## 17.2.0 INDUSTRIAL ORGANISATION AND MANAGEMENT

### 17.2.1 Introduction

This module unit is designed to equip the trainee with the knowledge skills and attitudes for organizational management for technical operators and subsequently managers of the industrial plant production and manufacturing services. The purpose of the module unit is to equip the trainee with skills of the human and material resources management to enhance productivity in the mechanical production and services industry.

Trainees undertaking this module will require knowledge of communication skills and Mathematics (statistics).

## 17.2.2 General Objectives

By the end of the module unit, the trainee should be able to:

- a) understand the theories of management
- b) apply management skills in his/her field
- c) manage the human resources appropriately to maximize production
- d) plan and control the production processes
- acquire the knowledge of procurement, storing and costing of a product
- f) demonstrate innovation in design and development of industrial production

17.2.3 Module Summary and Time Allocation Industrial Organization and Management

Code	Sub-Module Unit	Contents	Time Hrs
17.2.1	Management Theory	<ul> <li>Theories of management</li> <li>Modern influences on the work of pioneers of management</li> <li>Contributions of management theories in modern day organisation management</li> </ul>	10
17.2.2	Organisation Structures	Theories of organisation	8

Code	Sub-Module Unit	Contents	Time Hrs
		<ul> <li>Types of organisation structures and charts</li> <li>Need for delegation in organisation</li> <li>Problems associated with delegation</li> <li>Authority and responsibility</li> <li>Decision process in organisation</li> <li>Concept of management by objectives (MBO)</li> </ul>	
17.2.3	Plant Maintenance	<ul> <li>Functions of maintenance department</li> <li>Types of maintenance</li> <li>Factors affecting plant reliability</li> <li>Procedure of setting up maintenance schedule / plan</li> <li>Centralized and decentralized maintenance</li> </ul>	8
17.2.4	Material Procurement and Stores Control	<ul> <li>Meaning of procurement</li> <li>Methods of procurement</li> <li>Role of Public Procurement and Disposal Act in an organisation</li> <li>Stores procedure</li> <li>Methods of stock control</li> <li>Types of stores</li> <li>Stores documents</li> <li>Stock control levels</li> </ul>	8
17.2.5	Production Planning Control	Functions / objectives of production planning     Factors affecting	8

Code	Sub-Module Unit	Contents	Time Hrs
		production  Need for product design  Stages of product design and development  Objectives of production control	
17.2.6	Work Study	<ul> <li>Objectives of work study</li> <li>Limitations of work study</li> <li>Phases of work study</li> <li>Method study</li> <li>Work measurement</li> <li>Techniques of work measurement</li> <li>Motion study</li> </ul>	6
17.2.7	Human Resource Management	<ul> <li>Functions of human resource manager</li> <li>Need for staff recruitment in organisation</li> <li>Sources of staff recruitment</li> <li>Process of staff recruitment</li> <li>Objectives of staff training</li> <li>Staff training methods</li> <li>Staff appraisal</li> <li>Methods of staff appraisal</li> </ul>	8
17.2.8	Economics	<ul> <li>Economics and engineering</li> <li>Factors of production</li> <li>Scarce resources and decision making</li> <li>Opportunity cost</li> </ul>	8

Code	Sub-Module Unit	Contents	Time Hrs
		<ul> <li>Production possibility curve (frontier)</li> </ul>	
17.2.9	Office Administratio n	<ul> <li>Functions of an office</li> <li>Types of office layout</li> <li>How an office can be organized</li> <li>Types of filing</li> <li>Methods of filing</li> <li>Office equipment</li> </ul>	6
17.2.10	Estimating and Costing	<ul><li>Elements of cost</li><li>Cost structure</li><li>Unit cost</li><li>Marginal costing</li></ul>	6
		Total	66



### Content

# 17.2.1T1 Theories of management

- i) Classical theory
- ii) Scientific theory
- iii) Bureaucratic theory
- iv) Administrative theory
- v) Human relations theory
- vi) Behavioural theory operational research
- 17.2.1T2 Pioneers of management
- 17.2.1T3 Contribution of management theories in modern day management

# 17.2.2 ORGANIZATION STRUCTURES

# Theory

# 17.2.2T0 Specific Objectives

By the end of the submodule unit, the trainee should be able to:

