

INTEGRITY BUILDS TRUST: WHAT? SO WHAT? AND NOW WHAT?

Presented by:
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Professor of Legal Studies
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Supreme Court Fellows Program

Institute of Internal Auditors Research Grant

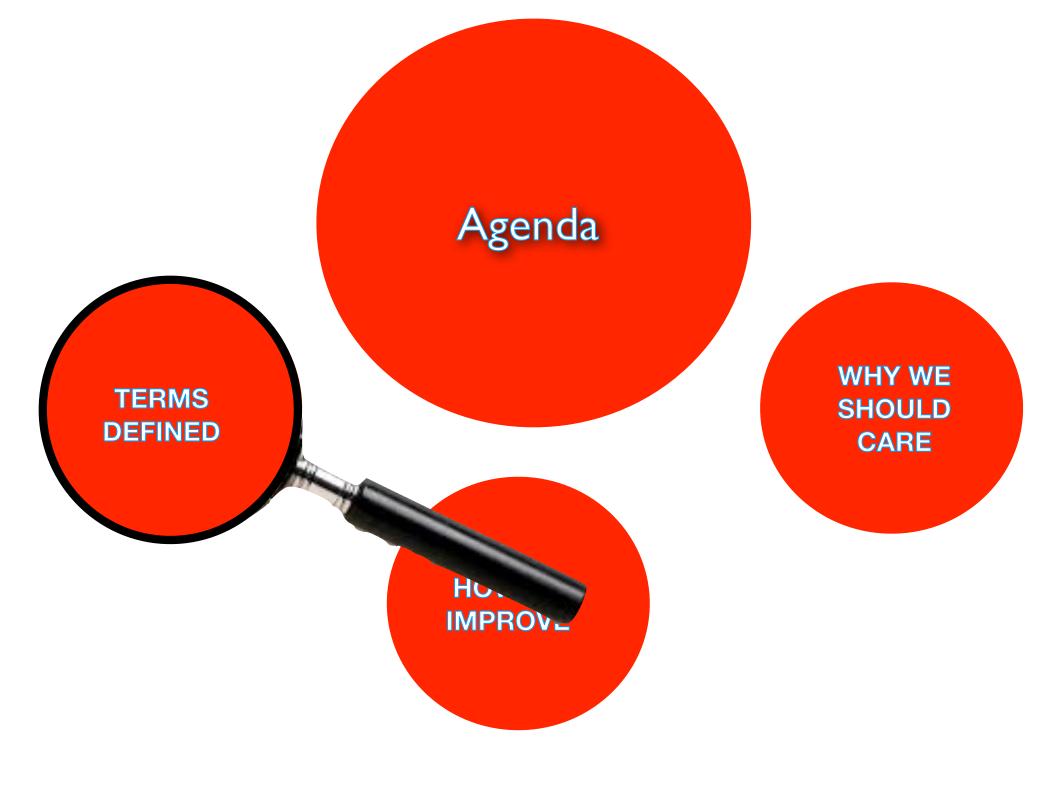
U.S. Sentencing Commission Ad Hoc Advisory Group to the US Sentencing Commission

"The Metrics of Ethics"

My book Entitled
"Establishing Workplace
Integrity: 6 Lessons in Valuesdriven Leadership" has been
accepted for publication.
Selected as 2022-2023 MBA
Professor of the Year at
Xavier

