses on the following phenomena:

- ❖ Need for Development
- ❖ Differences between Training and Development
- ❖ Management Development Programs
- ❖ Evaluation of Programs
- ❖ Employee Appraisal Methods

Learning Objectives:

- ✚ Determine training objectives from a specific program
- ✚ Identify several sources outside one's own organization where development programs could be obtained
- ✚ Compare the relative merits of developing a program in-house versus purchasing it from an outside source
- ✚ List out the activities in employer designed program
- ✚ Compare various types of training materials and describe how they are prepared
- ✚ Point out some of the constraints to scheduling programs and suggest ways of dealing with them.
- ✚ Define evaluation and explain its role in Human Resource Development
- ✚ Compare different frameworks for HRD evaluation

**Introduction:**

Now let us discuss in detail about what is development in management parlance, the need for development and the difference between training and development.

There are three terms which are used in the context of learning – education, training and development. Though these three are different and unique from each other, many times they are interchangeably used in place of one another. The term education is used in a broader sense involving the development of an individual socially, mentally and physically. Therefore, at this juncture the understanding of the nature of training and development is important.

**Training:**

Training typically involves providing the employees the knowledge and skills needed to do a particular task or a job through attitude change.

It is concerned with imparting and developing specific skills for a particular purpose. For example, Flippo has defined training as “the act of increasing the skills of an employee for doing a particular job”. Thus, training is a process of learning a sequence of programmed behaviour. This behaviour, being programmed, is relevant to a specific phenomenon, that is, a job.

**Development:**

The term Development refers broadly to the nature and direction of change induced in employees, particularly managerial personnel through the process of training and educative process. National Industrial Conference Board has defined development as follows:

Managerial Development is all those activities and programmes when recognized and controlled, have substantial influence in changing the capacity of the individual to perform his assignment better and in doing so are likely to increase his potential for future assignments.

Thus managerial development is not merely training or a combination of various training programmes, though some kind of training is necessary; it is the overall development of the competency of managerial personnel in the light of the present requirement as well as the future requirement. For example, S. B. Budhiraja, former Managing Director of Indian Oil Corporation, has viewed that:

“Any activity designed to improve the performance of existing managers and to provide for a planned growth of managers to meet future organizational requirements is management development”.

Development has a long term focus on preparing for future work responsibilities, while also increasing the capacities of employees to perform their current jobs.

### **Training and Development – A comparison:**

Thus, training and development differ from each other in terms of their objectives and consequently in terms of their contents. Steinmetz has differentiated the two concepts as follows:

“Training is a short-term process utilizing a systematic and organized procedure by which non-management personnel learn technical knowledge and skills for a definite purpose. Development is a long-term educational process utilizing a systematic and organized procedure by which managerial personnel learn conceptual and theoretical knowledge for general purpose.”

**Four ‘W’s bring out the differences between training and development as follows:**

	Training	Development
WHO?	Non-managerial personnel	Managerial personnel
WHAT?	Technical and mechanical	Conceptual skills
WHY?	For specific task/job	For various jobs
WHEN?	Shot-term	Long-term

Source: Human Resource Management – L. M. Prasad

Training and development is considered as a continuum. Training-development continuum has manual training at the one end and philosophy at the other end. The training-development continuum contains the following stages:

- Manual Skills
- Specific job techniques
- Techniques
- Concepts
- Philosophy

The manual training is given to operatives for performing specific jobs. As it progresses, we find more emphasis on other points of the continuum. Managerial personnel have greater needs for conceptual and human relations skills as compared to job-related skills. Therefore, their need for training does not remain confined to the development of skills needed for specific jobs. They require skills and competence for future managerial jobs besides their present of contents rather than on account of process involved.

## **Need for Training and Development**

There is continuous pressure for efficiency and if the organization does not respond to this pressure, it may find itself rapidly losing its market. Training imparts skills and knowledge to employees in order that they contribute to the organization's efficiency and be able to cope up with the pressures of changing environment. The viability of an organization depends to a considerable extent on the skills of different employees, especially that of managerial cadre, to relate the organization with its environment. Therefore, in any organization, there is no question of whether to train its employees or not, the only choice is that of following a particular method

Bass has identified three factors which necessitate continuous training in an organization. These factors are technological advances, organizational complexity and human relations. All these factors are related to each other. Training and development can play the following role in an organization.

1. **Increases Efficiency.** Training increases skills for doing a job in better way. This is more important in the context of changing technology because the old method of working may not be relevant. As such, training is required even to maintain minimum level of output.
2. **Increases Morale.** Training increases morale of employees. High morale is evidenced by employee enthusiasm. Training increases employee morale by relating their skills with their job requirements. Possession of skills necessary to perform a job well often tends to meet human needs such as security and ego satisfaction. Trained employees can see the jobs in more meaningful way.
3. **Better Human Relations.** Training increases the quality of human relations in an organization. Growing complexity of organizations has led to various human problems like inter-personal and inter-group

problems. These problems can be overcome by suitable human relation training.

4. **Reduced Supervision.** Trained employees require less supervision. Autonomy and freedom can be given if the employees are trained properly to handle their jobs without the help of supervision. With reduced supervision, a manager can increase his span of control in the organization which saves cost to the organization.
5. **Increased Organizational Viability and Flexibility.** There is no greater organizational asset than trained personnel, because these people can turn the other assets into productive whole. Viability relates to survival of the organization during bad days and flexibility relates to sustain its effectiveness despite the loss of its key personnel and making short-term adjustment with the existing personnel. Such adjustment is possible if the organization has trained people who can occupy the positions vacated by key personnel. The organization, which does not prepare a second line of personnel who can ultimately take the charge of key personnel, may not be successful in the absence of such key personnel for whatever the reason.

#### **MANAGEMENT DEVELOPMENT PROGRAMS:**

After having understood the concept of development and its need in the organization, let us now turn our attention on Management Development Programs.

As we begin this session, we have to verify whether the following statements are true or false?

- ❖ The best way to learn any new skill is to learn it on the job.
- ❖ The lecture method is a very poor method to use for training purposes.

- ❖ It is relatively easy to come up with questions to stimulate useful group discussion.
- ❖ Generally, the more “bells and whistles” that you can put in a computer slide presentation, the better.
- ❖ In more cases, when trainers have trainees discuss a case study, this is little more than time filler or a chance for the trainer to take a break from lecturing.
- ❖ Computer-based training has become the dominant form of delivery method across a wide variety of HRD applications.

This part of discussion, we will focus in more detail on the array of methods available for conducting training and development programs. Some of the most exciting developments in HRD concern the increased use of technology in program implementation.

#### TRAINING DELIVERY METHODS

Clearly, training is intended to increase the expertise of trainees in a particular area. When thinking about what training method (or methods) to use, it is useful to consider the current level of expertise that trainees possess. As trainees ‘ level of expertise increases, the desired or ideal training methods are also likely to shift more toward exploratory or experiential methods. As experiential methods generally require more time to complete than instruction-centered approaches, they are not as commonly used to reach large number of individuals. An effective training or HRD program should first identify where trainees stand, and then provide assistance for all trainees to “move up” toward an expert level of performance. In many situations, both guided and experiential approaches will be used, for example, when organizations combine the use of lecture, discussion, case studies, behavior modeling, role playing, and games or simulations. Each of these methods of training delivery will be described below.

Training methods can be classified by whether they take place on the job versus away from the employee's normal work setting. We will first discuss on-the-job methods, and then discuss classroom approaches. Yet a third category of training methods includes those that use a self-paced or individualized approach. For example, computer training can take place on the job (e.g., when an employee works at a computer at his or her desk) or in a computerized classroom. However, much of the recent growth of computer training has used a self-paced approach (e.g., CD-ROM, Web-based, or distance learning) that may be done in a variety of different settings.

### **ON-THE-JOB TRAINING (OJT) METHODS**

On-the-job training (OJT) involves conducting training at a trainee's regular workplace (desk, machine, etc.) This is the most common form of training; most employees receive at least some training and coaching on the job. Any type of one-on-one instruction between coworkers or between the employee and the supervisor can be classified as OJT. Structured OJT programs are generally conducted by an assigned trainer who is recognized, rewarded, and trained to provide appropriate instructional techniques. A survey of OJT practices found that 1) supervisors, coworkers, and to a lesser degree, HRD staff members conducted most of the situational techniques; 2) a majority of organizations provided train-the-trainer programs for these assigned OJT programs. Formal OJT has two distinct advantages over classroom training. First, OJT facilitates the transfer of learning to the job because the trainee has an immediate opportunity to practice the work tasks on the job. Transfer of learning is enhanced because the learning environment is the same as the performance environment. Second, OJT reduces training costs because no training facilities are needed.

There are, however, several limitations to OJT. First, the job site may have physical constraints, noise, and other distractions that could inhibit

learning. Many of these cannot be changed because of the nature of the job. Second, using expensive equipment for training could result in costly damage or disruption of the production schedule. Third, using OJT while customers are present may inconvenience them and temporarily reduce the quality of service. Fourth, OJT involving heavy equipment or chemicals may threaten the safety of others who are working in close proximity. Precautions should be taken by the trainer to minimize the potential problems from these four areas.

In many cases, OJT is used in conjunction with off-the-job training. A study of best OJT practices in Great Britain found the OJT was much more likely to be successful when it was operated in a systematic fashion, when there was clear top management support, and when line managers were committed to it. Further, for complex jobs, OJT was more line managers were committed to it. Further, for complex jobs. OJT was more effective when classroom training, OJT, and computer-based training were used in combination.

There are four OJT techniques, such as job instruction training (JIT), job rotation, coaching, and mentoring.

### **JOB INSTRUCTION TRAINING (JIT)**

JIT is defined as a sequence of instructional procedures used by the trainer to train employee while they work in their assigned job. It is a form of OJT. The content of a JIT program is distinguished by its simplicity. A simple four-step process that helps the trainer to prepare the worker, present the task, allow for practice time, and follow-up. Preparing the workers is important because they need to know what to expect. Preparation may include providing employees with a training manual, handouts, or other training or job aids that can be used as references. Presenting the task should be carried out in such a way that the trainee understands and can replicate the task. Some trainers demonstrate the task before asking the trainee to repeat the process. Practice time is important for the trainee to master a particular set of skills. Finally, the

trainer needs to conduct a follow-up as a way of ensuring that the trainee is making progress. During this follow-up session, the trainer should apply coaching techniques when appropriate. The role of the trainer in this approach is to guide the learners and help them to discover potential problems and find solutions on their own. The instructor can then provide feedback and reinforce learning.

The success of JIT depends on the ability of the trainer to adapt his or her own style to the training process. The trainer, particularly if this person is the trainee's coworker or supervisor, should have an opportunity to assess the trainee's needs before beginning the training material is too difficult or too easy, the OJT trainer should adjust the material or techniques to fit the needs of the trainee.

### **JOB ROTATION**

So far we have discussed techniques that are intended to develop job-related skills. Job rotation is similar in intent, but with this approach the trainee is generally expected to learn more by observing and doing than by receiving instruction. Rotation, as the term implies, involves a series of assignments to different positions or departments for a specified period of time. During this assignment, the trainee is supervised by a department employee, usually a supervisor, who is responsible for orienting, training, and evaluation the trainee. Throughout the training cycle, the trainee is expected to learn about how each department functions, including some key roles, policies, and procedures. At the end of the cycle, the accumulated evaluations will be used to determine the preparedness of the trainee and if and where the person will be permanently assigned. Job rotation is frequently used for first-level management training, particularly for new employees. When this technique is used, it is generally assumed that new managers need to develop a working knowledge of the organization before they can be successful managers.

## **COACHING AND MENTORING**

Two other forms of on-the-job training, coaching and mentoring, also involve one-on-one instruction. Coaching typically occurs between an employee and that person's supervisor and focuses on examining employee performance and taking actions to maintain effective performance and correct performance problems. In mentoring a senior manager is paired with a more junior employee for the purpose of giving support, helping the employee learn the ropes, and preparing the employee for increasing responsibility.

## **CLASSROOM TRAINING APPROACHES**

We define classroom training approaches as those conducted outside of the normal work setting. In this sense, a classroom can be any training space away from the work site, such as the company cafeteria or a meeting room. While many organizations capitalize on whatever usable space they have available to conduct training sessions, some larger organization (including McDonald's, Motorola, Dunkin Donuts, and Pillsbury) maintain facilities they serve as freestanding training centers. These training centers operate as a company college (McDonald's refers to its center as Hamburger U.), with curricula that include courses covering a wide range of skill and content areas. Dell computer calls their area Dell Learning, to signify that it includes more than simply classroom training.

Conducting training away from the work setting has several advantages over on-the-job training. First, classroom settings permit the use of a variety of training techniques, such as video, lecture, discussion, role playing, and simulation. Second, the environment can be designed or controlled to minimize distractions and create a climate conducive to learning. Third, classroom settings can accommodate large numbers of trainees than the typical on-the-job setting, allowing for more efficient delivery of training. On the other hand, two potential disadvantages of classroom methods, as a group, include increased costs (such

as travel and the rental or purchase and maintenance of rooms and equipment) and dissimilarity to the job setting, making transfer of training more difficult.

Five primary categories of classroom training include.

