

BA 309 – Ethics of Business Management

COURSE SYLLABUS Spring 2022

Instructor:	Dr. Allan Samson, PhD, JD
Lecture Schedule:	Monday, 3:30 PM – 6:15 PM
Credits:	3 units / 45 lecture hours
Level:	Mastery 1 (M1)
Office Hours:	By appointment
	e-mail: <u>allan.samson@sbcglobal.net</u>
	Phone: (415) 235-4959
Textbook:	Business Ethics, 5th edition, Crane and Matten (2019)
	Oxford University Press: ISBN: 978-0-19-881007-0
	Business Ethics, 9th edition, William H. Shaw (2016)
	Wadsworth Cengage: ISBN: 978-1-305-58208-8
Prerequisite:	None
Last Revision:	January 2, 2022

CATALOG DESCRIPTION:

The course is an advanced review of ethical theories and value systems. Topics include moral issues, codes of ethics, conflict of interest, social and fiduciary responsibilities, the work ethics, and other situations which arise within business management.

INTRODUCTORY QUESTIONS

What's wrong with giving bribes? What's wrong with asking for bribes? What's wrong with paying money to a lower official if it will speed up bureaucratic regulations? What's wrong with large executive bonuses after company losses? What's wrong with exchanging promotions for sexual favors? What's wrong with giving expensive gifts to get a contract? What's wrong with hiring your less qualified relatives for important positions? What's wrong with using insider knowledge to buy or sell stock in a company? What's wrong with outsourcing jobs if it will increase your company's profits? What's wrong with allowing foreign contractors to hire children to produce your product if it will increase company profits? Should you report on the management of your own company if you know it is hiding or covering up hazardous chemicals if you risk losing your job? What's wrong with selling chemicals to other countries (where it is legal to do so) if it is against the law to sell these same chemicals in your own country? What's wrong with using your company's economic power to lower process in order to drive competitors out of business? What's wrong with

deregulating government rules? What's wrong with opposing government oversight? What's wrong with setting up secret overseas bank accounts? What's gone wrong with the "free market"?

LEARNING OBJECTIVES

This course will consider ethical behavior in American and international businesses. Topics will include awareness of ethical issues in organizations, stakeholder interests in organizations, the cultural background of business ethics, the ethics of income inequality, bribery and corruption, corporate dishonesty, corporate social responsibility, global ethics, codes of conduct, responsibility for foreign investors, transparency in global business, child labor, human rights in international business, regulating foreign contractors, business ethics in America, Europe, China, Japan and Islamic nations, developing a global code of conduct, socially responsible investment, ethics and the environment, whether multinational corporations can act in a socially responsible manner, and what is the relationship between ethics and capitalism.

COURSE QUESTIONS

- 1. Ethics in relation to social responsibility.
- 2. Values, ethics, and ethical leadership in relation to different situations.
- 3. Comparison of American ethical business values with those found in other international cultures.
- 4. Application of Corporate Social Responsibility and Socially Responsible Investing.
- 5. Ethical questions concerning Google, Shell IKEA, Walmart, Exxon, Pepsi, GlaxoSmithKline, Nestle, and Siemens.
- 6. How endemic are bribery and corruption?
- 7. Income Inequality - how acceptable?
- 8. Capitalism and ethics.

COURSE LEARNING OUTCOMES¹

	Course LO	Program LO	Institutional LO	Assessment activities
1	Consider the ethical issues in Capitalism.	PLO 6	ILO 3b	Assess concepts such as profit motive, competition, the "Invisible Hand", Inequality, alienation, Short-term focus, and work ethic.
2	Stakeholder or Shareholder Theory as a model for business ethics.	PLO 2	ILO 1b, ILO 2b, ILO 4b	Assess each theory as providing a base for business ethics.
3	What ethical theories are consonant with Capitalism?	PLO 6	ILO 3b	Assess the ethical theories of utilitarianism, ethics of duties, ethics of human rights, and

¹ Detailed description of learning outcomes and information about the assessment procedure are available at the <u>Center for Teaching and Learning</u> website (ctl.lincolnuca.edu).

				ethics of justice as they apply to international business.
4	Consider the social and	PLO 2	ILO 1b, ILO	Assess codes of ethics,
	ethical responsibilities of		2b, ILO 4b	corporate governance, fiduciary
	corporations.			responsibility, ethics in
				advertising, insider trading,
				whistleblowing, and socially
				responsible investing.
5	Consider Free Market	PLO 2	ILO 1b, ILO	Assess the positive and negative
	Capitalism and Income		2b, ILO 4b	aspects of income inequality as
	Inequality and the			an engine of economic growth
	"hollowing out" of the			and the effect of regulation,
	middle class.			government spending, and
				progressive taxation.
6	Evaluate the ethical effects	PLO 1	ILO 1b, ILO	Assess how secure the middle
	of artificial intelligence and		2b	class is in the wake of artificial
	robotization.			intelligence and robotization.

