Ethical Decision Making

<u>Prepared By:</u> Prof. K. R. Chaudhari Assistant Professor, EED, RNGPIT, Bardoli

INTRODUCTION

- Ethical models that guide decision making
- Ethical decision making with cross holder conflicts and competition
- Kohlberg's model of cognitive moral development
- Influences on ethical decision making
- Personal values and ethical decision marking

Ethical Models

- Utilitarian approach
- Rights approach
- Fairness/Justice approach
- Common good approach
- Virtue approach

Ethical Models - Utilitarian Approach

The ethical action is the one that produces the greatest good and does the least harm for all stakeholders e.g. clients, colleagues, the community.

The utilitarian approach deals with consequences; it tries both to increase the good done and to reduce the harm done.

Ethical Models - Rights Approach

The ethical action is the one that best protects and respects the moral rights of those affected.

- Humans have the ability to choose what they do with their lives.
- They have a right to be treated as ends and not merely puppets where the end justifies the means.
- Choices about e.g. what kind of life to lead, to be told the truth, not to be injured, to a degree of privacy.

Ethical Models - fairness Approach

Ethical actions should treat all human beings equally, or if unequally, then fairly based on some standard that is defensible.

E.g. people are paid more based on their greater contribution to the organization, and we say that is fair.

Ethical Models - Common Good Approach

This approach suggests that the interactions with your community are the basis of ethical reasoning.

- Respect and compassion for all others, especially the vulnerable, are requirements of such reasoning.
- This approach draws attention to marginalized groups such as <u>PwD</u>.

Ethical Models - Virtue Approach

Virtues are dispositions and habits that enable us to act according to the highest potential of our character.

- Honesty, courage, compassion, generosity, tolerance, love, loyalty, integrity, fairness, selfcontrol, and wisdom are all examples of virtues.
- Virtue ethics asks of any action, "What kind of person will I become if I do this?" or "Is this action consistent with my acting at my best?"

Which Approach, you use ...??

- Each theory discussed above are have their own strength and weakness.
- Also there are different people, follow different approach.
- So it is difficult to tell which approach is best, as all approaches are claim various ethical principles and they are right at their position.

So it is based on situation and way of thinking of decision maker will decide which approach is used in particular situation.

Cross Holder Conflicts

- The problem of ethical decision making becomes more complicated when we factor the conflicting interests of stakeholders in business.
- In a situation of conflicting interests of stakeholders, as for instance, when an organization with a view to increasing profits and declaring higher dividends to shareholders on a long-term basis, resorts to the introduction of high-technology labor-saving devices, and dismissal of its labor in hundreds, it leads to a very complex ethical decision making problem to managers.
- Such situations occur very often in industries.
- This type of situation calls for a solution with a "human face".
- For example the managers can ensure that displaced employee from one division can be train suitably to enable them to be absorb in the company's other division.
- This type of situation is not an easy job so ethicists find it difficult to offer a proper solution to these conflicting situation.
- Barry proposed the following decision making rules regarding cases of conflicts and mixed effects:
 - Choose more important obligation between two or more obligations.
 - → Choose an action of higher ideal when two or more ideals conflicts or when ideals conflict with obligations.
 - Choose the action that produces greater good, or the leaser harm, when the effect are mixed.



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