1. Lecture
2. Discussion
3. Audiovisual media
4. Experiential methods
5. Self-paced or computer-based training

### **THE LECTURE APPROACH**

The lecture method involves the oral presentation of information by a subject-matter expert to group of listeners One of the reasons the lecture method is so popular is that it is an efficient way of transmitting factual information to a large audience in a relatively short amount of time. When used in conjunction with visual aids, such as slides, charts, maps, and handouts, the lecture can be an effective way to facilitate the transfer of theories, concepts, procedures, and other factual material.

However, the lecture method has been widely criticized, particularly because it emphasizes one-way communication. Lecture method perpetuates the traditional authority structure of organization, thus promoting negative behavior (such as passivity and boredom) and is poorly suited for facilitating transfer of training and individualizing training. Similarly, the lecture has little value in facilitating attitudinal and behavioral changes. Trainees must be motivated to learn because when it is used alone, the lecture method does not allow for eliciting audience responses. The lecture method lacks sharing of ideas among the trainees, without dialogue, the trainees may not be able to put things into a common perspective that makes sense to them.

The research is needed to identify the conditions under which the lecture method is effective as well as ways to improve its effectiveness. First, it is safe to say that interesting lectures promote greater learning than dull lectures do. Therefore, trainers should make every effort to make their lectures as interesting as possible. Some experienced trainers have argued that younger workers (i.e., those under thirty) are especially likely to tune out lectures that they perceive to be uninteresting or irrelevant. Second, there are likely to be advantages to supplementing the lecture with other methods (including discussion, video, and role playing), particularly when abstract or procedural material is to be presented. These combinations can increase two-way communication and facilitate greater interaction with the material.

### **THE DISCUSSION METHOD**

The discussion method involves the trainer in two-way communication with the trainees, and the trainees in communication with each other. It offers trainees an opportunity for feedback, clarification, and sharing points of view. This technique can overcome some of the limitations of the straight lecture method. The success of this method is dependent upon the ability of the trainer to initiate and manage class discussion by asking one or more of the following types of questions.

- ❖ Direct questions can be used to illustrate or produce a very narrow response.
- ❖ Reflective questions can be used to mirror what someone else has said to make sure the message was received as intended.
- ❖ Open-ended questions can be used to challenge the trainees to increase their understanding of specific topic.

The discussion method has several limitations. First, a skilled facilitator is needed to manage the discussion process. Second, sufficient time must be

available for meaningful discussion to take place. Third, trainees need to have a common reference point for meaningful discussion to occur. Assigning reading material before the discussion session can help overcome this obstacle.

### **AUDIOVISUAL MEDIA**

Both the lecture and discussion method are limited in their ability to adequately portray dynamic and complex events. Audiovisual methods take advantage of various media to illustrate or demonstrate the training material. Audiovisual media can bring complex events to life by showing and describing details that are often difficult to communicate in other ways. Audiovisual methods can be classified into three groups: static media, dynamic media, and telecommunications.

**STATIC MEDIA.** Static media typically involve fixed illustrations that use both words and images, for example, printed materials, slides, and overhead transparencies. Printed materials, such as handouts, charts, guides, reference books, and textbooks, allow trainees to keep the material, referring to it before, during, and after the training session. Slides are often used in ways similar to printed materials, but by projecting computer-or camera-generated images onto a screen, they can serve as a common focus for discussion. Overhead transparencies also allow the trainer to project printed materials or other images on a screen.

**DYNAMIC MEDIA.** Techniques that present dynamic sequences of events are considered dynamic media and include audiocassettes and compact discs (CDs). Film, videotape, and videodisc. There are literally thousands of commercially produced films and videos available to HRD professionals through film libraries, professional societies, and retail outlets. Many training vendors emphasize the sale or rental of training videos. In addition, many organizations are able to produce their own videos at relatively low cost. One limitation of this technique is that trainers may rely too much on the film or video, and focus

too little on the training content. Such reliance can lead to complacency among trainees who view the films and videos as entertainment, rather than as opportunities to learn.

**TELECOMMUNICATION.** The transmission of training programs to different locations via telecommunication is now possible with the advent of satellite, microwave, cable (CATV), and fiber-optic networks. Linking several locations for instructional and conference purposes, known as instructional television (ITV), OR interactive television, allows entire courses to be televised. For example, colleges and universities are increasingly offering both bachelor's master's degrees" delivered entirely by cable television and satellite." Given the choices available, HRD professionals must select the most appropriate audiovisual method for each particular HRD program. Kearsley made five primary recommendation concerning media selection:

1. Identify the media attributes required by the conditions, performance, or standards of each instructional objective.
2. Identify student characteristics that suggest or preclude particular media.
3. Identify characteristics of the learning environment
4. Identify practical considerations that may determine which media are feasible.
5. Identify economic or organizational factors that may determine which media are feasible.

## **EXPERIENTIAL METHODS**

So far, we have discussed training methods that focus primarily on presentation of training content. In many of these methods, such as video and lecture, the learner

Experiential learning advocates, such as David Kolb, argue that effective learning requires active engagement on the part of the learner. Keys and Wolfe summarize this point of view as follows:

Experientialists believe that effective learning is an active experience that challenges the skills, knowledge, and beliefs of participants. This is accomplished by creating a contrived, yet realistic, environment that is both challenging and psychologically safe for the participants investigate and to employ new concepts, skills, and behaviors. Experiential training methods commonly used in organizations include case studies, games and simulations, role playing, and behavior modeling. Each of these methods is described below.

**CASE STUDIES:** One way to help trainees learn analytical and problem-solving skills is by presenting story (called a case) about people in an organization who are facing a problem or decision. Cases may be based on actual events involving real people in an organization, or they can be fictional. Case studies are included in college text books and courses in management, public administration, law, sociology, and similar subjects. They are increasingly available using video and other media.

While cases vary in complexity and detail, trainees should be given enough information to analyze the situation and recommend their own solutions. In solving the problem, the trainees are generally required to use a rational problem-solving process that includes the following steps:

1. Restating important facts
2. Drawing inferences from the facts
3. stating the problem or problems
4. developing alternative solutions and then stating consequences of each
5. determining and supporting a course of action

Proponents of the case study method argue that this form of problem solving within a management setting offers illustrations of the concepts students are expected to learn and use, improves communications skills, and facilitates the linking between theory and practice. Proponents also claim that cases allow students discuss, share, and debate the merits of different inferences, problems, and alternative courses of action. Such insight can help students to develop better analytical skills and improve their ability to integrate new information.

The case study method also has vigorous critics who argue that it can cause groupthink, focuses too much on the past, limits the teaching role of the trainer, reduces the learner's ability to draw generalizations, reinforces passivity on the part of the learner, and promotes the quantity of interaction among students at the expense of the quality of interaction. Andrews and Noel claim that cases often lack realistic complexity and a sense of immediacy, and inhibit development of the ability to collect and distill information. In addition, trainees may get caught up in the details of the situation, at the expense of focusing on the larger issues and concepts they are trying to learn.

To overcome these limitations, the trainer should make expectations clear and provide guidance when needed. In addition, the trainer must effectively guide the discussion portion of the case study to ensure trainees have an opportunity to explore differing assumptions and positions they have taken and the rationale for what constitutes effective responses to the case. The point in discussing cases is not to find the "right" solution, but to be able to provide a reasoned and logical rationale for developing a course of action. Variations in the case method have also been proposed. One such variation, called a living case, has trainees analyze a problem they and their organization are currently facing.

**BUSINESS GAMES AND SIMULATIONS.** Business games are intended to develop or refine problem-solving and decision-making skills. This technique tends to focus primarily management decisions (such as maximizing profits).

Business games, particularly computer simulations of organizations and industries, are widely used in business schools. A review of sixty-one studies reported support for the effectiveness of business games in strategic management courses. Whether these results can be generalized to organizational settings is still an open question.

The object of this technique is to force the trainees to make decisions in the allotted time period. Since there is usually insufficient time to read each document and respond, the trainees must make quick and accurate decisions. The trainees are evaluated not only on the quality of their decision but also on their ability to prioritize and to deal effectively with all of the critical documents. Research on the in-basket technique has shown it to be successful both in improving trainee effectiveness and in predicting managerial effectiveness, either alone or in combination with other devices.

One limitation of business games and simulations is that while they can be quite complex, these techniques often lack the realistic complexity and information present in real organizations. Factors such as organizational history and politics, social pressures, the risks and consequences of alternatives, and the organization's culture are difficult to replicate in a simulation. This may undermine the extent to which what is learned in the game or simulation will transfer back to the job.

In addition, many games and simulations emphasize the use of quantitative analysis in making business decisions and underplay the importance of interpersonal issues in managerial effectiveness. It has also been argued that the popularity of simulation techniques is based more on circumstantial evidence

than on rigorous evaluative research, but because simulations are used in conjunction with other techniques, isolating their effect in research has been difficult.

**ROLE PLAYS.** In the role-playing technique, trainees are presented with an organizational situation, assigned a role or character in the situation, and asked to act out the role with one or more other trainees. The role play should offer trainees an opportunity for self-discovery and learning. For example, a management development program could include a role-play situation emphasizing interpersonal conflict between a manager and a subordinate. Management trainees would have an opportunity to role play both the manager and the subordinate role, in order to better understand some of the dynamics of this situation, as well as practice interpersonal skills. The value of this technique is enhanced by conducting a feedback session following the role play, in which trainees and the trainer critique the role player's performance.

While self-discovery and opportunity to practice interpersonal skills are outcomes of role playing, this method does have some limitations. First, as discussed earlier, some trainees may feel intimidated by having to act out a character (and possibly be videotaped doing so). A second limitation of the technique is the extent to which the trainees are able to transfer this learning to their job. Some trainees may perceive this role playing as artificial or as fun and games, but not as a legitimate learning tool. Trainees who do not take this technique seriously may interfere with other trainees' learning the trainer must manage the process effectively and keep reinforcing the importance participation.

**BEHAVIOR MODELING:** Social learning theory (see Chapter 2) suggests that many of our behavior patterns are learned from observing others. This theory forms the basis for behavioral modeling. In organizations, employees learn all kinds of behaviors (some work related and some not), from observing

supervisors, managers, union leaders, and coworkers who serve as role models. Under normal conditions, role models can have a tremendous influence on individual behavior.

In this technique, trainees observe a model performing a target behavior correctly (usually on film or video). This is followed by a discussion of the key components of the behavior, practicing the target behavior through role playing, and receiving feedback and reinforcement for the behavior they demonstrate. Behavior modeling is widely used for interpersonal skill training and is a common component of many management training programs.

Research has shown behavior modeling to be an effective training technique and will be described in greater detail in our discussion of management development.

## **SELF-PACED/COMPUTER-BASED TRAINING MEDIA AND METHODS**

Computers have had an enormous impact on the delivery of training in organizations. It is estimated that majority of organizations use computer-based training (CBT) via CD-ROM in their training programs, with other multimedia-based efforts certainly pushing the number of computer-based training approaches much higher than this. One of the biggest influences of the growth of CBT is the advent of microcomputers and the rapid increase in their capabilities. In the early days of CBT, one had to have access to terminals connected to a mainframe computer and software that was time-sharing with other business computing needs. PCs are now present in virtually all organizations, and important advances in hardware and software are occurring at a dizzying pace.

The primary advantage CBT has over other methods of training is its interactivity. The interaction between the learner and the computer in many CBT programs mirrors the one-on-one relationship between student and tutor: questions and responses can go back and forth, resulting in immediate feedback.

**COMPUTER-AIDED INSTRUCTION (CAI).** CAI programs can range from electronic workbooks, using the drill-and-practice approach, to compact disc read-only memory (CD-ROM) presentation of a traditional training program. CAI software packages are available at relatively low cost for a wide range of materials, from teachings basic skills such as reading and typing, to highly technical scientific, engineering, and machine maintenance topics. CAI programs are available not only as part of business software programs (like the tutorial programs that come with such word-processing packages as Microsoft Word) but also through retail outlets, and some have become software best-sellers. Some organizations custom design software from scratch or modify existing programs to meet their unique needs. Multimedia programs offer an improvement over the more traditional CAI programs because they provide more appealing visual and audio content.

The effectiveness of CAI can be measured by changes in productivity and profits. Reinhard reported that a four hour CAI program, which trained sales representatives on selling a piece of computer software, resulted in additional revenues of \$4.6 million for Xerox. Another measure of effectiveness is a cost-benefit analysis that compares CAI to other techniques. A financial institution in New York, which was paying trainees while they waited for available classroom training programs, switched to CAI and realized enough savings to offset the development cost of the CAI program.

Some critics worry about the loss of personal interaction between a human trainer and the learner, and suggest that reliance on CBT may restrain the development of interpersonal skills.

**INTERNET- AND INTRANET-BASED TRAINING.** The Internet is one of the fastest growing technological phenomena the world has ever seen. Today, tens of millions of computers are connected to one another via modems,

telephone and cable lines, super conduction (ISDN) transmission lines, and the Internet.

Intranet-based training (IBT) uses internal computer networks for training purposes. Through IBT, HRD professionals are able to communicate with learners, conduct needs assessment and other administrative tasks, transmit course materials and other training documents, and administer tests at any time and throughout the organization, whether an employee is in the United States or located overseas. IBT is powerful delivery system for large international organizations.

