#### **HUMAN RESOURCE MANAGEMENT**

**MODULE 2: Lecture 8** 

**Employment Relations, Wellbeing and Practices** 



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**Undergraduate Diploma in Business Administration** 

#### **Learning Outcomes**

- The fundamentals of employment and industrial relations
- The employment relationship
- The psychological contract
- The voice of the employee and employee communications
- The features of employee wellbeing
- Managing an inclusive and diversified workforce
- Basics of health and safety management



### Employment and industrial relations



#### The meaning of employment relations

#### It is concerned with:

- Managing and maintaining the employment relationship
- How management and employees live together and what can be done to make it work

 Includes relating to people individually and dealing with them collectively through trade unions where they exist (industrial relations)



#### Objectives of employment relations policies

#### Includes:

- the maintenance of good relations with employees and their unions
- the construction of a cooperative and constructive employment relations climate
- the effective management of the work process
- the control of labour costs and
- the development of an engaged and committed workforce



#### **Employment relations climate**

 Refers to the perceptions of the parties involved (management, employees and their representatives) about the ways in which employment relations are conducted and how those parties behave when dealing with one another.

 An employment relations style may be created by the management style adopted by management, by the behaviour of the trade union or employment representatives (i.e. whether this is cooperative, hostile, militant etc) or the two interacting with one another which is much more productive

## Components of a healthy employment relations climate

Trust between management and union

Management treats employees fairly

Open management style

Harmonious relationship

Mutual gains approach

Employees are committed to the interests of the organisation

Conflicts are solved amicably



## Management styles in employment relations

#### **Authoritarian**

Employment relations are not important and people issues are not attended to unless something goes wrong

#### **Paternalistic**

Similar to Authoritarian but a more positive attitude is adopted

#### **Consultative**

Trade unions are welcomed and employment consultation is high



#### Ethical approach

Importance given to all stakeholders:

management, employees, shareholders, clients, society



- High commitment
- High involvement
- Being genuine
- Listening to different views
- Explanations given



## **Employment relationship**



#### What is employment relationship

It describes how employers and employees work together



### The nature of employment relationship Undergraduate Diploma in Business Administration

There are various components namely:

The formal contract of employment

Procedures, agreements and work rules

An informal and constant process that happens whenever an employer dealings with an employee and vice versa



Concerned with the employee experience of working in an organisation based on management practices, leadership, how control of exercised, performance management and concern for employee wellbeing

PSYCHOLOGICAL CONTRACT



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During recruitment interviews

By encouraging maximum amount of communication between managers and employees

During the onboarding and induction

#### **BUILD CLIMATE OF TRUST**

(based on healthy relationships and mutual support)



### Psychological contract



## What do you want from work besides a salary?





#### Video – Psychological contract

https://www.youtube.com/watch?v=iD9jLSWUIC8&list=PLbi3RfSvUQ z09 **GgyRNyINUgLvJLSZFam** 



### The psychological contract defined (1)

It is a set of unwritten expectations that exist between individual employees and their employers



### The psychological contract defined (2)

It refers to beliefs that individuals hold regarding promises made, accepted and relied upon between themselves and another. In the case of organisations, these parties include an employee, client, manager, and /or organisation as a whole. Because psychological contracts represent how people interpret promises and commitments, both parties in the same employment relationship (employer and employee) can have different views regarding specific terms

Rousseau & Wade-Benzoni



## Maintaining a positive psychological contract

- Create a sense of feeling "safe" within a company safe to talk, safe to have support, safe to make mistakes, safe to be defended, safe to be yourself.
- Create a high involvement climate
- Provide opportunities for learning, training and development
- Focus on job security, promotion and careers
- Minimize "status" differentials
- Give fair rewards
- Allow and promote comprehensive communication
- Seek involvement of all
- Maintain a "healthy" work environment
- Listen
- Take genuine interest and respect people







# The voice of the employee and employee communications



#### **Employee voice - defined**

"The ability of employees to express their views, opinions, concerns and suggestions, and for these efforts to influence decisions at work"

Dundon et al



#### Stages of employee voice

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Degree to which management right is preserved

Management joins with employee in making decisions

Management consults with employees before making final decision

Management communicates decisions to employees

Management decides on its own

Degree to which employees have a voice



### Types of "voice"

#### **DIRECT**

(Employees express themselves directly with management)

**Employees surveys** 

Social media (internal)

**Team briefings** 

**Suggestions schemes** 

**Quality circles** 

#### **INDIRECT**

(happens collectively through representatives)

