UNIVERSITY OF ECONOMICS - VARNA MASTER DEGREE CENTER

DEPARTMENT OF GENERAL ECONOMIC THEORY

Adopted by the FC (record №/ date): ACCEPTED BY:

Adopted by the DC (record №/ date): №8/28.02.2020 Dean:

(Assoc. Prof. Hr. Blagoycheva, PhD)

SYLLABUS

SUBJECT: INTERNATIONAL HR MANAGEMENT

DEGREE PROGRAMME: International Business and Manageent; MASTER'S DEGREE

YEAR OF STUDY: 6; SEMESTER: 12

TOTAL STUDENT WORKLOAD: 240 hours; incl. curricular 60 hours

CREDITS: 8

<u>DISTRIBUTION OF STUDENT WORKLOAD ACCORDING TO THE CURRICULUM</u>

| TYPE OF STUDY HOURS | WORKLOAD, hours | TEACHING HOURS PER WEEK, hours |
|-----------------------------|--------------------|--------------------------------------|
| CURRICULAR: | | |
| incl. | | |
| • LECTURES | 30 | 2 |
| • SEMINARS / LAB. EXERCISES | 30 | 2 |
| EXTRACURRICULAR | 180 | - |

Prepared by:

| 1. | (Assoc. Prof. Hristo Mavrov, PhD) |
|--|---------------------------------------|
| 2. | (Assist. Prof. Aleksandar B. Todorov) |
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I. ANNOTATION

International human resource management deals with the description and analysis of managerial and economic issues related to human resources in the company in international context. These include classic aspects such as recruitment, organization, and promotion of personnel, as well as problems related to teamwork, encouragement and intangible relationship between employer and employee. Specific to the course is the interdisciplinary approach, which combines managerial and economic approaches and methods. They feature a sophisticated analytical apparatus for finding trade-offs between the benefits and costs that, which are to be balanced in practice.

The aim of the course is to provide students with the basic theoretical and analytical tools for describing and analyzing human source related relationships in practice. In this way, the learning process in the discipline helps to improve the preparation and decision-making skills. The topics are based on applied management and microeconomic analysis of human resources, which includes solving problems related to information asymmetry in staffing, investment in human capital, transaction costs and principal-agent relationships.

Prerequisites. Prior knowledge of management and economics is not required. To the extent that International HR Management includes in its toolkit the analysis of theoretical relationships as well as the solution of practical cases in an international context, a deeper command of the English language is required to delve deeper into management problems and dilemmas.

Building knowledge and understanding. The discipline lays the foundations for understanding the nature of the problems and solutions related to human resource management, their advantages and limitations. An interdisciplinary approach allows for a strategic look at the most important resource of modern businesses - the people. The course extends this view by placing this resource in an international context.

Application of knowledge and skills. Participation in the course requires students to become familiar with the nature of the problems at conceptual level during the lectures, as well as with the basic approaches for solving them. The acquired knowledge and skills in lectures are deepened in the tutorials through their application in specific practical situations from the international economic reality.

Formation of new knowledge and skills. The contemporary complex nature of human resources management requires not only the combination of management approaches with economic approaches, but also their positioning in an international context. This broadens the understanding of the management of this important process in the work of the modern company and provides the necessary basis for the successful realization of students in a multicultural environment.

II. THEMATIC CONTENT

| No. | TITLE OF UNIT AND SUBTOPICS | NUMBER OF HOURS | | OURS |
|--|---|-----------------|---|------|
| | | L | S | L.E. |
| 1. IN | 1. INTRODUCTION | | 1 | |
| 1.1. | Transactions and individuals in organizations | | | |
| 1.2. | Efficiency of organizations | | | |
| 1.3. | Issues in coordination and motivation in the organization | | | |
| 2. HU | 2. HUMAN RESOURCE PLANNING | | 1 | |
| 2.1. | Assessing human resource requirements | | | |
| 2.2. | Optimal human resource planning | | | |
| 2.3. | Role of foreign labor markets | | | |
| 3. RECRUITMENT – THE PROBLEM OF ASYMMETRIC INFORMATION | | 2 | 1 | |

