

### PROFESSIONAL ETHICS (HUT 200)

Module V Global Ethical Issues



## Syllabus

Multinational Corporations- Environmental Ethics- Business Ethics- Computer Ethics -Role in Technological Development-Engineers as Managers- Consulting Engineers- Engineers as Expert witnesses and advisors-Moral leadership.

## GLOBALIZATION

- Globalization means integration of countries through commerce, transfer of technology, and exchange of information and culture.
- The flows include knowledge, science, technology, skills, culture, information, and entertainment, besides direct human resource, tele-work, and outsourcing.
- This interdependence has increased the complex tensions and ruptures among the nations.
- For the engineers, the issues such as multinational organizations, computer, internet functions, military development and environmental ethics have assumed greater importance for their very sustenance and progress.

### MULTINATIONAL CORPORATIONS

- Organisations who have established business in more than one country, are called multinational corporation.
- The headquarters are in the home country and the business is extended in many host countries.

- The Western organizations doing business in the less-economically developed (developing, and overpopulated) countries gain the advantage of
  - Inexpensive labour, availability of natural resources, conducive-tax atmosphere, and virgin market for the products.
- At the same time, the developing countries are also benefited by
  - Fresh job opportunities, jobs with higher remuneration and challenges, transfer of technology, and several social benefits by the wealth developed.
- But this happens invariably with some social and cultural disturbance.
  - Loss of jobs for the home country, and loss or exploitation of natural resources, political instability for the host countries

### International Human Rights

- At international level, the organizations are expected to adopt the minimum levels of Values, such as
  - Mutual support, loyalty, and reciprocity.
  - The negative duty of refraining from harmful actions such as violence and fraud.
  - Basic fairness and practical justice in case of conflicts.

- The ten international rights to be taken care of;
  - Right of freedom of physical movement of people
  - Right of ownership of properties
  - Freedom from torture
  - Right to fair trial on the products
  - Freedom from discrimination on the basis of race or sex.
  - Physical security. Use of safety gadgets have to be supplied to the workers even if the laws of the host country do not suggest such measures.
  - Freedom of speech and forming association
  - Right to have a minimum education
  - Right to political participation
  - Right to live and exist (i.e., coexistence).

### **Technology Transfer**

- It is a process of moving technology to a new setting and implementing it there.
- Technology includes hardware (machines and installations) and the techniques (technical, organizational, and managerial skills and procedures).
- It may mean moving the technology applications from laboratory to the field/factory or from one country to another.
- This transfer is effected by governments, organizations, universities, and MNCs.

### Appropriate Technology

- Identification, transfer, and implementation of most suitable technology for a set of new situations.
- Technology includes both hardware (machines and installations) and software (technical, organizational and managerial skills and procedures).
- Factors such as economic, social, and engineering constraints are the causes for the modification of technology.
- The term *appropriate* is value based and it should ensure fulfilment of the human needs and protection of the environment

### MNCs and Morality

- MNCs have to adopt appropriate measures not to disturb or dislocate the social and living conditions and cultures of the home&host countries.
- A few principles are enlisted here:
  - MNC should respect the basic human rights of the people of the host countries.
  - The activities of the MNC should give economic and transfer technical benefits, and implement welfare measures of the workers of the host countries.
  - The business practices of the multinational organisations should improve and promote morally justified institutions in the host countries.
  - The multinationals must respect the laws and political set up, besides cultures and promote the cultures of the host countries.
  - The multinational organisations should provide a fair remuneration to the employees of the host countries.
  - Multinational institutions should provide necessary safety for the workers when they are engaged in hazardous activities and 'informed consent' should be obtained from them.
    - Adequate compensation should be paid to them for the additional risks undertaken.

### **Ethical Balance**

- Ethical relativism: The corporation (and the engineers) functioning in other countries must understand their law, customs, and beliefs and act in line with those prevailing in that country.
- Ethical absolutism: The organizations may practice laws of the home country, without adjustments to the host culture.
- Ethical relationalism (contexualism): Moral judgments are made in relation to the factors prevailing locally, without framing rigid rules.
- Ethical pluralism: accepts cultural diversity and respects the legitimate cultural differences among individuals and groups, of the host country.

