Organizational Structures

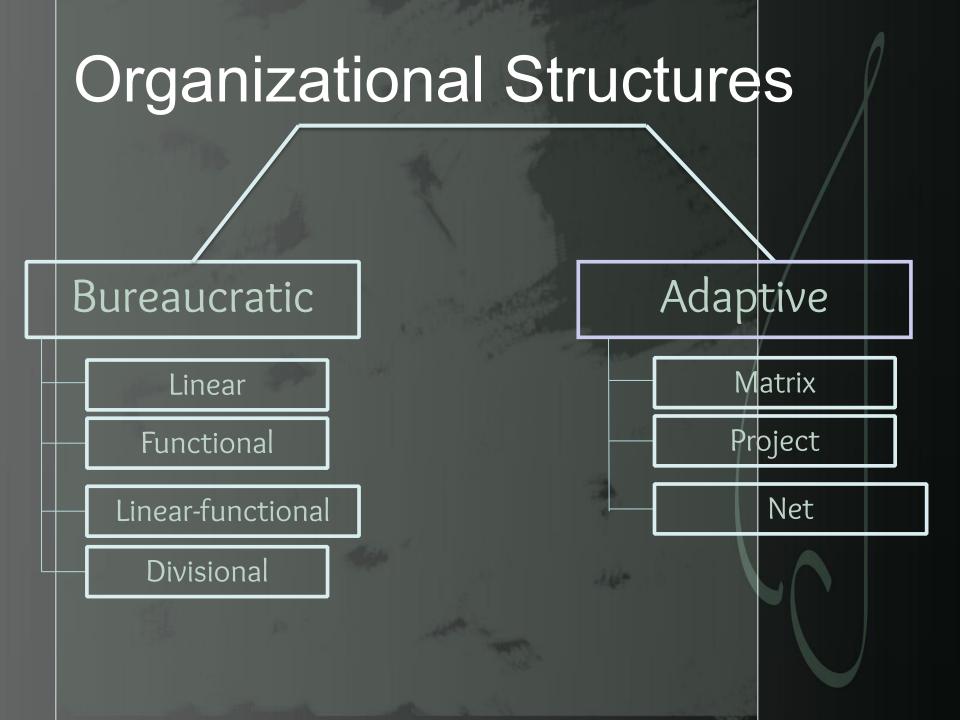
Kinds and Description

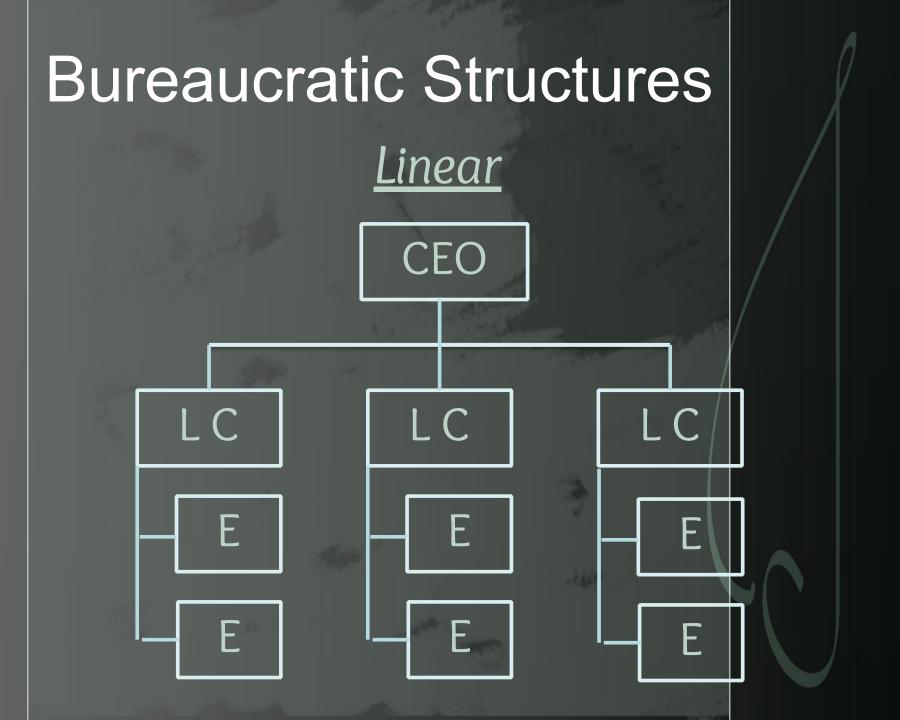
Organizational Structures

internal arrangement of the object, compound and correspondences between the elements of it