**INTELLIGENT COMPUTER-ASSISTED INSTRUCTION.** ICAI goes beyond CAI in terms of flexibility and the ability to qualitatively evaluate learner performance. Whereas a typical CAI program may allow the learner to select from among several levels of presentation (novice, intermediate, etc.), an ICAI program is able to discern the learner's capability from the learner's response patterns and by analyzing the learner's errors. The goal of ICAI systems is to provide learners with an electronic teacher's assistant that can patiently offer advice to individual learners, encourage learner practice, and stimulate learners' curiosity through experimentation. This would potentially make the teacher more available for more creative endeavors, or for helping learners to overcome subtle or difficult problems beyond the capability of ICAI.

#### **EVALUATION OF DEVELOPMENT PROGRAMS:**

This topic leads to the following questions:

- How do you actually evaluate training and HRD programs?
- What measures can be used to evaluate training programs?
- Is there one best model or framework to use to evaluate training?

- What important issues should be considered as one prepares to evaluate HRD programs?
- What are the ethical issues involved in evaluation HRD programs?
- To what extent can the value of HRD programs be expressed in terms of costs and benefits, or dollars and cents?

Now, we will discuss how to answer the question upon which HRD evaluation is based:

This chapter concentrates on definition of HRD evaluation, its purposes, the options available for conducting and evaluation of HRD programs and discuss how evaluation findings can be communicated.

### **THE PURPOSE OF HRD EVALUATION**

HRD evaluation is defined as “the systematic collection of descriptive and judgmental information necessary to make effective training decisions related to the selection, adoption, value, and modification of various instructional activities.”

This definition highlights some important points. First, when conducting an evaluation, both descriptive and judgmental information may be collected. Second, evaluation also involves the systematic collection of information according to a predetermined plan or method to ensure that the information is appropriate and useful. Finally, evaluation is conducted to help managers, employees and HRD professionals make informed decisions about particular programs and methods. Evaluation can serve a number of purpose within the organization. According to Phillips, evaluation can help to do the following:

Determine whether a program is accomplishing its objectives

Identify the strengths and weaknesses of HRD programs, which can need to changes, as needed.

Determine the cost-benefit ratio of an HRD program

Decide who should participate benefited the most or least from the program

Reinforce major points to be made to the participants

Gather data to assist in marketing future programs

Determine if the program was appropriate

Establish a database to assist management in making decisions

Better and more informed decision making, then, is an important benefit of conducting an HRD evaluation. But there are other benefits as well Zenger and Hargis identified three additional reasons for conducting HRD evaluation:

1. If HRD staff cannot substantiate its contribution to the organization, its funding and program may be cut during the budgeting process, especially when the organization faces tough times.
2. Evaluation can build credibility with top managers and others in the organization.
3. Senior management often wants to know the benefits of HRD program.

Thus, evaluation is a critical step in the HRD process. It is the only way one can know whether an HRD program has fulfilled its objectives.

## **MODELS AND FRAMEWORKS OF EVALUATION**

A model of evaluation outlines the criteria for and focus of the evaluation effort. Because an HRD program can be examined from a number of perspectives, it is important to specify which perspectives will be considered. While the different models and frameworks share some features, they also differ in significant ways. Let us discuss some of the important models of evaluation.

### **KIRKPATRICK'S EVALUATION FRAMEWORK**

The most popular and influential framework for training evaluation was articulated by Kirkpatrick. Kirkpatrick argues that training efforts can be evaluated according to four criteria: reaction, learning, job behavior, and results.

1. Reaction (Level 1) Did the trainees like the program and feel it was useful? At this level, the focus is on the trainees' perceptions about the program and its effectiveness. This is useful information. Positive reactions to a training program may make it easier to encourage employees to attend future programs. But if trainees did not like the program or think they didn't learn anything (even if they did), they may discourage others from attending and may be reluctant to use the skills or knowledge obtained in the program. The main limitation of evaluating HRD programs at the reaction level is that this information cannot indicate whether the program met its objective beyond ensuring participant satisfaction.
2. Learning (Level 2) Did the trainees learn what the HRD objectives said they should learn? This is an important criterion, one many in the organization would expect an effective HRD program to satisfy. Measuring whether someone has learned something in training may involve a quiz or test – clearly a different method from assessing the participant's reaction to the program.
3. Job Behavior (Level 3) Does the trainee use what was learned in training back on the job? (Recall our discussion of transfer of training in Chapter 3) this is also a critical measure of training success. We all know coworkers who have learned how to do something but choose not to. If learning does not transfer to the job, the training effort cannot have an impact on the employee's or organization's effectiveness. Measuring whether training has transferred to the job requires observation of the trainee's on-the-job behaviour or viewing organizational records (e.g., reduced customer complaints, a reduction in scrap rate).
4. Results (Level 4) Has the training or HRD effort improved the organization's effectiveness? Is the organization more efficient, more

profitable, or base to serve its clients or customers as a result of the training program? Meeting this criterion is considered to be the most challenging level to assess, given that many things beyond employee performance can affect organizational performance. Typically at this level, economic and operating data (such as sales or waste) are collected and analyzed.

Kirkpatrick's framework provides a useful way of looking at the possible consequences of training and reminds us that HRD efforts often have multiple objectives. It has sometimes been assumed that each succeeding level incorporates the one prior to it, finally culminating in what many people consider to be the ultimate contribution of any organizational activity: improving the organization's effectiveness. However, one of the more enduring (and in our view, depressing) findings about HRD evaluation is the extent to which most organizations do not collect information on all four types of evaluation outcomes. For instance, in the 2000 State of the Industry Report (ASTD), a survey of over 500 organizations reported the following: 77 percent collected reaction measures, 36 percent collected learning measures, 15 percent collected behavior measures, and 8 percent collected results measures. 15 percent collected behaviour measures, and 8 percent collected results measures. Perhaps even more surprising, even the subgroup of organizations that ASTD highlighted as "training investment leaders" reported only slightly higher usage of these measures (80 percent, 43 percent, 16 percent, and 9 percent). It does raise an important question as to why these usage rates are so low, particularly for behavioural and results measures, as these would seem to provide organizations with vital, even invaluable information.

While most discussions about training and HRD evaluation are organized around Kirkpatrick's four levels of criteria, Kirkpatrick's approach has increasingly been the target of criticism and modification. First, some

authors point out that the framework evaluates only what happens after training, as opposed to the entire training process. A second line of criticism is that what Kirkpatrick proposed would be better described as a taxonomy of outcomes, rather than a true model of training outcomes.

### **OTHER FRAMEWORK AND MODELS OF EVALUATION**

Training researchers have attempted to expand Kirkpatrick's ideas to develop a model that provides a more complete picture of evaluation and encourages practitioners to do a more thorough job of evaluation. Several authors have suggested modifications to Kirkpatrick's four-level approach that keep the framework essentially intact. These include.

- Expanding the reaction level to include assessing the participants' reaction to the training methods and efficiency
- Splitting the reaction level to include assessing participants' perceptions of enjoyment, usefulness (utility), and the difficulty of the program
- Adding a fifth level (beyond results) to address the societal contribution and outcomes created by an HRD program
- Adding a fifth level (beyond results) to specifically address the organization's return on investment.

Galvin, building upon studies in the education field, suggested the CIPP (Context, Input, Process, Product) model. In this model, evaluation focuses on measuring the context for training (needs analysis), inputs to training (examining the resources available for training, such as budgets and schedules), the process of conducting the training program (for feedback to the implementers), and the product, or outcome, of training (success in meeting program objectives). Galvin also reported survey results indicating that ASTD members preferred the CIPP model of evaluation to Kirkpatrick's framework.

Similarly, the CIRO (Context, Input, Reaction, Outcome) model was offered by Warr et al, The context, input, and outcome evaluations in this model are essentially the same as the context, input, and product evaluations in CIPP, but CIRO emphasizes trainee reaction as a source of information to improve the training program.

Brinkerhoff extends the training evaluation model to six stages:

1. Goal Setting: What is the need?
2. Program Design: what will work to meet the need?
3. Program Implementation: Is it working, with the focus on the implementation of the program?
4. Immediate Outcomes: Did participants learn?
5. Intermediate or Usage Outcomes: Are the participants using what they learned?
6. Impacts and Worth: Did it make a worthwhile difference to the organization?

Brinkerhoff's model suggests a cycle of overlapping steps, with problems identified in one step possible caused by things occurring in previous steps.

Bushnell suggests a model also based on a systems view of the HRD function (i.e., input – throughput – output), containing four stages:

1. Input: What goes into the training effort? This consists of performance indications such as trainee qualification and trainer ability.
2. Process: The planning, design, development, and implementation of the HRD program.
3. Output: Trainee reactions, knowledge or skills gained, and improved job behavior.

4. Outcome: Effects on the organization, including profits, productivity, and customer satisfaction.

Bushnell states that evaluation measurement can and should occur between each of the stages as well as between the four activities in the process stage to ensure that the program is well designed and meets its objectives.

As you might have noticed all of the evaluation frameworks incorporate Kirkpatrick's four levels of evaluation in one way or another, either as explicit steps in the model or as information collected within the steps.

In its simplest form, evaluation should address the question of whether the training program achieved its objectives. Basing training objectives on needs assessment information, and then evaluating those objectives, is the most parsimonious way of summarizing what training evaluation efforts can focus on some combination of the following points (depending upon the situation). While this is only a modest expansion of Kirkpatrick, it highlights some aspects not fully captured by the "four levels".

## **STEPS IN THE PROCES OF EVALUATION:**

### **1. DATA COLLECTION FOR HRD EVALUATION**

By definition, any evaluation effort requires the collection of data to provide decision makers with facts and judgments upon which they can base their decisions. Three important aspects of providing information for HRD evaluation include data collection methods, types of data, and the use of self-report data.

### **RESEARCH DESIGN**

A research is a plan for conducting an evaluation study. Research design is a complex topic. Research design is critical to HRD evaluation. It specifies the expected results of the evaluation study, the methods of data collection, and

how the data will be analyzed. Awareness of research design issues and possible research design alternatives can help managers and HRD professionals do a better job of conducting evaluations and critiquing the results of evaluation studies.

When evaluating any training or HRD effort, the researcher or HRD professional would like to have a high level of confidence that any changes observed after the program or intervention were due to that intervention, and not to some other factor (such as changes in the economy, the organization, or the reward structure in place).

### **ETHICAL ISSUES CONCERNING EVALUATION**

Many of the decisions supervisors and HRD professionals make when conducting HRD evaluations have ethical dimensions. While resolving the paradoxes inherent in ethical dilemmas is no easy task, it is important that these issues be addressed. Actions such as assigning participants to training and control groups, reporting results, and the actual conduct of the evaluation study itself all raise ethical questions. Schmitt and Klimoski have identified four ethical issue of confidentiality.

#### **CONFIDENTIALITY**

Some evaluation research project involves asking participants questions about their own or other job performance. The results of these inquiries may be embarrassing or lead to adverse treatment by others if they are made public. For example, if evaluation of a management development seminar involves asking participants their opinion of their supervisors, supervisor may become angry with participants who report that they don't think the supervisors are doing a good job. Similarly, employees who perform poorly or make mistakes on important outcome measures (like written tests or role-playing exercises) may be ridiculed by other employees.

Wherever possible, steps should be taken to ensure the confidentiality of information collected during an evaluation study. Using code number rather than names, collecting only necessary demographic information, reporting group rather than individual results, using encrypted computer files, and securing research materials are all ways to maintain confidentiality. As a result of such efforts, employees may be more willing to participate in the evaluation project.

### **INFORMED CONSENT**

In many research settings, such as hospitals and academic institutions, evaluation studies are monitored by a review board to ensure that participants are aware that they are participating in a study and know its purpose, what they will be expected to do, and the potential risks and benefits of participating. In addition, participants are asked to sign a form stating that they have been informed of these facts and agree to participate in the study. This is called obtaining the participants' informed consent.

### **WITHHOLDING TRAINING**

Research design involving control groups require that some employees receive training while other do not. This apparent partiality can be problematic if the training is believed to improve some employees' performance which could lead to organizational benefits like a raise or a promotion, or if the training could increase some employees well being, well-being, as in health-related programs. If the training is expected to be effective, is it fair to train some employees and not others just for purposes of evaluation?

There are at least three possible resolutions to this dilemma. First, an unbiased procedure, such as a lottery, can be used to assign employees to training groups. Second, employees who are assigned to a control group can be assured that if the training is found to be effective, they will have the option of receiving the training at a later time. Third, the research can be modified so that

both groups are trained, but at different times. One possible design is illustrated below.

Group 1:	Measure	Training	Measure	Measure
Group 2:	Measure	Measure	Training	Measure

In point of fact, when a large number of people are going to be trained in small groups over a period of time, this type of design is quite feasible. Whatever approach is used, dealing with the issue of withholding training is often a matter of practicality, in addition to an ethical matter. It is possible, for example, that employees assigned to a control group may refuse to participate in the study or be less motivated to complete the outcome measures.

### **USE OF DECEPTION**

In some cases, an investigator may feel that the study will yield better results if employees don't realize they are in an evaluation study, or if they are given some false or misleading information during the study. This is most often the case when the training is conducted as part of a formal research experiment, and less likely with more typical organizational evaluation practices. Nonetheless, we believe this practice is generally unethical and should be used only as a last resort. Employees who are deceived will probably become angry with the management, damaging a trust that is difficult to reestablish. Any benefits of the HRD program are likely to be undermined by the effects on employees who feel that they have been betrayed.

Alternatives to deception should be considered. If deception is used, it should be as minimal as possible, and employees in the study should be informed of the deception and the reasons for it as soon as the participation in the study ends.