INSTRUCTIONAL METHODS

Students are expected to read the assigned chapter and articles and case studies before each class. Case studies and hypothetical problems will comprise a part of each class session. Students will consider the case studies individually and in groups.

There will be class discussions and group presentations by students on the case studies and articles.

Assignments and projects require students to actively use resources of the library. Detailed guide to business *resources of the library* as well as the description of Lincoln University approach to *information literacy* are available at the Center for Teaching and Learning website (ctl.lincolnuca.edu).

PROJECT PRESENTATION:

There will be a final presentation on a topic to be decided by the students and the professor. The projects will be presented by teams on the last day of class. The presentation paper will be submitted before the end of the semester. The presentation will comprise approximately 20 per cent of the final grade.

Students' work is expected to be original.

TESTING

There will be one mid-term examination and one final examination. Both will be essay examinations. Homework assignments will be turned in. Questions on ethical case studies will be given and answered in class.

GRADING

Grading will be based on the following criteria:

Mid-term	: 30 per cent
Final Examination	: 40 per cent
Class Attendance and Homework	: 10 per cent
Presentation	: 20 per cent

Grading Standard:

Grade	A	A-	B+	В	B-	C+	C	C-	D+	D	F
Points	95-100	90-94	87-89	84-86	80-83	77-79	74-76	70-72	67-69	60-66	0-59

Classroom Protocol:

Courtesy is expected. This includes no cell phone usage. Excessive talking will be punished by immediate beheading.

COURSE CALENDAR AND ASSIGNMENTS

The assigned material for each date should be read <u>before</u> the class with the exception of the first class. Class participation in discussing the material and case studies and hypothetical questions is expected.

<u>Date</u>	<u>Assignments</u>
Jan 24	Hypothetical Ethics Problems Shaw: Chapter 1
Jan 31	Crane & Matten: Chapter 2
Feb 7	Crane & Matten: Chapter 3 (excluding pp. 112-125)
	Shaw: pp. 93-108
	Discussion problems: The Runaway Trolley; The Mignonette; The Girl in the Basement
Feb 14	Shaw: Chapter 4
	Reading assignment: David Brooks: "I was Once a Socialist. Then I Saw How it Worked": New York Times, December 5, 2019 This article can be accessed at: https://www.nytimes.com/2019/12/05/opinion/socialism- capitalism.htm
Feb 21	No Class – President's Day

Feb 28	Shaw: Chapter 4 (continued) Movie: "Inequality for All"
March 7	Shaw: Chapter 5: Corporations Milton Friedman's Influential Essay on Business, 50 years Later
March 14	Mid-Term
March 21	Crane & Matten: Chapter 6
March 28	Crane & Matten: Chapter 7
April 4	Movie: "Inside Job" (Academy Award-nominated)
April 11	Crane & Matten: Chapters 8 and 9
April 18	Crane & Matten: Chapter 10
	Topical Issues: Inequality of Income; Corruption: Executive Compensation; Race to the Bottom
	The following articles can be accessed at: https://bit.ly/30qAkWb
	Economist: "Capitalism and Inequality" (Oct. 13, 2012)
	Jeffrey A. Fadiman: "A Traveler's Guide to Gifts and Bribes", HBR (July-August 1986)
April 25	Thomas Donaldson: "Values in Tension": HBR (SeptOct. 1996)
	Bodrick: "The Shakedown" (Harvard Business School Case Study)
	Case: "Boycott the Baby Killers," Crane & Matten, 3 rd edition
	Porter and Kramer: "Strategy and Society", HBR (December 2006)
	Transparency International Corruption Perception Index 2019 (look it up on Google)

Three NYT articles on Executive Compensation (see Articles Link in site above)

Four NYT articles on garment manufacturing in Bangladesh exemplifying concept of "Race to the Bottom". (see Articles link in site above)

May 2 Presentations

May 9 Final Examination

FACULTY INFORMATION

Professor Samson has a B.A. in Economics from the University of Illinois, an M.A. in Economic Development from the East-West Center of the University of Hawaii, a Ph.D. in Political Science from the University of California-Berkeley, and a J.D. from the University of San Francisco.

He has been professor at Lincoln University since 2001 and has taught Business Ethics at Lincoln University for the past 16 years.

He is a member of the Board of Trustees at Lincoln University.

He is a practicing attorney in San Francisco.