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| 3.1. | Market failures and asymmetric information | | | |
|---------------|---|---|---|--|
| 3.1. | Hidden characteristics of the applicants | | | |
| 3.3. | Adverse selection in the recruitment process | | | |
| | • | | | |
| | CRUITMENT - SOLUTIONS TO THE PROBLEM OF IMETRIC INFORMATION | 2 | 1 | |
| 4.1. | Contracts inducing "self-selection" | | | |
| 4.2. | Screening the job applicants | | | |
| 4.3. | Signaling the productivity of labor | | | |
| 5. HU | MAN RESOURCE TRAINING | 2 | 1 | |
| 5.1. | Theory of human capital | | | |
| 5.2. | Investments in education | | | |
| 5.3. | Investments in on-the-job training | | | |
| 6. OR | GANIZING HUMAN RESOURCES | 2 | 1 | |
| 6.1. | Transaction cost theory | | | |
| 6.2. | Transaction costs of centralized organization | | | |
| 6.3. | Transaction costs of decentralized organization | | | |
| | GANIZATIONAL DESIGN | 2 | 1 | |
| 7.1. | Flat and hierarchical structures | | | |
| 7.2. | Hybrid and network structures | | | |
| 7.3. | Solving coordination problems | | | |
| | BDESIGN | 2 | 1 | |
| 8.1. | Combining skills and tasks | | | |
| 8.2. | Approaches to job design | | | |
| 8.3. | The role of intrinsic motivation | | | |
| 9. TEA | | 2 | 1 | |
| 9.1. | Pros and cons of teamwork | | | |
| 9.2. | When to use teams | | | |
| 9.3. | Team composition | | | |
| | FORMATION TECHNOLOGIES AND JOB DESIGN | 2 | 1 | |
| 10.1. | Centralizing and decentralizing tendencies in organizations | | | |
| 10.2. | Sill-biased and task-biased technological change | | | |
| 10.3. | Algorithms and job redesign | | | |
| | WARD – TRADE-OFF BETWEEN RISK AND INCENTIVES | 2 | 1 | |
| 11.1. | Contract theory – the basic "principle-agent" model | | | |
| 11.2. | Efficiency of contract relationships | | | |
| 11.3. | Trade-off between efficiency and moral hazard | | | |
| | WARD - REDUCING MORAL HAZARD | 2 | 1 | |
| 12.1. | Performance monitoring | | | |
| 12.2. | Bonding, deferred payments and efficiency wages | | | |
| 12.3. | Choice of optimal contract | _ | 4 | |
| | YMENT ISSUES WITH MULTITASKING Dringing of annique of | 2 | 1 | |
| 13.1. | Principle of equivalent compensation | | | |
| 13.2. | Problems with performance evaluation | | | |
| 13.3. | Role of nonfinancial compensation | _ | _ | |
| | FICIENCY WAGES, REPUTATION AND FAIRNESS | 2 | 1 | |
| 14.1. | Determining the efficiency wage | | | |
| 14.2. | Reputation and relational contracts | | | |
| 14.3. | Fairness and compensation | | | |

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| 15. GI | OBAL TRENDS IN HR MANAGEMENT | 2 | 1 | |
|--------|--|----|----|--|
| 15.1. | Globalization and the changing role of HR management | | | |
| 15.2. | Outsourcing, shared services and eHRM | | | |
| 15.3. | International convergence in HR management | | | |
| | Total: | 30 | 15 | |

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III. FORMS OF CONTROL:

| Nº | TYPE AND FORM OF CONTROL | Number | Extra- curricu- lar, hours |
|------|---------------------------------|--------|-------------------------------------|
| 1 | Tage 14 | | |
| 1. | Midterm control | | |
| 1.1. | Midterm tests | 2 | 50 |
| 1.2. | Literature review | 1 | 30 |
| | Total midterm control: | 3 | 80 |
| 2. | Final term control | | |
| 2.1. | Examination (test) | 1 | 100 |
| | Total final term control: | 1 | 100 |
| | Total for all types of control: | 4 | 180 |

IV. LITERATURE

REQUIRED (BASIC) LITERATURE:

- 1. LAZEAR, E., GIBBS, M. (2015) *Personnel Economics in Practice*. 3rd Ed. Hoboken: Wiley. [Signature in the library at University of Economics Varna: B 75874]
- 2. BREWSTER, C., MAYRHOFER, W. and MORLEY, M. (2016) *Human Resource Management in Europe*. London: Routledge. [Signature in the library at University of Economics Varna: B 76503]

RECOMMENDED (ADDITIONAL) LITERATURE:

- 1. DORN, D. (2015) The Rise of the Machines: How Computers Have Changed Work. *UBS Center Public Paper#4*. [Online] https://www.ddorn.net/papers/Dorn-TheRiseOfThe Machines.pdf [Accessed: 06/12/2019].
- 2. GARIBALDI, P. (2006) *Personnel Economics in Imperfect Labor Markets*. Oxford: Oxford University Press. [Signature in the library at University of Economics Varna: B 75883]
- 3. GOOLSBEE, A., LEVITT, S. and SYVERSON, C. (2013) *Microeconomics*. New York: Worth Publishers. [Signature in the library at University of Economics Varna: C 7438]
- 4. KATZENBACH, J.R. and SMITH, D.K. (1993) The Discipline of Teams. *Harvard Business Review*. 3-4 pp.111-120 [Online] http://www.academia.edu/download/28454985/the_discipline_of_teams.pdf [Accessed: 06/12/2019]
- 5. LAZEAR, E. (2011) *Inside the Firm: Contributions to Personnel Economics*. Oxford Univ. Press. [Signature in the library at University of Economics Varna: B 74389]
- 6. MILGROM, P. and ROBERTS, J. (1992) *Economics, Organization & Management*. Englewood Cliffs: Prentice Hall. [Signature in the library at University of Economics Varna: C 4460]
- 7. REES, G., SMITH, P. (2017) *Strategic Human Resource Management: An International Perspective*. 2nd Ed. London, UK: SAGE Publ. [Signature in the library at University of Economics Varna: B 76475]
- 8. SALVATORE, D. (2015) *Managerial Economics: Principles and Worldwide Applications*. Oxford, UK: Oxford University Press. [Signature in the library at University of Economics Varna: B 75886]

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