### **PRESSURE TO PRODUCE POSITIVE RESULTS**

HRD professionals and their managers may feel pressure to make certain that the results of their evaluation demonstrate that the program was effective. This may be one reason why rigorous evaluation of HRD programs is not done more often. The HRD people are the ones who design and develop (or purchase), deliver, and evaluate the program. If the evaluation shows the program was not effective the HRD department may lose funding and support and have their activities curtailed.

Although the possibility exists for “fraud” in the form of doctoring results, reporting partial results, or setting up biased studies, it is unclear how often this occurs in HRD evaluation. Given that reports of evaluation fraud in other areas of organizational life are fairly common, one cannot help but have some concerns about the state of affairs in HRD evaluation.

Professional standards and ethical conduct call for those conducting HRD evaluations to report complete results. That having been said, it is no doubt difficult for many people to face the potential consequences of bad results. This leads to our last major topic in this chapter, namely, how to demonstrate that a training intervention has had a positive impact on important organizational measures.

### **EMPLOYEE APPRAISAL METHODS:**

Performance appraisal is the key ingredient of performance management. In a work group, members, consciously or unconsciously, make opinion about others. The opinion may be about their quality, behaviour, way of working etc. Such an opinion becomes basis for interpersonal interaction. In the same way, superiors form some opinions about their subordinates for determining many things like salary increase, promotion, transfer, etc. In large organizations, this process is formalized and takes the form of performance appraisal.

### **CONCEPT OF PERFORMANCE APPRAISAL**

Appraisal is the evaluation of worth, quality or merit. In the organization context, performance appraisal is a systematic evaluation of personnel by superiors or others familiar with their performance. Performance appraisal is also described as merit rating in which one individual is ranked as better or worse in comparison to others. The basic purpose in this merit rating is to ascertain an employee's eligibility for promotion. However, performance appraisal is more comprehensive term for such activities because its use extends beyond ascertaining eligibility for promotion. Such activities may be training and development, salary increase, transfer, discharge, etc. besides promotion.

**Beach has defined performance appraisal as follows:**

“Performance appraisal is the systematic evaluation of the individual with regard to his or her performance on the job and his potential for development”

Thus, performance appraisal is a systematic and objective way of judging the relative worth or ability of an employee in performing his job. It emphasizes on two aspects: systematic and objective. The appraisal is systematic when it evaluates all performances in the same manner, utilizing the same approaches so that appraisal of different persons is comparable. Such an appraisal is taken periodically according to the plan: it is not left to chance. Thus, both raters and ratees know the system of performance appraisal and its timing. Appraisal has objectivity also. Its essential feature is that it attempts at accurate measurement by trying to eliminate human biases and prejudices.

**Objectives of Performance Appraisal:**

Performance appraisal is undertaken for a variety of reasons as stated below:

1. Salary increase
2. Promotion
3. Training and development
4. Feedback

5. Pressure on employees

1. **Salary increase:** Generally salary increase of employee depends on how he is performing his job. There is continuous evaluation of his performance either formally or informally. The formal performance analysis discloses how well an employee is performing and how much he should be compensated by way of salary increase.
2. **Promotion:** Often organizations use a combination strategy of merit and seniority for promotion. Performance appraisal discloses how an employee is working in his present job and strengths and weaknesses. In the light of these, one can decide whether he can be promoted or not. Similarly, it can be used for transfer and termination of an employee.
3. **Training and Development:** As performance appraisal identifies the strengths and weaknesses of an employee, training and development program can be devised to overcome this.
4. **Feedback:** Performance appraisal tells an employee where he stands. It helps him to work better and contribute his efforts for the achievements of the organizational objectives. It provides him satisfaction that his work is meaningful and creates a proper organizational climate.
5. **Control Mechanism:** It puts a pressure on employee for better performance. If an employee is conscious that he is being appraised, he tends to have positive behaviour and automatically acts as a control device.

**Methods of Performance Appraisal:**

There are various methods of performance appraisal. In fact, each organization may have its own unique system and method of appraisal. Usually performance appraisal has two bases: i) appraisal of employees, according to traits, attributes and general behavior on the job, commonly known as trait

approach; (ii) appraisal of results, work and goals achieved by the employees, known as appraisal by results. These two approaches are not mutually exclusive and can be used in combination. For easy understanding various methods of employee appraisal are classified as follows:

### **I Traditional Methods**

1. Ranking method
2. Paired comparison
3. Grading
4. Critical incidents method
5. Graphic scale method
6. Essay method
7. Field review method

### **II Modern Methods**

1. Appraisal by results or objectives
2. Behaviourally anchored rating scales
3. Assessment centres
4. 360-degree appraisal

### **Ranking Method**

Ranking is the oldest and simplest method of appraisal in which a person is ranked against others on the basis of certain traits and characteristics. This is just like preparing ranks of various examinees in an examination. In the ranking method, various persons are given ranks on the basis of their traits. This is very simple method when the number of persons to be ranked is small because ranking has to be given on the basis of traits which are not easily determinable, not like marks in an examination.

### **Paired Comparison**

Paired comparison method is a slight variation of ranking system designed to increase its value for use in the large groups. In this method, each person is compared with other persons taking only one at a time. Usually only one trait, overall suitability to perform the job is considered. The rater is provided with a bunch of slips each containing a pair of names. The rater puts a tick mark against the person whom he considers the better of the two, and final ranking is determined by the number of times that person is judged better than others.

### **Grading**

In this method, certain categories of abilities of performance are defined well in advance and persons are put in particular category depending on their traits and characteristics. Such categories may be definitional like outstanding, good, average, poor, very poor, or may be in terms of letters like A, B, C, D etc. with A indicating the best and D indicating the worst. The actual performance of the employees is measured against these grades.

### **Critical Incidents Method**

In this method, only critical incidents and behaviour associated with these incidents are taken for evaluation. This method involves three steps. A test of noteworthy on the job-behaviour (good or bad) is prepared. A group of experts then assigns scale values to them depending on the degree of desirability for the job. Finally, a checklist of incidents which define good and bad employees is prepared. The rater is given this checklist for rating. The basic idea behind this rating is to apprise the people who can do well in critical situations because in normal situation, most employees work alike. This method is very useful for discovering potential of employees who can be useful in critical situation. Such a situation may be quite important for the job.

### **Graphic scale method**

Graphic scale, also known as linear rating scale, is the most commonly used method of performance appraisal. In this method, a printed appraisal form is used for each appraisee. The form contains various employee characteristics and his job performance. Various characteristics include initiative, leadership, dependability, cooperativeness, enthusiasm, creative ability, analytical ability, decisiveness, emotional maturity, etc. depending on the level of the employee.

### **Essay Method**

Instead of using structured forms for performance appraisal, some companies use free essay method, or sometimes, combines this with other methods. In essay method, the rater assesses the employees on certain parameters in his own words.

### **Field review method**

In the field review method, an employee is not appraised by his direct superior but by another person, usually, from HR department. The basic idea is that such a person may take more objective view in appraisal as he is not under pressure as the superior of the employee may be. The rater, in this case, appraises the employee based on his records of output and other quantitative information such as absenteeism, late coming, etc. the rater also conducts interviews of the employee and his superior to ascertain qualitative aspects of job performance. This method is more suitable for promotion purpose.

## **II MODERN METHODS:**

### **Appraisal by Results or Objectives**

One of the most promising tools of appraisal of employees, particularly at managerial level, is the system of evaluation of managerial performance against the setting and accomplishing of verifiable objectives. The basic idea is that the organization is concerned with the achievement of objectives through

the contributions of individuals rather than on the basis of their traits. It draws its roots from management by objectives.

### **Behaviorally Anchored Rating Scales (BARS)**

The dissatisfaction with traditional judgmental techniques used for performance appraisal has led an increasing number of organizations to move towards behaviorally based techniques around 1960s. At the initial stage, some behaviorally oriented techniques like Behavioral Expectancy Scales (BES) were developed which were replaced by the more refined scales known as behaviorally anchored rating scales (BARS). Bars approach gets away from measuring subjective personal traits and instead measures observable, critical behaviors that are related to specific job dimensions. Various steps involved in developing BARS are as follows:

1. Identification of Performance Measures: The outcome of the effective job performance is identified by knowledgeable people, viz., superiors, jobholders and HR personnel or combination of them. They identify the important dimensions of the job.
2. Identification of Critical Behaviours: The behaviour which is essential for the effective performance of job is a critical behaviour. They are generated from different dimensions of the job and related to various critical incidents of the job.
3. Retranslation of Critical Behaviours: Critical behaviours identified are retranslated by a different group of personnel. In this process, critical behaviours are classified into clusters and those approved by majority are kept for further development and others discarded. The idea is to keep the behaviours into a manageable limit. It ensures reliability.
4. Scaling of Critical Behaviours: The critical behaviours as identified above are given scales in numbers with their description. It may range

from 1 to 9 demonstrating the perceived level of performance. The value of scale is determined on the basis of estimates provided during the retranslation process.

5. Development of the BARS Instrument: The result of arranging scales for different dimensions of the job (Known as behaviour anchors) produces a vertical scale for each dimension. It is used for performance appraisal.

### **Assessment Centres**

The concept of assessment centres was initially applied to military situations in the German army in 1930's and the War office selection Board of the British army in 1960's. From the army, this concept traveled to business field during 1960's. An assessment centre is a central location where managers come together and participate in a number of simulated exercises, on the basis of which they are evaluated by panel or raters. The evaluation process goes through 2-3 days. The Task Force on Development of Assessment Centre Standards has recommended that a technique can be considered as assessment centre only if it meets the following requirements.

1. Multiple assessment techniques must be used and at least one of these techniques must be a simulation.
2. Multiple trained assessors must be used.
3. Judgements must be based on pooled information from all assessors.
4. Evaluation must be made at a time separate from the observation of behaviour.
5. Simulation exercises used in this method should first be tested for their reliability, validity and objectivity.
6. The dimensions, attributes, characteristics, or qualities evaluated by the programme must be determined by an analysis of relevant job behaviour.

### **360-Degree Appraisal**

Another method which can be used to appraise the performance of an employee is to use 360-degree appraisal. First developed and used in a more formal way by General Electric Company of USA in 1992, this method has attracted attention of many more companies.

360-degree appraisal is the process of systematically gathering data on a person's skills, abilities and behaviours from a variety of sources-the manager peers, subordinates and even customers and clients. In 360-degree appraisal, besides appraising the performance of the assessee, his other attributes such as talents, behaviour, values, and technical considerations are also appraised. How appraisal information is collected from various sources in 360-degree appraisal is presented below:

#### **Appraisal by Superior**

In 360-degree appraisal the superior appraises the employee on various dimensions of the job as may be decided. There are three reasons why the immediate superior must appraise the performance of his subordinates. First, he is more familiar with his subordinates' performance. Second, he understands more specifically where his particular subordinate lacks which may be overcome by training and development. Third, because of the nature of authority relationship, the superior is responsible for getting the things done which necessitates appraisal of his subordinates. However, many biases are likely to emerge in his appraisal, further, he may not be aware fully about many behaviours of subordinates which may be important for appraisal.

#### **Appraisal by Peers.**

Peers of an employee are in a better position to evaluate certain aspects of his behaviour. Since the employee is more closely linked to his peers at the workplace, they may be able to appraise his contribution to the group efforts,

interpersonal effectiveness, communication skills, reliability, initiative, etc. however, in such an appraisal, biases are likely to emerge specially if the appraisal results are used for deciding rewards. Further, appraisal may take the shape of give and take in which there may be reciprocal appraisal. You rate me good, I will do the same for you.

### **Appraisal by Subordinates**

Subordinates can appraise their superior in terms of how he facilitates their working, delegates authority, allocates work and resources, disseminates information, resolves interpersonal conflicts and shows fairness to them. However, how objective this appraisal is depends on the liberty to which subordinates enjoy in appraising his superior.

### **Appraisal by Clients**

An employee's performance is evaluated by the clients who interact with the employee. These clients may be suppliers of inputs or customers of output. These clients may rate the employee in terms of his providing services to them, his cooperation, courtesy, dependability and innovativeness.

### **ACTIVITIES:**

1. Evaluate the development program used in your organization and suggest measures to improve the same for betterment of employees and the organization
2. Devise a development program for training the managerial personnel of the organization in which you are working.
3. Prepare a suitable appraisal method to appraise the performance of middle level managers of your organization

**QUESTIONS FOR SELF EVALUATION:**

1. What is development?
2. State the differences between training and development.
3. Enumerate various development programs in the light of their pros and cons.
4. Describe different methods of evaluation of development programs.
5. Explain modern methods of employee appraisal.

**BOOKS FOR REFERENCE:**

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## **Unit - V**

### **Lesson – 1 : Employee Remuneration :**

#### **Introduction :**

Wage and salary administration affect levels of employee commitment to the organisation. However, fascinating the individual's job assignment is, the employee must be paid. Pay affects the way people work-how much and how well. A large part of the compensation that people receive from work is monetary. Although managers are expected to conserve money and distribute it wisely, many employees feel that they should get more of it for what they do. Wages, salaries and many employee benefits and services are form of compensation.

Contemporary employment reward systems attach great prominence to wages and salaries. In the evolution of economics, the role of financial rewards has grown. The sophistication of wage and salary administration has increased as industrialized economies have become more complex. New suggestions for managing compensation systems are constantly emerging.