## **ENVIRONMENTAL ETHICS**

- Study of (a) moral issues concerning the environment, and (b) moral perspectives, beliefs, or attitudes concerning those issues.
- Essential of engineering activity
  - Ensure protection (safety) of environment
  - Prevent the degradation of environment, and
  - Slow down the exploitation of the natural resources, so that the future generation can survive.

- Duties towards environmental ethics
  - Environmental impact assessment
  - Establish standards
  - Counter measures
  - Environmental awareness



- Disasters
  - Plastic Waste Disposal
  - e-Waste Disposal
  - Industrial Waste Disposal
  - Depletion of Ozone Layer
  - Global Warming
  - Acid Rain

- Human centered Environmental Ethics
  - This approach assumes that only human beings have inherent moral worth duly to be taken care of.
  - Other living being and ecosystems are only instrumental in nature.
  - Rights ethicists favour the basic rights to live and right to liberty, to realise the right to a live in a supportive environment.
  - Virtue ethics stresses importance of prudence, humility, appreciation of natural beauty, and gratitude to the mother nature that provides everything.
- Nature-centered ethics
  - Ensures the worth of all living beings and organisms, seems to be more appropriate in the present-day context.

## **BUSINESS ETHICS**

- The system of moral principles and rules of the conduct applied to business.
- Defined as the systematic study of ethical matters pertaining to the business, industry or related activities, institutions and beliefs.



## Factors Considered

- A business should aim to have fair dealing with everyone dealing with it.
- Ethics should be fixed for everyone working in the organisation at any level and their implementation should be linked with reward- punishment system.
- Any violation of ethics should be detected at the earliest and remedial measures taken immediately.
- Business ethics should be based on broad guidelines of what should be done and what should be avoided.
- The ethics should be based on the perception of what is right.

- Sources of Business Ethic
  - Religion, Culture and Law
- Importance of Business Ethics
  - Corresponds to Basic Human Needs
  - Credibility in the Public
  - Credibility with the Employees
  - Better Decision Making
  - Profitability
  - Protection of Society

## COMPUTER ETHICS

- Computer ethics is defined as
  - (a) study and analysis of nature and social impact of computer technology,
  - (b) formulation and justification of policies, for ethical use of computers.
- The use of computers have raised a host of moral concerns such as free speech, privacy, intellectual property right, and physical as well as mental harm.



- Types of Issues
  - Computer as the Instrument of Unethical Acts
  - Computer as the Object of Unethical Act: Hacking, Spreading virus, Health hazard
  - Problems Related to the Autonomous Nature of Computer: Security risk, Loss of human lives

- Ethical problems in workplace
  - Elimination of routine and manual jobs
  - Health and safety
  - Computer failure
- Property Issues
  - Computers have been used to extort money through anonymous telephone calls.
  - Computers are used to cheat and steal by current as well as previous employees.
  - Cheating of and stealing from the customers and clients.
  - Violation of contracts on computer sales and services.
  - Conspiracy as a group, especially with the internet, to defraud the gullible, stealing the identity and to forge documents.
  - Violation of property rights



- Computer Crime
  - Physical Security
  - Logical security
    - The privacy of the individuals or organizations, confidentiality, integrity, uninterrupted service, protection against hacking.
      - Weaknesses in this direction are: (a) the difficulty in tracing the evidence involved and (b) absence of stringent punishment against the crime

# Continued.. • Professional

### Professional Responsibility

- The computer professionals should be aware of different conflicts of interests as they transact with other at different levels.
- The IEEE and Association for Computing Machinery (ACM) have established the codes of ethics to manage such responsibilities.
- The Big Net
  - Knowledge is internationalised
  - There are no international laws to regulate the issues of freedom of speech, intellectual property rights, privacy rights etc.