Organizational Structures

The organizational structure is formed on the definition of "linear and functional interconnections"



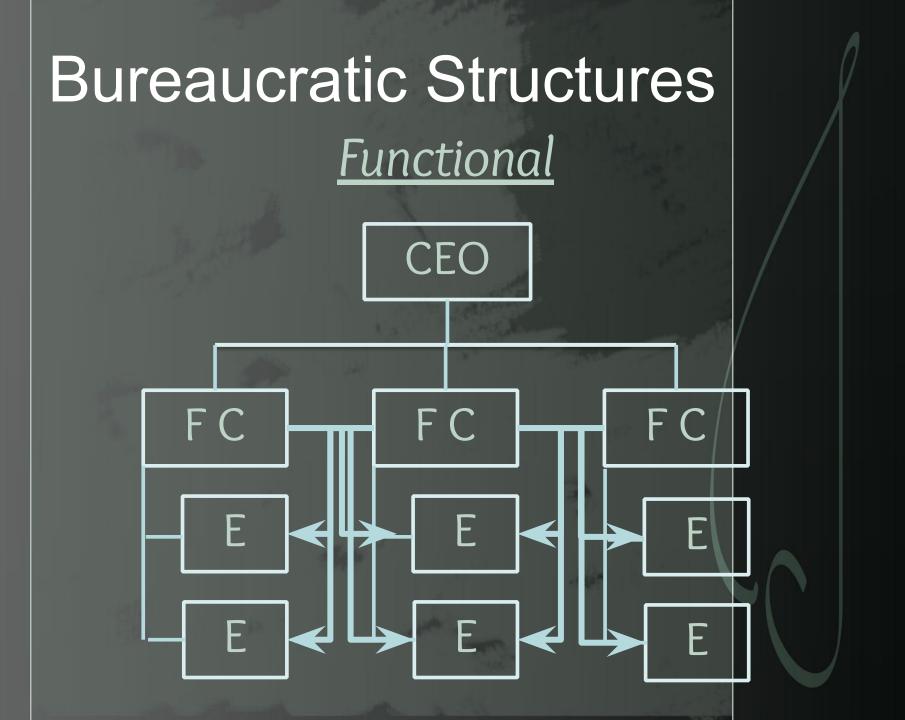


Linear Structure

• Advantages - Subordination – Full charge (responsibility) – More flexibility in introducing new participants