Meaning :

Administration of employee compensation is called wage and salary administration.

According to D.S. Beach "Wage and Salary Administration refers to the establishment and implementation of sound policies and practices of employee compensation. It includes such areas as job evaluation, surveys of wage and salaries, analysis of relevant organizational problems, development and maintenance of wage structure, establishing rules for administrating wages, wage payment incentives, profit sharing, wage changes and adjustments, supplementary payments, control of compensation costs and other related items."

According to S.P. Robbins. The term compensation administration or wage and salary administration denotes the process of managing a company's compensation programme. The goals of compensation administration are to design a cost-effective pay structure that will attract motivate and retain

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The wage and salary administration aims to establish and maintain an equitable wage and salary structure and an equitable labour cost structure.

Objectives of Wage and Salary Administration :

A sound plan of wage and salary administration seeks to achieve the following objectives :

- (i) To establish a fair and equitable compensation offering similar pay for similar work.
- (ii) To attract competent and qualified personnel.
- (iii) To retain the present employees by keeping wage levels in tune with competitive units.
- (iv) To keep labour and administrative costs in line with the ability of the organisation to pay.
- (v) To improve motivation and morale of employees and to improve union management relations.
- (vi) To project a good image of the company and to comply with legal needs relating to wages and salaries.
- (vii) To establish job sequences and lines of promotion wherever applicable.
- (viii) To minimize the chances of favouritism while assigning the wage rates.

According to D.S. Beach, wage and salary administration has four main purposes.

- To recruit persons for a firm

- To control payroll costs
- To satisfy people, to reduce the incidence of quitting, grievances and frictions over pay and
- To motivate people to perform better.

Principles of Wage and Salary Administration :

The following principles should be followed for an effective wage and salary administration ;

1. Wage policy should be developed keeping in view the interests of all concerned parties viz., employer, employees, the consumers and the society.
2. Wage and salary plans should be sufficiently flexible or responsive to changes in internal and external conditions of the organisation.
3. Efforts should be made to ensure that differences in pay for jobs are based on variations in job requirements such as skill, responsibility, efforts and mental and physical requirements.
4. Wage and salary administration plans must always be consistent with overall organizational plans and programmes.
5. Wage and Salary administration plans must always be in conformity with the social and economic objectives of the country like attainment of equality in income distribution and controlling inflation, etc.
6. These plans and programmes should be responsive to the changing local and national conditions.
7. Wage and salary plans should expedite and simplify administrative process.
8. Workers should be associated, as far as possible, in formulation and implementation of wage policy.

9. An adequate data base and a proper organizational set up should be developed for compensation determination and administration.
10. The general level of wages and salaries should be reasonably in line with that prevailing in the labour market.
11. There should be a clearly established procedure for hearing and adjusting wage complaints. This may be integrated with the regular grievance procedure, if it exists.
12. The workers should receive a guaranteed minimum wage to protect them against conditions beyond their control.
13. Prompt and correct payments to the employees should be ensured and arrears of payment should not accumulate.
14. The wage and salary payments must fulfill a wide variety of human needs including the need for self actualization.
15. Wage policy and programme should be reviewed and revised periodically in conformity with changing needs. For revision of wages, a wage committee should also be preferred to the individual judgement however unbiased of a manager.

#### Concepts of Wages :

While evolving wage policy, three concepts of wages namely (i) minimum wages, (ii) fair wages, and (iii) living wages are generally considered. These are broadly based on the needs of the workers, capacity of the employee to pay, and the general economic conditions prevailing in a country.

#### **Minimum Wage :**

Minimum wage is the one which provides, not merely for bare sustenance of life but also for the preservation of the efficiency of the workers. For this purpose, the minimum wage must also provide for some measure of education, medical requirements and amenities. Minimum wage may be tied by an agreement

between the management and the workers, but is usually determined through legislation. This is more so in the unorganized sector where labour is unionized. In the fixation of minimum wages, besides the needs of workers, other factors like ability of the concern to pay, nature of the jobs, etc., are also considered.

**Fair Wage :**

Fair wage is understood in two ways. In a narrow sense, wage is fair if it is equal to the rate prevailing in the same trade and in the neighbourhood for similar work. In a wider sense, it will be fair if it is equal to the predominant rate for similar work throughout the country and for traders in general. Irrespective of the way in which fair wage is understood, it can be fixed only by comparison with an accepted standard wage. Such a standard can be determined with reference to those industries where labour is well organized and has been able to bargain well with the employers.

**Living Wage :**

Living wage is a step higher than fair wage. Living wage may be described as one which should enable the wage earner to provide for himself and his family not only the bare essentials of life like food, clothing and shelter, but a measure of frugal comfort including education for children, protection against ill health, requirements of essential social needs and/or measure of insurance against the more important misfortunes including old age. Living wage must be fixed considering the general economic conditions of the country. The concept of living wage, therefore varies, from country to country. In the more advanced countries, living wage itself forms the basis for the minimum wage.

In India, minimum wage is determined mainly for sweated industries under the provisions of the Minimum Wages Act, 1948. Fair wage is fixed for other industries considering prevailing rates of wages, productivity of labour, capacity of the employer to pay, level of national income and other related factors.

Tribunals, awards and wage boards play major role in fair wage fixation. Many people are of the opinion that living wage is a luxury for a developing country like India and can therefore be deferred.

### **Components of Wage and Salary :**

An average employee in the organized sector is entitled to several benefits-both financial as well as non-financial. To be specific, typical remuneration of an employee comprises:

### **Wages and Salary :**

Wages represent hourly rates of pay, and salary refers to the monthly rate of pay, irrespective of the number of hours put in by an employee. Wages and salaries are subject to annual increments. They also differ from employee to employee, and depend upon nature of job, seniority, and merit.

### **Incentives :**

Also called “payments by results”, incentives are paid in addition to wages and salaries. Incentives depend upon productivity, sales, profit or cost reduction efforts.

There are: (i) individual incentive schemes and (ii) group incentive programmes. Individual incentives are applicable to specific employee performance. Where a, given task demands group effort for completion, incentives are paid to the group as a whole. The amount is later divided among group members on an equitable basis.

### **Fringe Benefits :**

These include such motley crowd of employee benefits as provident fund, gratuity, medical care, hospitalization, accident relief, health and group insurance, canteen, uniform, recreation and the like.

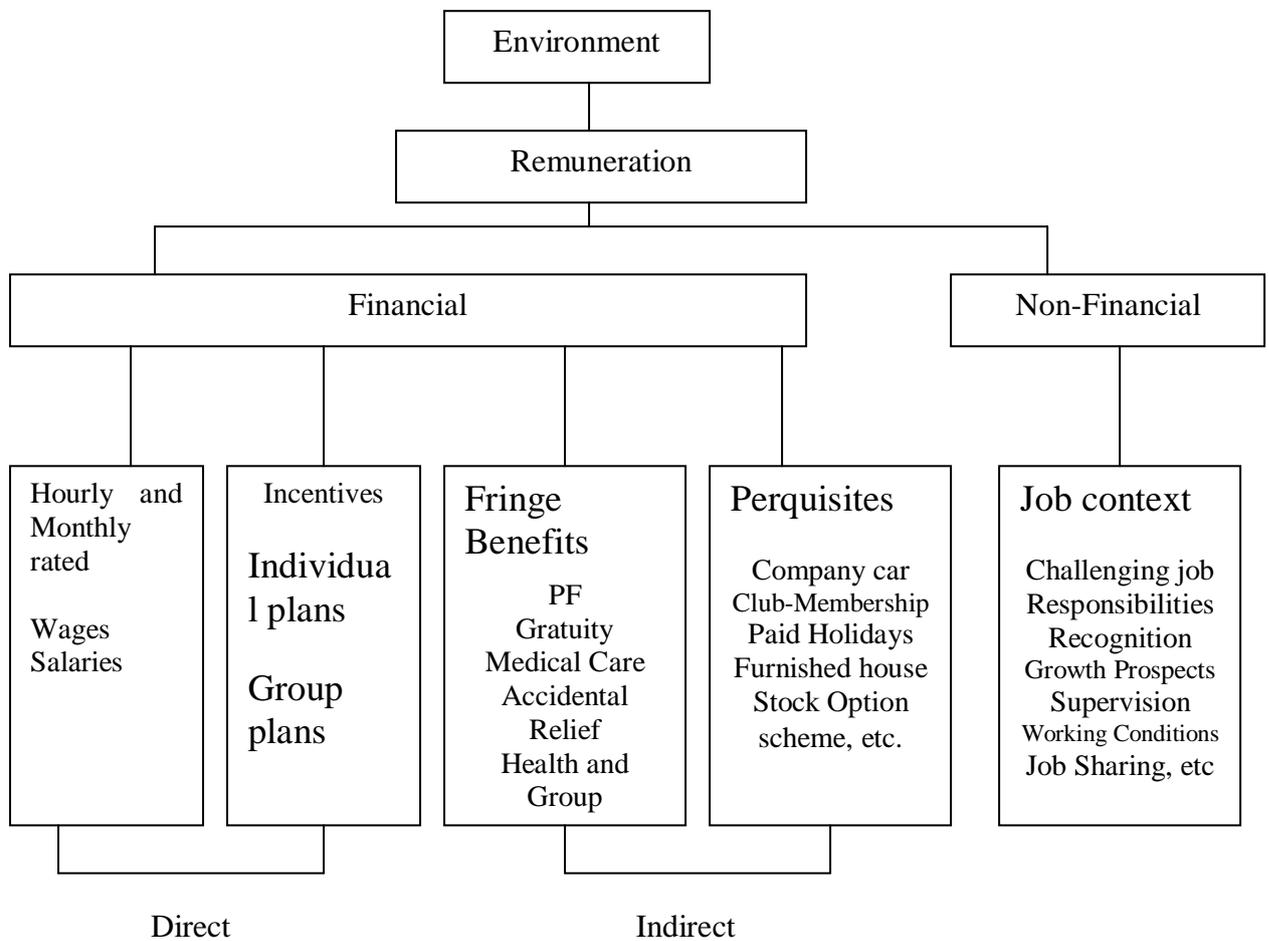
### **Perquisites :**

These are allowed to executive and include company car, club membership, paid holidays, furnished house, stock option scheme and the like. Perquisites are offered to retain competent executives.

**Non-monetary Benefits :**

These include challenging job, responsibilities, recognition of merit, growth prospects, competent supervision, comfortable working conditions, job sharing and flexi time.

Fig. Components of Employee Remuneration



**Factors Influencing wage and Salary Administration :**

The wage payment is an important factor affecting the labour management relations. Workers are very much concerned with the rates of wages as their standard of living is linked to the amount of remuneration they get.

Managements, however, do not come forward to pay higher wages because cost of production goes up and profits decrease to that extent. A number of factors, thus, influence the remuneration payable to the employees. These factors can be categorized into (i) External Factors and (ii) Internal Factors.

#### **A. External Factors**

External factors influencing wages and salaries are as discussed below:

##### **1. Demand and Supply :**

The labour market conditions or demand and supply forces operate at the national and local levels and determine organizational wage structure. When the demand of a particular type of labour is more and supply is less then the wages will be more. On the other hand, if supply of labour is more demand on the other hand, is less then persons will be available at lower wage rates also. In the words of Mescon, 'the supply and demand compensation criterion is very closely related to the prevailing pay, comparable wage and on going wage concepts since, in essence all of these remuneration standards are determined by immediate market forces and factors.

##### **2. Cost of Living :**

The wage rates are directly influenced by cost of living of a place. The workers will accept a wage which may ensure them a minimum standard of living. Wages will also be adjusted according to price index number. The increase in price index will erode the purchasing power of workers and they will demand higher wages. When the prices are stable then frequent wage increases may not be undertaken.

##### **3. Trade Unions' Bargaining Power :**

The wage rates are also influenced by the bargaining power of trade unions. Stronger the trade union higher will be the wage rates. The strength of a trade union is judged by its membership, financial position and type of leadership.

Union's last weapon is strike which may also be used for getting wage increases. If the workers are disorganized and disunited then employers will be successful in offering low wages.

#### 4. Government Legislation :

To improve the working conditions of workers, government may pass a legislation for fixing minimum wages of workers. This may ensure them a minimum level of living. In under developed countries bargaining power of labour is weak and employers try to exploit workers by paying them low wages. In India, Minimum Wages Act, 1948 was passed to empower government to fix minimum wages of workers.

#### 5. Psychological and Social Factors :

Psychological the level of compensation is perceived as a measure of success in life. Management should take into consideration the psychological needs of the employees while fixing the wage rates so that the employees take pride in their work. Sociologically and ethically, the employees want that the wage system should be equitable, just and fair. These factors should also be taken into consideration while devising a wage programme.

#### 6. Economy :

Economy also has its impact on wage and salary fixation. While it may be possible for some organisations to thrive in a recession, there is no doubt that economy affects remuneration decisions. A depressed economy will probably increase the labour supply. This, in turn, should lower the going wage rate.

#### 7. Technological Development:

With the rapid growth of industries, there is a shortage of skilled resources. The technological developments have been affecting skills levels at faster rates. Thus, the wage rates of skilled employees constantly change and an organisation has to keep its level upto the mark to suit the market needs.