- a) explain various theories of organisation
- b) identify various types of organisation structures
- c) differentiate between authority and responsibility
- d) explain the problems

- associated with delegation
- e) describe the decision making process
- f) explain the concepts of management by objectives (MBO)

## 17.2.2C Competence

The trainee should have the ability to draw organisation structure and apply correct decisions making Process in managing an organisation

#### Content

- 17.2.2T1 Theories of organisation
  - i) Cybernetics
  - ii) Formal
  - iii) Informal
- 17.2.2T2 Types o organisation structures
  - i) Vertical
  - ii) Horizontal
  - iii) Circular
  - iv) Functional
  - v) Matrix
- 17.2.2T3 Authority and responsibility
  - i) Accountability
  - ii) Span of control
  - iii) Responsibility
- 17.2.2T4 Delegation problems
  - i) Accountability
  - ii) Span of control
  - iii) Staff
- 17.2.2T5 Decision making (factors)
  - i) Environment

- ii) Government regulations
- iii) Society
- iv) Internal environment
- v) Company policies
- 17.2.2T6 Management by objectives
  - i) Organizational tasks
  - ii) Group objectives
  - iii) Evaluation
  - iv) modification

# 17.2.3 PLANT MAINTENANCE

# Theory

- 17.2.3T0 Specific Objectives

  By the end of the submodule unit, the trainee should be able to:
  - describe the functions of plant maintenance
  - b) describe the types of plant maintenance
  - c) describe the procedures of setting up maintenance plan
  - d) explain the factors affecting the reliability of the plant
  - e) describe centralized and decentralized maintenance

# 17.2.3C Competence

The trainee should

have the ability to prepare maintenance schedule for the plant

#### Content

- 17.2.3T1 Functions of plant maintenance department
  - i) Installation
  - ii) Modification
  - iii) Efficient management
  - iv) Equipment appraisal
- 17.2.3T2 Types of plant maintenance
  - i) Planned maintenance
  - ii) Preventive
  - iii) Corrective
  - iv) Running
  - v) Shut down
  - vi) Unplanned
  - vii) Emergency breakdown
  - viii) Centralized maintenance
  - ix) Decentralized maintenance
  - x) Advantages and limitations of centralized and decentralized maintenance
  - xi) Condition based
  - xii) Predictive maintenance
- 17.2.3T3 Procedures of setting up maintenance plan
  - i) Inventory
  - ii) Maintenance
  - iii) Programme
  - iv) Production schedules
  - v) Material

#### resources

- vi) Job cards
- vii) Work order
- viii) Work request
- ix) Work study
- x) Planning charts
- xi) Safety
- 17.2.3T4 Factors affecting plant reliability
  - i) Plant design
  - ii) Maintenance
  - iii) Optimum use of resources
- 17.2.3T5 Centralized and decentralized maintenance

# 17.2.4 MATERIALS PROCUREMENT AND STORES CONTROL

# **Theory**

- 17.2.4T0 Specific Objectives

  By the end of the submodule unit, the trainee should be able to:
  - a) explain term procurement
  - b) explain procurement procedure
  - c) describe the stores procedure
  - d) describe documents used in store keeping
  - e) determine the stock levels
  - f) describe various types of stores

# 17.2.4C Competence The trainee should

have the ability to maintain optimum stock levels for production process

#### Content

- 17.2.4T1 Meaning of procurement
- 17.2.4T2 Procurement procedure
  - i) Quotation
  - ii) Tendering
  - iii) Spot purchase
  - iv) Contract
  - v) Role of Public Procurement and Disposal Act in an organisation
- 17.2.4T3 Store procedure
  - i) Receiving
  - ii) Storing
  - iii) Requisition
  - iv) Issuing
  - v) LIFO
  - vi) FIFO
  - vii) FILO
- 17.2.4T4 Documents used in store keeping
  - i) Stock record card
  - ii) Bin cards
  - iii) Stores ledger
  - iv) Computer based systems
- 17.2.4T5 Calculate stock levels
  - i) Maximum stock level
  - ii) Minimum stock level
  - iii) Re-order level
  - iv) Economic order quantity (EOQ)
- 17.2.4T6 Types of stores
  - i) Centralized store

ii) Decentralized stores

# production control

## Suggested Learning Resources

- i) Store documents
- ii) Bin cards
- iii) Stores ledger
- iv) stock card
- v) Public Procurement and Disposal Act documents