<u>Disadvantages</u>

 – Less
 competences
 – No
 cross-changes

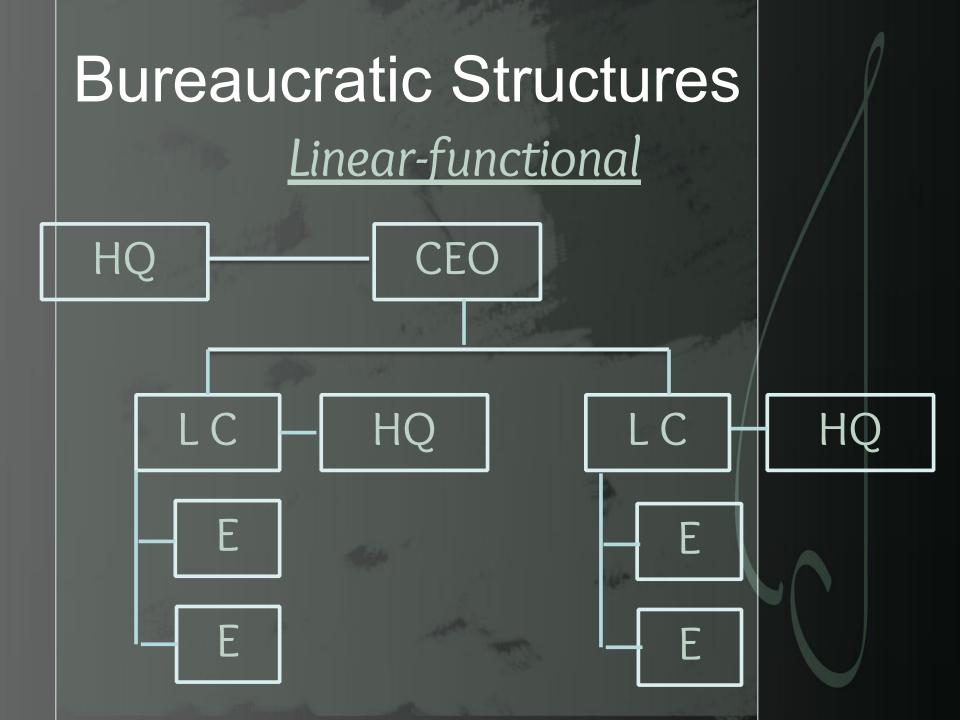


Functional Structure

Advantages
 More
 competence

Disadvantages

 More
 harmonization
 needed
 Less
 responsibility

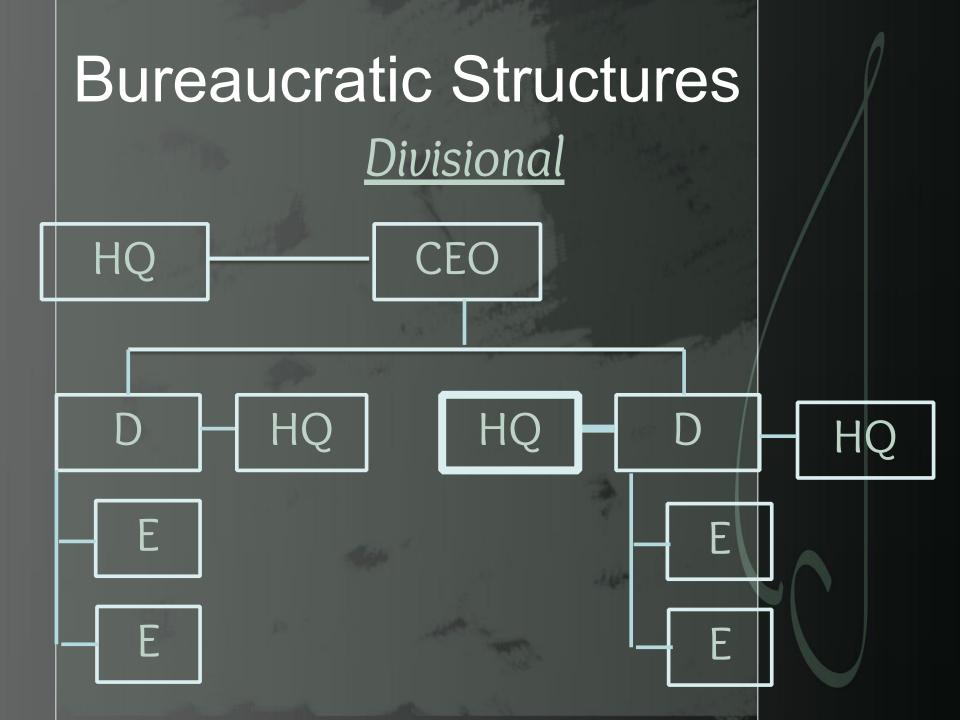


Linear -functional Structure

- Advantages

 Subordination
 More
 competence in
 decision making
 Full responsibility
- Disadvantages