## 8. Prevailing Market Rates:

No enterprise can ignore prevailing or comparative wage rates. The wage rates paid in the industry or other concerns at the same place will form a base for fixing wage rates. If a concern pays low rates then workers leave their jobs whenever they get a job somewhere else. It will not be possible to retain good workers for long.

### **B. Internal Factors**

The important internal factors affecting wage and salary decisions are as follows:

#### 1. Ability to Pay:

The ability to pay of an enterprise will influence wage rates to be paid. If the concern is running into losses then it may not be able to pay higher wage rate. A profitable concern may pay more to attract good workers. During the period of prosperity, workers are paid higher wages because management wants to share the profits with labour.

#### 2. Job Requirements:

Basic wages depend largely on the difficulty level, and physical and mental effort required in a particular job. The relative worth of a job can be estimated through job evaluation. Simple, routine tasks that can be done by many people with minimum skills receive relatively low pay. On the other hand, complex, challenging tasks that can be done by few people with high skill levels generally receive high pay.

#### 3. Management Strategy:

The overall strategy which a company pursues should determine to remuneration to its employees. Where the strategy of the organisation is to achieve rapid growth, remuneration should be higher than what competitors pay. Where the strategy is to maintain and protect current earnings, because of the declining

fortunes of the company, remuneration level needs to be average or even below average.

#### 4. Employee:

Several employee related factors interact to determine his remuneration.

- (i) Performance or productivity is always rewarded with a pay increase. Rewarding performance motivates the employees to do better in future.
- (ii) Seniority. Unions view seniority as the most objective criteria for pay increases whereas management prefer performance to effect pay increases.
- (iii) Experience. Makes an employee gain valuable insights and is generally rewarded.
- (iv) Potential. Organisation do pay some employees based on their potential. Young managers are paid more because of their potential to perform even if they are short of experience.
- (v) Luck. Some people are rewarded because of their sheer luck. They have the luck to be at the right place at the right time.

#### **Process of Salary and Wage Fixation:**

Usually, the steps involved in determining wage and salary rates are as follows :

##### 1. Job Analysis:

A job analysis describes the duties, responsibilities, working conditions and interrelationships between the job as it is and the other jobs with which it is associated. Job descriptions are crucial in designing pay systems, for they help to identify important job characteristics. They also help determine, define and weigh compensable factors (factors for which an organisation is willing to pay-skill, experience, effort and working environment). After determining the job specifications, the actual process of grading, rating or evaluating the job

occurs. A job is rated in order to determine its value in relation to all the other jobs in the organisation which are subject to evaluation. The next step is that of providing the job with a price. This involves converting the relative job values into specific monetary values or translating the job classes into rate ranges.

## 2. Conduct the Salary Survey:

Compensation or salary surveys play a central role in pricing jobs. Virtually every employer, therefore, conduct at least an informal survey. Employers use salary surveys in three ways (i) Survey data are used to price bench mark jobs that anchor the employer's pay scale and around which the other jobs are slotted, based on their relative worth to the firm (ii) Some Jobs (generally 20% or more) of an employer's position are usually priced directly in the market place (rather than relative to the firm's benchmark jobs), based on a formal or informal survey of what competitive firms are paying for comparable jobs (iii) Surveys also collect data on benefits like insurance, sick leave and vacations to provide a basis for decisions regarding employee benefits.

Salary surveys can be formal or informal. Informal telephone surveys are good for quickly checking on a relatively small number of easily identified and quickly recognized jobs. Such as when a company's HR manager wants to confirm the salary at which to advertise a newly open cashier's job. In formal surveys, most firms either use the results of packaged surveys available from the research bodies, employer's associations, government labour bureaus etc. or they participate in wage surveys and receive copies of results or else they conduct their own. These surveys may be carried out by mailed questionnaire, telephone, or personal interviews with other managers and personnel agencies.

Wage and salary surveys provide many kinds of useful information about differences in wage levels for particular kinds of occupations. This can have a great influence on an organisation's compensation policy.

## 3. Group Similar Jobs into Pay Grades:

After the results of job analysis and salary surveys have been received, the committee can turn to the task of assigning pay rates to each job, but it will usually want to first group jobs into pay grades. A pay grade is comprised of jobs of approximately equal difficulty or importance as determined by job evaluation. Pay grading is essential for pay purposes because instead of having to deal with hundreds of pay rates, the committee might only have to focus on say 10 or 12.

#### 4. Price Each Pay Grade:

The next step is to assign pay rates to pay grades. Assigning pay rates to each pay grade is usually accomplished with a wage curve. The wage curve depicts graphically the pay rates currently being paid for jobs in each pay grade, relative to the points or rankings assigned to each job or grade by the job evaluation. The purpose of wage curve is to show the relationship between (i) the value of the job as determined by one of the job evaluation methods and (ii) the current average pay rates for the grades.

If there is reason to believe that the present pay rates are substantially out of step with the prevailing market pay rates for those jobs, bench mark jobs within each grade are chosen and priced via a salary survey. The new market based pay rates are then plotted on the wage curve. The steps involved in pricing jobs with a wage curve are:

- (i) Find the average pay for each pay grade, since each of the pay grades consists of several jobs.
- (ii) Plot the pay rates for each pay grade. Then fit a line, called a wage line through the points just plotted. This can be done either free hand or by using a statistical method.
- (iii) Price the jobs. Wages along the wage line are the target wages or salary rates for the jobs in each pay grade.

5. Fine-Tune Pay Rates :

Fine tuning involves correcting out of line rates and developing rate ranges.

(i) Developing Rate Ranges :

Most employers do not pay just one rate for all jobs in a particular pay grade. Instead, they develop rate ranges for each grade so that there might be different levels and corresponding pay rates within each pay grade. The rate range is usually built around the wage line or curve. One alternative is to arbitrarily decide on a maximum and minimum rate for each grade. As an alternative, some employers allow the rate range for each grade to become wider for the higher pay ranges reflecting the greater demands and performance variability inherent in these more complex jobs.

There are several benefits of using rate ranges for each pay grade. Firstly, the employer can take a more flexible stance with respect to the labour market. It becomes easier to attract experienced, higher paid employees into a pay grade where the starting salary for the lowest step may be too low to attract such experienced personnel. Secondly, Rate ranges can also allow the employer to provide for performance differences among employees within the same grade or between those with different seniorities.

(ii) Correcting our of Line Rates :

The average current pay for a job may be too high or too low, relative to other jobs in the firm. If a rate falls well below the line, a pay rise for that job may be required. If the rate falls well above the wage line, pay cuts or a pay freeze may be required.

Underpaid employees should have their wages raised to the minimum of the rate range for their pay grade, assuming the organisation wants to retain those employees and has the funds to do so. This can be done immediately or in one or two steps.

There are several ways to cope with the over paid employees :

- (i) To freeze the rate paid to employees in this grade unless general salary increases bring the other jobs into line with it.
- (ii) To transfer or promote some or all of the employees involved to jobs for which they can legitimately be paid their current pay rates.
- (iii) To freeze the rate for some time, during which time the overpaid employees should be transferred or promoted. If it cannot be done, then the rate at which these employees are paid is cut to the maximum in the pay range for their pay grade.

#### 6. Wage Administration Rules :

The development of rules of wage administration has to be done in the next step. It is considered advisable in the interests of the concern and the employees that the information about average salaries and ranges in the salaries of group should be made known to the employees concerned; for secrecy in this matter may create dissatisfaction and it may also vitiate the potential motivating effects of disclosure. Finally, the employee is appraised and the wage fixed for the grade he is found fit.

#### Methods of Wage Payments :

The different methods of wage payments are as follows :

##### A. Time Wage System :

This is the oldest method of wage payment. The "Time" is made a basis for determining wages of a person. The wages are paid according to the time spent by workers irrespective of his out put of work done. The wage rates are fixed for an hour, a day, a week or a month. The time spent at work is recorded and wages are paid according to it. For example, a wage rate of Rs. 15 per day is fixed in a factory. Two workers A and B attend work for 29 and 25 days respectively. The wages as per time wage system will be Rs. 435 and 375 for

A and B respectively. This method of wage payment does not give weight age to the quantity of goods produced by the workers. The supervisor may ensure that workers do not waste their time and the quality of goods is also maintained. There are no hard and fast rules for fixing rates of wages. These may be decided according to the level of the past, higher positions may be paid higher rates and vice-versa.

Wages are calculated in this method as follows :

$$\text{Earnings} = T \times R$$

Where T stands for time spent and R is the rate of pay.

Suitability :

Time wage system is suitable under following situations :

- (i) When productivity of an employee cannot be measured or counted.
- (ii) Where quality of products is more important than the quantity.
- (iii) Where individual employees do not have any control over production.
- (iv) Where close supervision of work is possible.
- (v) Where work delays are frequent and beyond the control of workers.

Merits :

1. Simplicity :

The method of wage payment is very simple. The workers will not find any difficulty in calculating the wages. The time spent by a person multiplied by the rate will calculate his wages.

2. Security :

Workers are guaranteed minimum wages for the time spent by them. There is no link between wages and output, wages are paid irrespective of output. They

are not supposed to complete a particular task for getting their wages. They are sure to get certain wages at the end of a specified period.

3. Better Quality of Goods :

When workers are assured of wages on time basis, they will improve the quality of goods. If wages are related to output then workers may think for increasing production without bothering about quality of goods. In this method workers will concentrate on producing better quality goods. In certain situations only time wage system will be suitable. If some art goods are produced then this method will be more suitable.

4. Support of Unions :

This method is acceptable to trade unions because it does not distinguish between workers on the basis of their performance. Any method which gives different wage rates or wages based on output is generally opposed by unions.

5. Beneficial for Beginners :

Wage rate system is good for the beginners because they may not be able to reach a particular level of production in the beginning.

6. Less Wastages :

The workers will not be in a hurry to push through production. The materials and equipment will be properly handled without wastage.

Demerits :

Time wage system suffers from the following drawbacks :

1. No Incentive for Efficiency :

The method does not distinguish between efficient and inefficient workers. The payment of wages is related to time and not output. Thus, the method gives no incentive for producing more. Efficient workers may start following inefficient persons because rates of pay are the same. Rates of wages fixed in this method are also low because these are fixed by taking into account to output of dullest workers.

2. Wastage of Time :

Workers may waste away their time because they will not be following a target of production. Efficient workers may also follow slow workers because there is no distinction between them.

3. Low Production :

Since wages are not related to output, workers may be producing at a slower rate. The responsibility for increasing production may mostly lie on supervisors. Because of low production overhead expenses per unit will go up.

4. Difficulty to Determine Labour Cost :

Because wages are not related to output, employees find it difficult in determining labour cost per unit. The output will go on varying from time to time while wages will remain almost the same. Production planning and control will be difficult in the absence of a relationship between wages and output.

5. More Supervision Required :

Under this system workers are not offered incentives for production. To get more work from them there will be a need for greater supervision. More supervision may be needed to maintain proper quality of goods also. In a wage system supervision cost goes up to a great extent.

6. Employer-Employee Trouble :

When all employees, irrespective of their merit are treated equally there is likely to be a trouble between management and workers. Those employees who are not satisfied with this method may start disobeying order from their superiors.

#### B. Piece Wage System

Under piece system of payment, wages are based on output and not on time. There is no consideration for time taken in completing a task. A fixed rate is paid for each unit produced, job completed or an operation performed. Workers are not guaranteed minimum wages under this system. The wages to be paid to a worker can be calculated as follows :  $\text{Output} \times \text{Piece Rate}$ .

The quantity produced by a worker will be multiplied by the rate per unit for calculating wages. An equitable piece rate should be fixed for giving incentive to workers for producing more. Different piece rates will be determined for separate jobs. The factors like efforts involved, conditions under which work is to be performed, risk involved, etc. should be taken into account while fixing piece rates.

The piece rate should be reviewed from time to time. These should be linked to price index so that workers are able to maintain a minimum level of real wages. Piece rates should also be revised when competitors do so otherwise there may be a discontentment among workers.

Merits :

The piece rate system has the following merits :

##### 1. Wages Linked to Efforts :

Under piece wage system, wages are linked to the output of a worker. The higher the output, higher will be the wages. Workers will try to put in more and more because their wages will go up.

##### 2. Increase in Production :

Production goes up when wages are paid according to piece-rate-system. Workers will feel encouraged to increase output because their wages will also increase. This increase is fair to both employees and employers. Efficient workers will try to exert their maximum to raise their output.

3. Better Utilisation of Equipment :

The machines and other equipment will be put to maximum utilisation. Workers may not like to keep the machines idle. The use of machines will also be systematic because any breakdown in these may effect the workers adversely.

4. Distinction Between Efficient and Inefficient :

As in time wage system, efficient and inefficient workers are not given equal treatment. Efficient workers will get more because of their better results. Inefficient workers, on other hand, will get lower wages because of low production. There will be sufficient encouragement to efficient workers for showing better results.

5. Less Supervision Required :

Since payments are on the basis of output, workers will not waste any of their time. They will continue to work irrespective of supervision. There may be more and more voluntary efforts on the part of workers and need for supervision is reduced to a minimum.

6. Effective Cost Control :

The increase in output will result in reduction of overhead costs per unit. Some of overhead expenses being fixed, increase in production will reduce expenses per unit. Reduction in cost may benefit consumers in the form of lower price goods.

7. Better Planning and Control :

The certainty in achieving productions targets will improve planning and control. When management is sure of certain quantity of production then it can

plan other things with more confidence, it will also ensure better control over production because targets may be regularly reviewed from time to time.