Joint consultation

**Trade unions** 



## The importance of employee communications

Good communications from management to employees are important for three reasons:

- 1. It's vital for any change management programme otherwise there will be resistance and difficulty in having a smooth change
- Commitment is enhanced if employees know what the organisation has achieved or is trying to
- 3. It generates trust within the organisaton



### Features of employee wellbeing



#### Wellbeing - defined

"The overall quality of an individual's subjective experience and functioning at work"

Warr (1987)



### Dimensions of wellbeing

1

**INDIVIDUALS SUBJECTIVE EXPERIENCE** 

"HAPPINESS WELLBEING"

Job satisfaction

Work environment

2

PHYSIOLOGICAL AND PSYCHOLOGICAL ASPECTS

Job related anxiety

**Burnout** (exhaustion)



#### Wellbeing factors and actions

Wellbeing Factor	Description	Possible actions
Work environment	Physical and mental wellbeing resulting from working conditions	Provide a good, healthy and safe (physical and mental) working environment, minimizing stress
Job design and demands	Ability to meet job demands	Review job design practices and job demands to align them to the employees' work and personal realities (e.g. work life balance)
Relationships with Line Managers	How people are treated at work	Ensure managers have the right attributes to lead and manage people. Provide them with training and coaching
Relationship with colleagues	The quality of social relationships and behaviours	Ensure these relationships are healthy and have adequate policies to avoid bullying and harassment
Work-life balance	Have an equilibrium between work and personal life	Introduce family friendly policies and reasonable flexibility
Financial wellbeing	Having an adequate income to enjoy a reasonable quality of life	Pay people fairly
Stress	Stress at work is harmful	Support employees to avoid slipping into "stress" and offer support



## Develop a wellbeing programme for your future organisation







# Managing an inclusive and diversified workforce



#### What is diversity and inclusion

- Diversity refers to the differences between people "the mix"
- Inclusion is the deliberate act of **Welcoming diversity** and creating an environment where different kinds pf people can thrive and succeed
- Diversity is **What you have**, inclusion is **What you do**
- Management of diversity and inclusion is based on the proposition that everyone should be Valued as an individual and treated fairly irrespective of their race, gender, level of ability, religion, sexual orientation or age

#### How to manage diversity and inclusion

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Develop a diversity and inclusion strategy

Define values of the organisation

Set out the diversity and inclusion policies

Communicate the values and policies

Be mindful of sensitive areas e.g. recruitment

Enhance awareness about diversity and inclusion

**Create diversity networks** 

**Monitor progress** 



# Basics of health and safety management



#### Aim of health and safety at work

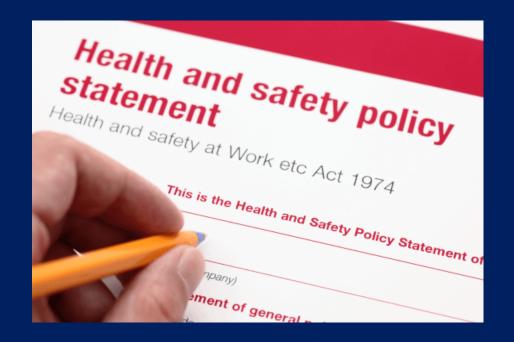
Health and safety programmes provide for employee wellbeing by protecting employees – and other people affected by what the company produces and does – against accidents and the risks of ill-health arising from their employment or their links with the company





#### Health and safety policies

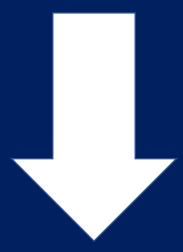
Written H&S policies are required to demonstrate that top management is concerned about the protection of the employees





#### **Risk assessments**

To identify hazards and analyse the risks attached to them



TAKE ACTION TO ELIMINATE OR REDUCE RISK



#### Health and safety audits

Provide for a comprehensive review of all aspects of health and safety policies, procedures and practices



TAKE ACTION TO ELIMINATE OR REDUCE H&S HAZARD



#### Promoting health and safety practices

Inform employees about H&S hazards and practices
Repeat as often as possible
Take immediate action in cases of H&S weaknesses
Training people concerned about H&S
Take H&S seriously
Health & Safety Committees



#### **Accident prevention**

Identify causes of accidents

Take account of safety factors at design stage

Provide protective equipment

Carry out risk regular assessments & remove risk

**Investigate all accidents** 

Maintain records and statistics

Conduct continuous programme of education and training on safe working practices