 More workload in concordance needed
 More costs for managers



Divisional Structure

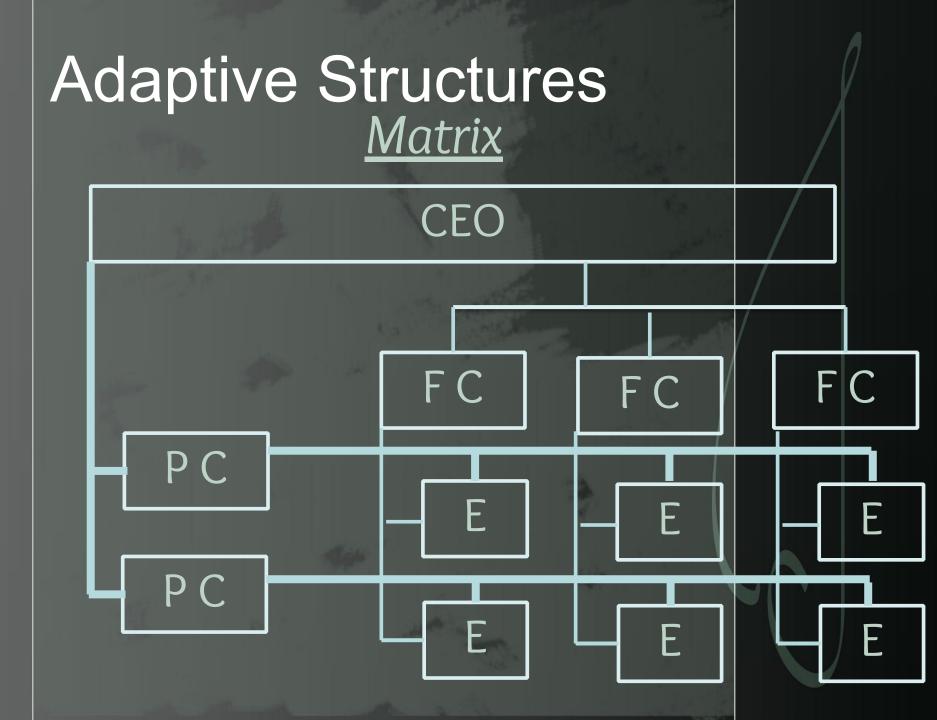
Division – relatively independent from the central management department.

Divisional Structure

- Advantages
 Subordination in division
 - Better
 co-ordination
 - More competence

 Disadvantages

 More workload in concordance needed
 More costs for managers

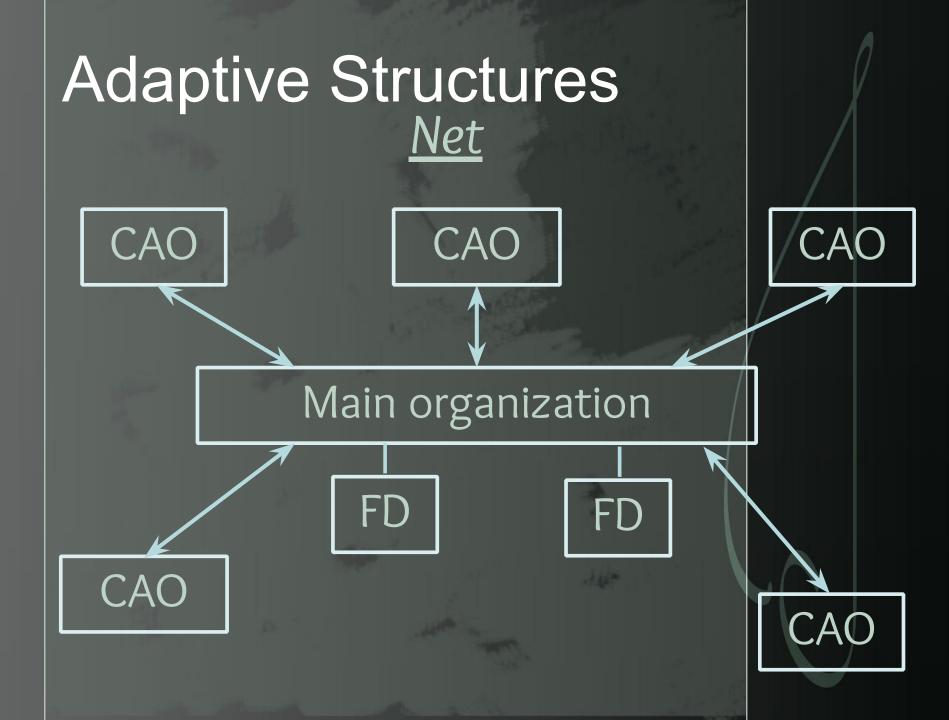


Matrix Structure

 Advantages

 All from functional
 Absolute co-ordination
 Flexibility

 Disadvantages - Complexity – Broken subordination principle - Conflicts possible



Net Structure

Advantages
 Outsourcing

Disadvantages

 No direct control
 No direct
 influence
 Stopped activity