Demerits :

1. No Guarantee of Minimum Wages :

Under this system of payments workers are not guaranteed minimum wages. There is a direct relationship between output and wages. If a worker does not ensure certain production then wages may also be uncertain. Any type of interruption in work may reduce earnings of workers. So workers are not sure of getting minimum wages.

2. Poor Quality of Goods :

The workers will bother more about the number of units produced rather than their quality. This results in the production of sub-standard goods unless otherwise more supervisors are appointed to keep watch on quality.

3. Not Suitable for Beginners :

The beginners will not be able to produce more goods because of less experience. They will earn much low wages as compared to experienced workers because their rate of production will be low.

4. Deterioration in Health :

Workers may try to work more than their capacity. This may adversely affect their health. They may try to work even when they try not keeping good health because wages are related to production.

5. Cause of Dissatisfaction :

There may be difference in earning of various workers. Some may earn less and others may earn more. Those who get low wages feel so jealous of others who earn more and this becomes a cause of dissatisfaction among slow workers.

6. Opposition from Unions :

Piece-rate system of paying wages is opposed by trade unions. There is an unhealthy competition among workers for increasing their wages. It encourages rivalry among workers and it may become a cause of disunity. The existence of unions is endangered when some sections among them feel jealous of others. Unions will never support a system where workers earn different amounts of wages and this becomes a cause of disharmony among them.

7. Difficulty in Fixing Piece-Rates :

The fixation of piece rates is not an easy thing. If a low rate is fixed then workers may not feel encouraged to increase their production. When a high piece-rate is fixed then it will increase the cost of production of goods. The fixation of piece rate may become a cause of an industrial dispute. It may be very difficult to fix a rate acceptable to workers and management.

Types of Piece Rate System ;

Piece rate system may be of three types. These types are as follows :

1. Straight Piece Rate :

In this method one piece rate is fixed and whole production is paid on this basis. If a piece rate of Rs. 5 per units is fixed then the wages will be calculated by multiplying output by the rate fixed. A worker production 100 units will get Rs. 500 (100 x 5). If production is raised to 120 units then wages will be Rs. 600 (120 x 5). A worker will have to increase his output in order of get higher wages. The rate of payment remains the same irrespective of level of output.

2. Increasing Piece Rate :

In this method different rates are fixed for different levels of production. Higher rates are given when production increase beyond a certain level. For example, a piece rate of Rs. 1 per unit may be fixed for production upto 100 units, Rs. 1.25 per unit for output between 101-150 units and 1.50 per unit for a production beyond 150 units and so on. There is an incentive to get higher rate for raising production beyond a certain level.

### 3. Decreasing Piece Rate :

In this method the rate per unit decrease with increase in output, Rs. 1 per unit may be allowed upto a production of 100 units 0.90 P. per unit for production between 101-150 units, 0.85 P. per unit for an output beyond 150 units and so on. This method discourages workers from raising their output because better efforts are rewarded at lower piece.

Suitability :

Piece rate system is suitable under following situations :

1. Where quality is important than quantity.
2. When work is of a repetitive nature.
3. When work is standardized and flow of output is continuous.
4. When production of a worker can be separately measured.
5. When strict supervision is not possible.
6. Where production is closely related to human efforts.

### C. Balance or Debt Method :

Balance or debt method is a combination of time and piece wage systems. The worker is guaranteed a time rate with an alternative piece rate. If the wages calculated at piece rate exceed time rate the worker gets credit. On the other

hand, if time wages exceed piece wages, the worker is paid time wage and the deficit is carried forward as debt to be reconserved in future.

Suppose the time rate is Rs. 500 per week and the piece rate is Rs. 4 per unit. The wages of a worker who products 150, 100 and 125 units in three weeks will be calculated as follows :

<b>Week</b>	<b>Piece Wages</b>	<b>Time Wages</b>	<b>Credit</b>	<b>Debit</b>	<b>Balance</b>
First	(150 x 4) = 600	500	100	–	100
Second	(100 x 4) = 400	500	–	100	NIL
Third	(125 x 4) = 500	500	–	–	NIL
<u>Balance Method</u>					

This method provides a sense of security to the employees. At the same time, an efficient worker has an opportunity to increase his wages. Workers of ordinary ability are given a sufficient incentive to attain the same standard of living, by getting guaranteed time wage, even though the excess paid to them is later deducted from there future credit balance.

This method is suitable in industries where the flow of work is minimum. But rates in this method has to be fixed on the most scientific basis.

## **Lesson – 2 : Salary Packages and Deductions:**

Deduction from Wages / Salaries :

Sections 7 to 13 of the Wages Act 1936, deal with the permissible and non-permissible deductions which can be made from the wages of a worker. One of the objectives of the Act is to ensure that workers are paid their wages without any deductions.

Meaning of Deductions :

Every payment made by the employed person to the employer or his agent shall be deemed to be deduction from wages. However, loss of wages due to any of the following reasons or penalties shall not be deemed to be deduction from wages :

1. Withholding of increment of promotion (including the stoppage of increment) at an efficiency bar;
2. The reduction to a lower post or time scale or to a lower stage in a time scale; or
3. Suspension but these penalties shall not be regarded as deduction provided the rules framed by the employer for the imposition of any such penalties are in conformity with the requirements, if any, which may be specified in this behalf by the State Government.

Permissible deduction [Sec. 7(2)]. The authorized deductions that can be made by the employer are given in Section 7(2). The deductions given in Section 7(2) is exhaustive. No other deduction from wages is legally permissible. The deductions by this section must be made in accordance with the provisions of Sections 8 to 14 of the Act. The various deductions are as follows :

1. Fines;
2. Deductions for absence from duty;

3. Deductions for damage to or loss of goods expressly entrusted to the employed person for custody or for loss of money for which he is required to account, where such damage or loss is directly attributable to his neglect or default;
4. Deductions for house accommodation supplied by the employer or by Government or any housing board or any other authority engaged in the business of subsidising house accommodation;
5. Deductions for such amenities and services supplied by the employer as the State Government may authorize. The word 'service' does not include the supply of tools and raw materials required for the purposes of employment;
6. Deductions for recovery of advances or by adjustment of over-payment of wages;
7. Deductions for recovery of loans made from any fund constituted for the welfare of labour;
8. Deductions for recovery of loans granted for house building or other purposes approved by the State Government;
9. Deductions of 'Income Tax' payable by the employed person;
10. Deductions made under orders of court or any other competent authority.
11. Deductions for contribution to and repayment of advances from any provident fund;
12. Deductions for payment to co-operative societies or to a scheme of insurance maintained by the Indian Post office;
13. Deductions made with the written authorization of the person employed for payment of any premium on his life insurance policy, or for the purchase of securities of the Government of India or any State Government;

14. Deductions for payment of insurance premium on Fidelity Guarantee Bonds;
15. Deductions for recovery of losses sustained by a railway administration on account of –
  - (i) Acceptance by the employed person of counterfeit or base coins or mutilated or forged currency notes;
  - (ii) Failure of the employee to invoice, bill, collect or account for appropriate charges due to that administrator;
  - (iii) Any rebates or refunds incorrectly granted by the employed person where such loss is directly attributable to his neglect or default;
16. Deductions made with the written authorization of the employed person for contribution to the Prime Minister's National Relief Fund or to such other fund, as the Central Government may be notification in the official Gazette specify. [Inserted by the Payment of Wages (Amendment) Ordinance, 1975].

Permissible total deductions [Sec. 7(3)]. The total amount of deductions which may be made under Section 7(2) in any wage period from the wages of any employed person shall not exceed –

- (i) In case where such deductions are wholly or partly made for payments to co-operative societies, seventy five per cent of such wages; and
- (ii) In any other case fifty per cent of such wages.

If the total deductions exceed the limits of 75 or 50 per cent of wages as the case may be, the excess may be recovered in such manner as may be prescribed.

Breach of provisions of this Section is punishable with fine which may extend to Rs. 500.

Provisions of the Payment of Wages Act Relating to Deductions :

The Payment of Wages Act, 1936 deals mainly with the responsibility for payment of wages and most important of all deductions which can lawfully be made from the wages payable to the workmen.

1. Deductions for Fines (Sec. 8) :

Fine may be imposed on employed person for such acts and omissions specified in notices approved by the State Government or the authority and exhibited in the prescribed manner on the premises of employment. Fine may be imposed on an employed person on the fulfillment of the following conditions :

- (a) Approval of list of acts or omissions : Fines shall be imposed only in respect of such acts or omissions which are specified by notice with the approval of the State Government or of the prescribed authority.
- (b) Display of notice : The approved list should be exhibited at or near the main entrance of the factory or in the case of person employed upon a railway (otherwise) than in a factory) at the prescribed places.
- (c) An opportunity of showing cause : No fine shall be imposed on any employed person until he has been given an opportunity of showing cause against the fine.
- (d) Amount of fines : The total amount of fine shall not exceed an amount equal to half an anna in the rupee of the wages payable to him in respect of that wage period.
- (e) Age limit for the imposition of fine : No fine shall be imposed on any employed person who is under the age of 15 years.
- (f) Not recoverable by installment or after undue delay : The fine cannot be recovered by installments and after the expiry of 60 days from the date

of the offence.

- (g) Day of imposition of fine : Every fine shall be deemed to have been imposed on the day of the act or omission in respect of which it was imposed.
- (h) Maintenance of Special Register : All fines and amounts realized on account of such fines shall be recorded in the register prescribed for the purpose.
- (i) Application of the Fund : All such amount of the fines shall be applied to such purposes beneficial to the persons employed in the factory or establishment. Where the person employed is a part of a staff employed under the same management, all such realisations may be credited to a common fund maintained for the staff as a whole. But such a fund can be applied only to the approved purpose.

Penalty for the breach of the provision of this section is punishable with fine which may extend to Rs. 500 except in the case of (b) and (i) where the penalty may extend of Rs. 200.

## 2. Deductions for absence from duty (Sec. 9) :

The amount of such deduction shall in no case bear to the wages payable to employed person in respect of the wage period for which the deduction is made a largest proportion than the period for which he was absent bears to the total period within such wage period, during which by the terms of his employment, he was required to work. If ten or more employed persons acting in concert, absent themselves without due notice and without reasonable cause, such deduction from any person's wage may include such amount not exceeding his wage for eight days as may by any such terms be due to the employer in lieu of due course.

In the case *Jawahar Mills Ltd. Vs Industrial Tribunal* AIR (1965) Mad. 92, it was observed that where the workmen took part in an illegal strike in a public utility service under Section 22 of the Industrial Disputes Act, there was no reasonable cause for such a strike.

Penalty for the breach of the provisions of this section is punishable with fine which may extend to Rs. 500.

3. Deductions for damage and loss (Sec. 10) :

Section 10 of the Acta makes provision for deductions for damages or loss. It provides that a deduction for damage or loss shall not exceed the amount of damage or loss caused to the employer by the neglect or default of the employed person. But before making any deduction under this section it must be established that the damage or loss sustained is directly attributable to the neglect or default of the employed person and he has been given an opportunity of showing cause against such deductions. All such deductions and realizations thereof shall be recorded in a register to be kept by the person responsible for the payment of wages. Penalty for the breach of the provisions of this section is punishable with fine which may extend to Rs. 500.

4. Deductions for service rendered (Sec. 11) :

Deductions for house accommodation and for amenities and services supplied or rendered by the employer may be made under Section 7(iv) and (v) of the Act. But such deductions shall not be made unless the house accommodation amenity or service has been accepted by him as a term of employment or otherwise, and such deduction shall not exceed an amount equivalent to the value of the house accommodation amenity or service supplied and in case of a deduction for amenity or service, it shall be subject to such conditions as the State Government may impose.

Any contravention of the provision of the above sub-section is punishable with fine which may extend to Rs. 500.

5. Deduction for Recovery of Advances (Sec. 12) :

Deduction for recovery of advances or for adjustment of over-payment of wages can be made subject to the following conditions :

1. Recovery of an advance of money given before employment began shall be made from the first payment of wages in respect of a complete wage period, but no recovery shall be made of such advances given for traveling expenses.
2. Recovery from an advance of money given after employment began shall be subject to such conditions as the State Government may impose.
3. Recovery of advances of wages nor already earned shall be subject to any rules made by the State Government regulating the extent to which such advances may be given and the installments by which they may be recovered.
4. Deductions for recovery of loans granted for house building etc. shall be subject to any rules made by the State Government regulating the extent to which such rules may be given and the installments by which they may be recovered.
5. The amount of all advances sanctioned and the payments thereof shall be entered in a specified register.

Penalty for contravention of the above sub-section is fine which may extend to Rs. 500.

6. Deductions for payment to co-operative societies and insurance schemes (Sec. 13) :

Deductions in respect of the following shall be made subject to such conditions as the State Government may impose :

- (a) For payments to co-operative societies approved by the State Government.
- (b) For payments to a insurance scheme maintained by the Indian Post Office.
- (c) For payment of any premium on his Life Insurance Policy to the Life Insurance Corporation of India made with the written authorisation of the person employed.
- (d) For the purchase of securities of the Government of India ; or
- (e) For being deposited in any Post Office Saving Bank in furtherance of any Saving Scheme of any such Government.

Penalty for contravention of the above provisions in the above provisions is fine upto Rs. 500.