## **ENGINEERS AS MANAGERS**

- Characteristics
  - Promote an ethical climate, through framing organization policies, responsibilities and by personal attitudes and obligations.
  - Resolving conflicts, by evolving priority, developing mutual understanding, generating various alternative solutions to problems.
  - Social responsibility to stakeholders, customers and employers

- Managing Conflicts
  - Conflicts based on schedules
  - Conflicts arising out of fixing the priority to different projects or departments
  - Conflict based on the availability of personnel
  - Conflict over technical, economic, and time factors
  - Conflict arising in administration
  - Conflicts of personality, human psychology and ego problems
  - Conflict over expenditure and its deviations



- Solving conflicts
  - People: views of all concerned should be obtained
  - Interests: Focus must be only on the ethical attitudes or motives and not on the positions.
  - Options: Generate various options as solutions
  - Evaluation: based on some specified objectives such as efficiency, quality, and customer satisfaction

## **CONSULTING ENGINEERS**

- Work in private.
- No salary from the employers.
- Charge fees from the sponsor and they have more freedom to decide on their projects.



- Ethical responsibilities
  - Advertising
    - Deceptive advertisings are prohibited (white lies, Half-truth, Exaggerated claims, Making false suggestions, Through vague wordings or slogans.)
  - Competitive Bidding
  - Contingency Fee
    - Fee or commission paid to the consultant,
  - Safety and Client's Needs

## ENGINEERS AS EXPERT WITNESS

- Required to provide expert opinion and views in many legal cases of the past events.
- Functions of eye-witness and expert-witness

Eye-witness	Expert-witness
<ol> <li>Eye-witness gives evidence on only what has been seen or heard actually (perceived facts)</li> </ol>	<ol> <li>Gives expert view on the facts in their area of their expertise</li> </ol>
	<ol> <li>Interprets the facts, in term of the cause and effect relationship</li> </ol>
	<ol> <li>Comments on the view of the opposite side</li> </ol>
	<ol> <li>Reports on the professional standards, especially on the precautions when the product is made or the service is provided</li> </ol>



- Expert-witnesses, are likely to abuse their positions in the following manners:
  - Hired Guns
  - Money Bias
  - Ego Bias
  - Sympathy Bias

- Duties
  - The expert-witness is required to exhibit the responsibility of confidentiality just as they do in the consulting roles.
  - More important is that as witness they are not required to volunteer evidence favorable to the opponent.
  - They should be objective to discover the truth and communicate them honestly.
  - The stand of the experts depends on the shared understanding created within the society.
  - The experts should earnestly be impartial in identifying and interpreting the observed data, recorded data, and the industrial standards.

## ENGINEERS AS ADVISORS IN PLANNING AND POLICY MAKING

- As advisor, give their view on the future such as in planning, policy-making, which involves the technology.
- Issues and requirements
  - Objectivity: study the cost and benefits of all possible alternative means in objective manner
  - Study All Aspects: economic viability (effectiveness), technical feasibility (efficiency), operational feasibility (skills) and social acceptability
  - Values
  - Technical Complexity
  - National Security



- Shared understanding can be effected by the following roles or models:
  - Hired Gun
  - Value-neutral Analysts impartial engineer
  - Value-guided Advocates —honest & autonomous

## MORAL LEADERSHIP

- Adopting reasonable means to motivate the groups to achieve morally desirable goals.
- Required for the engineers, for the reasons listed as follows:
  - It is leading a group of people towards the achievement of global and objectives.
  - The leadership shall direct and motivate the group to move through morally desirable ways.
  - They lead by thinking ahead in time, and morally creative towards new applications, extension and putting values into practice.
  - They sustain professional interest, among social diversity and cross-disciplinary complexity.
  - Voluntarism
  - Community service



- The Codes of Ethics promote and sustain the ethical environment and assist in achieving the ethical goals in the following manner:
  - It creates an environment in a profession, where ethical behavior is the basic criterion.
  - It guides and reminds the person as to how to act, in any given situation.
  - It provides support to the individual, who is being pressurized or tortured by a superior or employer, to behave unethically.
  - Company specific code of ethics on the individual circumstances and specific mission of the organisations help in employees' awareness of ethical issues, establish, and nurture a strong corporate ethical culture.