# **BUSINESS ADMINISTRATION** PART 3 – ORGANIZING

## **ORGANIZATION STRUCTURE**

- Way in which the various parts of the organization are formally arranged
- System of tasks, workflows, reporting relationships & communication channels that link together the work of diverse individuals & groups

## ORGANIZATIONAL CHART

- Diagram that shows reporting relationships & the formal arrangement of work positions within an organization
- Identifies various positions & job titles, as well as lines of authority & communication between them
- Shows the *formal structure* or the structure of the organization in its official state
- This is how the organization is intended to function

#### BASICS OF AN ORGANIZATIONAL FORMAL STRUCTURE

- Division of work
- Supervisory relationship
- Communication channels
- Major subunits
- Levels of management

Strategy defines "What to do"

"shadow" organization made up of the unofficial, but often critical, "piking relationship between organizational members

Potential advantages of informal structures:

Helping people accomplishen (ir work.)

Overcoming limits of formal structure.

Gaining access to interpersonal new formal structure.

Organizing defines "how to do it"