### **Lesson – 3 : Fringe Benefits and Other Monetary Allowances :**

#### **Fringe Benefits :**

The human concept of labour has been recognized widely in the industrial world. The employer, though not bound, provides several benefits and services to the employees, working in the organisation to maintain and promote the employees' favourable attitude towards the work and work environment, because maintenance of favourable attitude towards the work and work environment, because maintenance of favourable attitude is an essential part of motivation and high morale. Such benefits and services, being a part of wage and salary administration, include all expenditure incurred to benefit employees over and above regular wages and direct monetary incentives related to output and are generally referred to as fringe benefits. The real wages of workers are increased by the benefits provided by the employer and thus, they are regarded as supplement to their wages. Many years ago, benefits and services were labeled 'fringe' benefits because they were relatively insignificant or fringe components of compensation. However, the situation now is different, as these have, more or less, become important part of a comprehensive compensation package offered by employers to employees.

#### **Definition :**

Fringe benefit is a benefit which supplements the employees' ordinary wages and which is of value to them and their families in so far as it materially increases their retirement benefits.

According to the Glossary of Industrial Relations and Wage Terms "Fringe benefits are supplements to wages received by workers at a cost to the employers. The term encompasses a number of benefits-paid vacation, pension, health insurance plans, etc. which usually add up to something more than a

‘fringe’ and is sometimes applied to a practice that may constitute a dubious benefit for workers.”

According to D. Belcher “Fringe benefits are any wage cost not directly connected with the employees productive effort, performance, service or sacrifice.”

According to Cockman “Employee benefits are those benefits which are supplied by an employer to or for the benefits of an employee and which are not in the form of wages, salaries and time-rated payment.”

According to Werther and Davis “Fringes embrace a broad range of benefits and services that employees receive as part of their total compensation package-pay or direct compensation-is based on critical job factor and performance. Benefits and services, however, are indirect compensation because they are usually extended as a condition of employment and are not directly related to performance.”

The main features of fringe benefits are as follows :

1. Fringe benefits are supplementary to regular wages or salaries.
2. These benefits are paid to all the employees based on this membership in the organisation.
3. These benefits are indirect compensation because these are usually extended as a condition of employment and are not directly related to performance.
4. Fringe benefits involve a labour cost for the employer and are not meant directly to improve efficiency.
5. Fringe benefits raise the living standard of the employees.
6. Fringe benefits refer to items for which a direct monetary value to the employee can be ascertained eg. Provident funds, pension, etc. On

the other hand, services refers to the items like medical facilities, recreation, etc.

7. These benefits may be statutory or voluntary. Provident Fund is a statutory benefit whereas housing is a voluntary benefit.

Objectives of Fringe Benefits :

Fringe benefits are given to achieve the following objectives.

- (i) To recruit and retain the best employees.
- (ii) To protect employees against certain hazards e.g. life insurance, old age pension, etc.
- (iii) To improve motivation and morale of the employees by satisfying some unsatisfied needs.
- (iv) To improve work environment and industrial relations.
- (v) To ensure health, safety and welfare of employees.
- (vi) To develop a sense of belongingness and loyalty among workers.
- (vii) To meet statutory requirements.
- (viii) To satisfy the demands of trade unions.
- (ix) To improve the public image of the organisation.

Kinds of Fringe Benefits :

The benefits and services to be included under the title 'fringe benefits' are numerous.

George R. Terry has enumerated as many as 28 benefits under fringes. A few of them are – Bonus for quality and attendance, contribution to group insurance plan, lay off and termination pay, travel expenses, suggestion awards, medical leave with pay, overtime, university and trade courses, etc.

The Chamber of Commerce, USA has included 5 types of benefits under fringe benefits.

- (i) Statutory payments such as old age pension unemployment insurance, group insurance, etc.
- (ii) Payment for pension and labour welfare
- (iii) Rest or leave with pay
- (iv) Payment for time not worked
- (v) Other benefits such as profit sharing, suggestions reward, reimbursement of tuition fees, festival allowance, etc.

There are different classifications by different persons. A common and exhaustive list of fringe benefits, thus, cannot be prepared.

Fringe Benefits in India :

The fringe benefits offered by various organisations in India may be broadly classified into eight categories :

- A. Payment for time not worked
- B. Employee Security
- C. Safety and Health
- D. Workmen's Compensation
- E. Health benefits
- F. Voluntary arrangements
- G. Welfare and Recreational Facilities
- H. Old Age and Retirement benefits.

These benefits are discussed as follows :

- A. Payment for Time not Worked : This category includes the following :
- (i) Paid holidays : According to the Factories Act, 1`948, an adult worker shall have weekly paid holidays, preferably Sunday. When a worker is deprived of weekly holidays, he is eligible for compensatory holidays of the same number in the same month.
  - (ii) Shift Premium : Companies operating second and third shifts, pay a premium to the workers who are required to work during the odd hour's shift.
  - (iii) Holiday Pay : Generally organisations offer double the normal rate of the salary to those workers who work during holidays.
  - (iv) Paid Vacation : Workers in manufacturing, mining and plantations who had worked for 240 days during a calendar year are eligible for paid vacation at the rate of one day for every 20 days worked in the case of child workers.
- B. Employee Security : A minimum and continuous wage or salary gives a sense of security to the employees. The payment of Wages Act 1936. The Minimum Wages Act 1948, the payment of Bonus Act 1965, provide income security to the employees. In addition to this, the Industrial Disputes Act, 1947, provides for the payment of compensation in case of lay off and retrenchment.
- C. Safety and Health : Employees' safety and health should be taken care of in order to protect the employees against accidents, unhealthy working conditions and to protect the workers productive capacity. In India, The Factories Act, 1948, stipulated certain conditions and requirements regarding working conditions with a view to provide safe working environment.
- D. Workmen's Compensation : In addition to health and safety measures, provisions for the payment of compensation has also been made under Workmen's Compensation Act 1923. The Act is intended to meet the

contingency of invalidity and death of a worker due to an employment injury or an occupations disease specified under the Act as the sole responsibility of the employer.

E. Health Benefits : Organisations provide various medical services like hospital, clinical and dispensary facilities to employees and their family members. Employees State Insurance Act 1948 deals comprehensively about the health benefits to be provided. Benefits under this Act include :

- (i) Sickness benefit
- (ii) Maternity benefit
- (iii) Disablement benefit
- (iv) Dependent's benefit
- (v) Medical benefit

F. Voluntary Arrangements : Most of the large organisations provide health services over and above the legal requirements to their employees free of cost by setting up hospitals, clinics, dispensaries and homeopathic dispensaries.

G. Welfare and Recreation Facilities : Welfare and recreational benefits include (i) Canteens (ii) Consumer Societies (iii) Credit Societies (iv) Housing (v) Legal aid (vi) Employees Counselling (vii) Welfare organisations (viii) Holiday homes (ix) Educational facilities (x) Transportation (xi) Parties and picnics (xii) Miscellaneous.

H. Old Age and Retirement Benefits : Employers provide some benefits to the employees, after retirement and during old age, with a view to create a feeling of security about the old age. These benefits are called old age and retirement benefits and include (i) Provident Fund (ii) Pension (iii) Deposit Linked Scheme (iv) Gratuity and (v) Medical benefits.

The Employees Provident Fund Act provides for the institution of Provident Fund for employees in factories and establishment.

Employees Pension Fund Act provides family pension and life insurance benefit to the employees of various establishments. The payment of Gratuity Act, 1972 and Deposit Linked Insurance Scheme 1976 under the PF Act 1952, provide the respective benefits to the employees.

All organisations may not provide all the benefits discussed due to the financial stringencies. Moreover, the list of benefits given earlier is not an exhaustive one and some organisations provide different benefits which are not included in the list owing to their need and the financial ability of the organisations.

#### **Lesson – 4 : Wages and Salary Administration in India :**

Wage policy refers to all systematic efforts of the government in relation to a national wage and salary system. It includes orders, legislations, etc., to regulate the levels or structures of wages and salaries with a view to achieving economic and social objectives of the government. Specifically, the objectives of wage policy are :

- 1) To obtain for the workers a just share of the fruits of economic development,
- 2) To set minimum wages for workers whose bargaining position is weak,
- 3) To bring about a more efficient allocation and utilization of human resources through wage and salary differentials, and
- 4) To abolish malpractices and abuses in wage and salary payments.

The first step towards the evolution of a wage policy was the enactment of the Payment of Wages Act, 1936. The main objective of the Act is to prohibit any delay or withholding of wages legitimately due to the employees. The next step was the passing of the Industrial Disputes Act, 1947, authorizing all the state governments to set up industrial tribunals which would look into disputes relating to remuneration. Another notable development that led to the evolution of wage policy was the enactment of the Minimum Wages Act, 1948. The purpose of the Act is the fixation of minimum rates of wages to workers in sweated industries such as woolen, carpet making, flour mills, tobacco manufacturing, oil mills, plantations, quarrying, mica, agriculture and the like. The Act was amended several times to make it applicable to more and more industries. Then came the Equal Remuneration Act, 1976, which prohibits

discrimination in matters relating to remuneration on the basis of religion, region or sex.

The Constitution of India committed the government to evolve a wage policy. Successive five year plans documents have also devoted necessary attention to the need for wage policy. Following the recommendations of the First and Second Plans, the Government of India constituted wage boards for important industries in the country. A wage board is a tripartite body comprising representations from the government, owners, and employees. Technically speaking, a wage board can only make recommendations, and wage policies are normally implemented through persuasion.

In spite of legislations, tribunals and boards, disparities in wages and salaries still persist. Some of the disparities are :

1. Employees of MNCs are paid much more than their counterparts in host countries for identical work.
2. Different industries have different wage and salary structures resulting in disparities in remuneration for identical work.
3. Wide gaps exist between wages and salaries of employees in the organized sector and of those in the unorganized sector, the latter earning much less than the former.
4. Differences exist between earnings of employees in the government sector and those in the private sector.
5. Within the government sector salary differences exist among employees of different departments.

The disparities are glaring. If an illiterate supervisor in a leather processing unit can earn Rs.12,000/- plus per month and a half yearly bonus, how much can a university professor earn Rs.10,000/- and no bonus ? If an auto driver can earn

Rs. 3,000/- per month, how much should temporary lecturer in a college earn ?  
Rs. 1,200/- per month ? And remain temporary for every. A sweeper in L & T is an income tax assessee but a BE or a MBBS degree holder works for Rs.800/- per month in a small scale unit or Rs.1,200/- in a private nursing home respectively.

There are clerks in Bombay who get nearly twice as much as a labour tribunal judge – the man who arbitrates everyone's wages and salaries. And a head clerk in the LIC gets, at the maximum of his grade, more than half of the salary of a high court judge, not less.

In order to correct such disparities, the Government of India appointed a committee headed by Mr.Bhotalingam in 1979. The brief given to the Committee was to suggest rational and integrated wage policy covering all sectors of the economy. Soon after the Committee submitted its report, there was hue any cry raised against the recommendations. It was criticized as anti-labour and impracticable. The report was promptly and predictably short down.

#### SUMMARY

Wages and Salary Package :

Employees remuneration has different connotations for different people. For employee it means status and standard of living, for employer it adds to the cost, and to the human resource management, administration of remuneration is an important activity.

Remuneration comprises both financial as well as non-financial benefits. Only financial benefits are considered in this chapter.

External and internal factors have an impact on an employee's pay package. Factors external to an organisation include labour market, going rate, cost of living, labour unions, labour laws, society and the economy. Internal

environment, on the other hand, includes company's ability to pay, job evaluation and performance appraisal, and the worker himself/herself.

The common practice followed for wage and salary determination is to fix the rate per unit of time (per day, per month or per annum) and calculate the total wages by multiplying the number of units of time with the rate per unit of time.

The wage policy in our country is governed by several legislative provisions and constitutional requirements. The other issues covered in the chapter are wage concepts and international remuneration.

### **Fringe Benefits :**

Fringe refers to all those monetary benefits that the employees receive in addition to direct remuneration. Fringe benefits are popular because they enhance employee earnings, help attract and retain competent personnel, reduce fatigue, minimize overtime costs and discourage labour unrest.

Employee benefits are legion. Irrespective of the types of remuneration, fringe benefits need to be administered satisfying certain principles. Genuine commitment, matching an employee's felt need, cost effectiveness and sound planning are some such principles.

Administration of fringe benefits must proceed step by step, the steps being : (i) establishing benefit objectives ; (ii) assessing environmental factors, (iii) making the benefits competitive ; (iv) communicating benefits to employees ; and (v) evaluation and control.

The future of fringe benefits is clear – there will be more and more demand for them and the employers must be prepared to meet the growing demand.

### **Discussion Questions :**

- 1, What do you understand by wage and salary administration ? State its objectives and basic principles.
2. Differentiate between minimum wage, fair wage and living wage.

3. Bring out the components of employee remuneration.
4. Outline the external as well as Internal Factors influence the employee remuneration.
5. Bring out the procedure for fixing of employee salary.
6. Define wages. Discuss the provisions of the payment of wage Act with regard to deductions which may and which may not be made from wages.
7. Discuss the provisions of the payment of wages Act 1936, relating to deductions of (i) damages or loss (ii) services rendered (iii) recovery of advance and (iv) payment of cooperative societies.
8. What do you mean by Fringe benefits ? What are the objective of fringe benefits.
9. Describe the various types of fringe benefits offered to employees in India.
10. Discuss the salary and wage Administration in India.

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