# 17.2.5 PRODUCTION PLANNING CONTROL

## Theory

# 17.2.5TO Specific Objectives By the end of the submodule unit, the trainee should be able to:

- a) explain the function of production planning
- b) explain factors affecting production planning
- 3) describe methods of production
- d) describe the need for product design
- describe stages
   of product design
   and development
- f) explain the objectives of production control
- g) describe the activities of

# 17.2.5C Competence

The trainee should have the ability to plan a properly coordinated production process

#### Content

# 17.2.5T1 Functions of production planning

- i) Selection of process
- ii) A breakdown of parts
- iii) Decision to produce or purchase
- iv) Planning the machines, equipment and tools
- v) Development of machine operations
- vi) Development of time standard
- vii) Routing
- viii) Making production schedules

# 17.2.5T2 Factors affecting planning

- i) Environmental
- ii) Political
- iii) Legal
- iv) Socioeconomic
- v) Technological
- 17.2.5T3 Methods of production
  - i) Jobbing
  - ii) Batch
  - iii) Flow

- iv) Mass
- v) Process
- 17.2.5T4 Need for product design
  - i) Optimization of material resources
  - ii) Optimization of manufacturin g process
  - iii) Reduction of cost
  - iv) Standardizatio
  - v) Specialization
  - vi) Simplification
  - vii) Marketing requirements
- 17.2.5T5 Stages of product design and development
  - i) Idea generation
  - ii) Preliminary design and sketches
  - iii) Analysis of design
  - iv) Evaluation
  - v) Functional design
  - vi) Final design
  - vii) Prototyping
  - viii) Production design
- 17.2.5T6 Objectives of production control
  - i) Prime purpose
  - ii) Minimizing idleness of machines and man
  - iii) Meeting promises to

- customer
- iv) Inventory turnover
- v) Quality of the product
- 17.2.5T7 Activities of production control
  - i) Routing
  - ii) Scheduling
  - iii) Follow-up
  - iv) Processing
  - v) Dispatching
  - vi) Programming

# Suggested Learning Resources

- i) Charts
- ii) Model
- iii) Prototypes

# **17.2.6 WORK STUDY**

# Theory

- 17.2.6TO Specific Objectives
  By the end of the submodule unit trainees should be able to:
  - a) explain the basic concept of work study
  - b) describe the conditions limiting the utilization of work study
  - c) explain the phases of workstudy
  - d) explain the objectives of method study

e) describe the techniques used in work measurements

## 17.2.6C Competence

The trainee should have the ability to calculate standard times and determine the duration of a given task at minimum cost

#### Content

17.2.6T1 Objectives of work study

- i) Productivity
- ii) Cost reduction
- iii) Methods of production
- iv) Time

17.2.6T2 Limitations of work study

- i) Physical facilities
- ii) Workers resistance/resent ment

17.2.6T3 Phases of work study

- Method study
- ii) works measurement

17.2.6T4 Objectives of method study

- efficiency
- ii) optimum utilization of resources
- iii) personnel and equipment
- iv) cost effectiveness

17.2.6T5 Techniques of work measurement

i) time

- ii) activity
- iii) sampling
- iv) synthesis
- v) analytical estimating
- vi) PMTS (predetermined motion time systems)

## Suggested Learning Resources

- i) Flow chart diagrams
- ii) Reference work/text books

# 17.2.7 HUMAN RESOURCE MANAGEMENT

## Theory

17.2.7T0 Specific Objectives

By the end of the submodule unit trainee should be able to:

- a) describe the functions of a HR manager
- b) describe the need for staff recruitment
- c) identify sources of labour in staff recruitment
- d) describe staff recruitment process
- e) describe the objectives of staff training
- f) describe the methods of staff training
- g) describe the objectives of staff

	appraisal		v) Interviewing
	h) describe the		vi) Engagement
	methods of staff	17.2.7T5	Objectives of training
	appraisal		staff
	••		i) New technology
17.2.7C	Competence		ii) Retention
	The trainee should		iii) Personnel
	have the ability to		development
	supervise work and		iv) Organizational
	assign appropriate		development
	task's to the personnel		v) Motivation
	·	17.2.7T6	Training methods
	Content		i) Vestibule
17.2.7T1	Functions of HR		ii) Induction
	manager Training		iii) Seminars
	Recruitment		iv) External courses
i)	Wages		v) Internal courses
íi)	Salary		vi) On-the-job
iii)	Welfare	~	training
iv)	Health	Olli	vii) Apprenticeship
v)	Safety		viii) Workshops
	Industrial dispute	36.	ix) Group training
vii)	Public relations		x) Role playing
viii	)Industrial relations	17.2.7T7	Objectives of staff
	and conflict	appraisal	
	resolution		i) Promotion
17.2.7T2	Need for staff		ii) Training
	recruitment		iii) Change of staff
	i) Labour turn-over	17.2.7T8	Methods of staff
	ii) New technology		appraisal
	iii) Expansion		i) Grading
	iv) Production		ii) Personnel
	v) Demand		specification
	vi) Retirement		iii) Job
	vii) Replacement		specification
17.2.7T3	Sources of labour		
	i) Internal	Suggeste	d Learning Resources
	ii) External		i) Reference books
17.2.7T4	Staff recruitment		ii) Charts
	process		iii) Employment Act
	i) Personnel		document
	specification		

17.2.8

**ECONOMICS** 

Theory

Job specification

iii) Advertising iv) Short listing

ii)

# 17.2.8TO Specific Objectives By the end of the submodule the trainee should be able to:

- a) describe the concept of economics
- b) describe the factors of production
- c) describe the relationship between scarce resources and decision making

## 17.2.8C Competence

The trainee should have the ability to utilize factors of production to realize profitability.

### Content

- 17.2.8T1 Importance of economics in engineering
  - i) Wealth creation
  - ii) Engineers are involvement in reduction of human effort

## 17.2.8T2 Factors of production

- i) Labour
- ii) Land
- iii) Capital
- iv) Entrepreneurship
- v) Market research
- vi) Geographical location
- vii) Politics
- viii) Statutory requirements
- 17.2.8T3 Relationship between

# scarce resources and decision making

- i) Gross national product
- ii) Gross domestic product
- iii) National income
- iv) Market economy
- v) Demand curves
- vi) Supply curves
- vii) Opportunity cost

## Suggested Learning Resources

- i) Reference books
- ii) Charts
- iii) Statistics on national income from Government Agency

# 17.2.9 OFFICE ADMINISTRATION

## Theory

# 17.2.9T0 Specific Objectives By the end of the submodule the trainee should be able to:

- a) outline functions of office
- b) describe types of

- office layout
- c) describe types of filing
- d) explain how an office can be organized
- e) explain methods of filing
- f) identify and use office equipment

# 17.2.9C Competence

The trainee should have the ability to manage an office and resources effectively

### Content

- 17.2.9T1 Functions of office
  - i) Coordination
  - ii) Assignment of responsibilities
  - iii) Conflict resolution
  - iv) Quality control
  - v) Keeping organization records
- 17.2.9T2 Office layout
  - i) Open office
  - ii) Close office
- 17.2.9T3 Types of filing
  - iii) Vertical filing
  - iv) Horizontal filing
- 17.2.9T4 How an office can be organized
  - i) Routine tasks
  - ii) Non-routine
  - iii) Work schedule
  - iv) Organization structure
- 17.2.9T5 Methods of filing
  - i) Alphabetical
  - ii) Geographical
  - iii) Numerical

# iv) Chronological 17.2.9T6 Identification and use of office equipment

# Suggested Learning Resources

- i) Model office
- ii) Office equipment
- iii) telephone
- iv) fax
- v) computers
- vi) filing cabinets
- vii) typewriters /teleprinter
- viii) furniture

# 17.2.10 ESTIMATING AND COSTING

## 17.2.10T0Specific Objectives

By the end of the submodule the trainee should be able to:

- a) describe elements of cost
- b) determine the cost of a process or product
- c) calculate breakeven point from the given data

## 17.2.10C Competence

The trainee should have the ability to determine break-even point and the cost of producing a given component

#### Content

17.2.10T1 Elements of cost

- i) Material cost
- ii) Labour cost
- iii) Expenses (direct and indirect)

17.2.10T2 Cost 17.2.10T3 Break-even point

- Plot

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