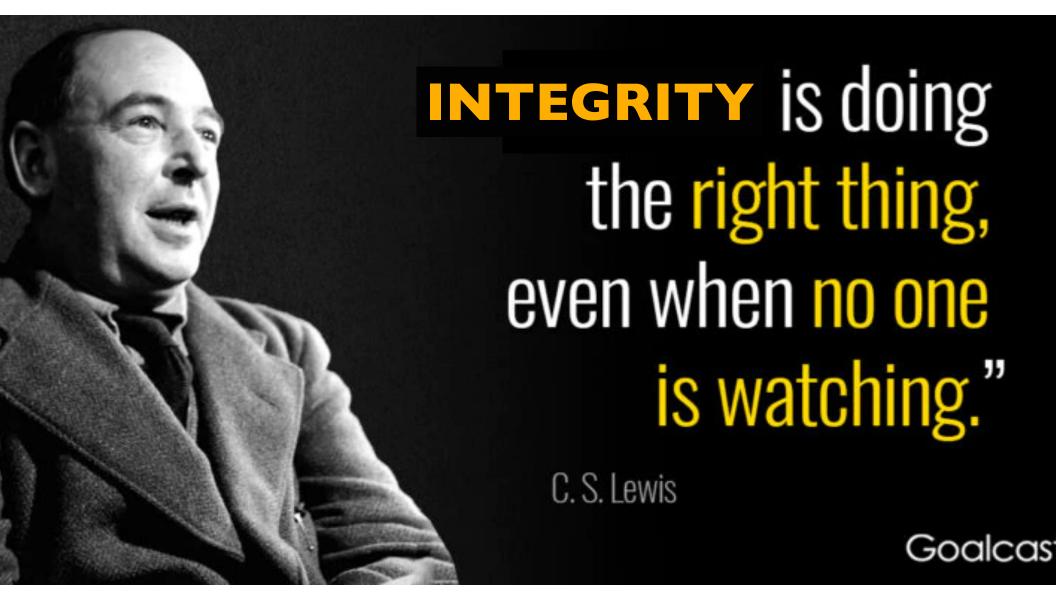


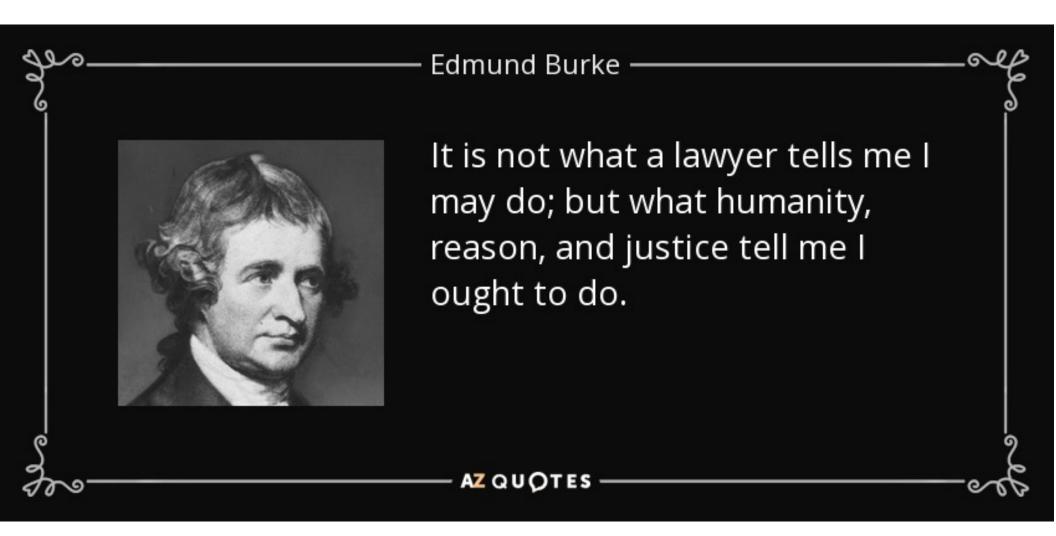




Importance of Academic Integrity



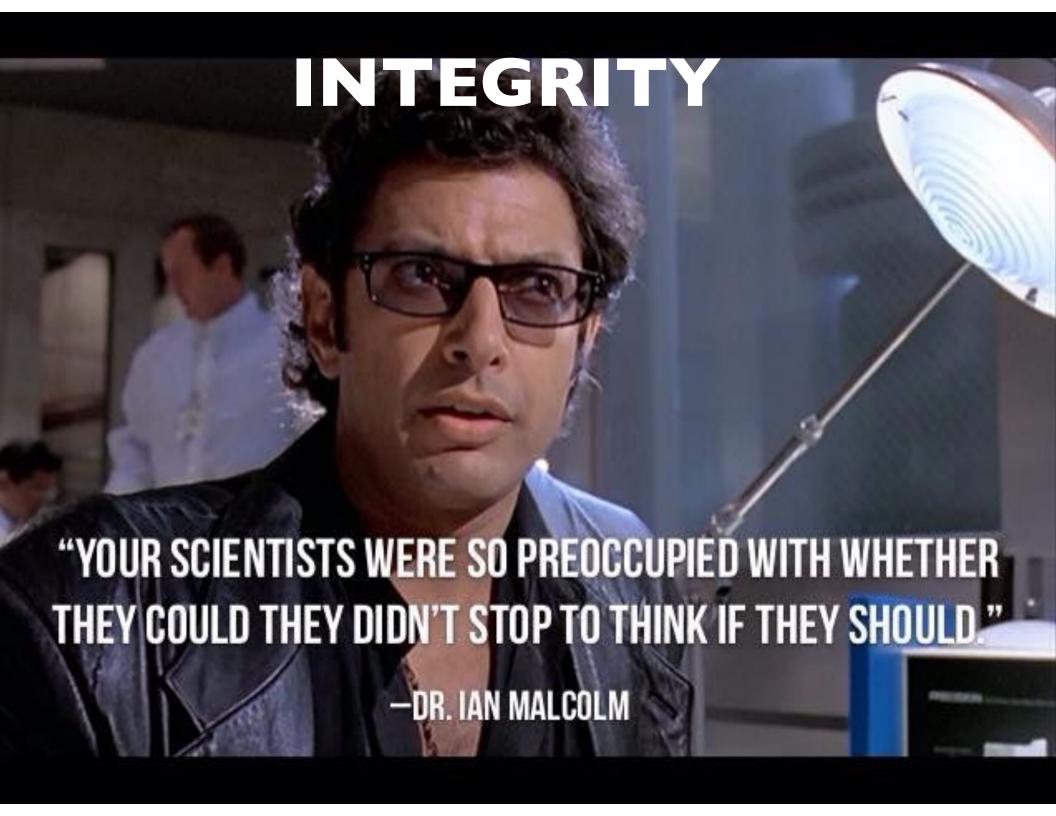




The time is always right to do what is right.

Martin Luther King Jr







TRUSTING PARTY TRUSTOR

PARTY TO BE TRUSTED TRUSTEE



"Trust in me in all you do Have the faith I have in you"



DO

 firm belief in the reliability, truth, ability, or strength of someone or something. "relations have to be built on trust"

verb

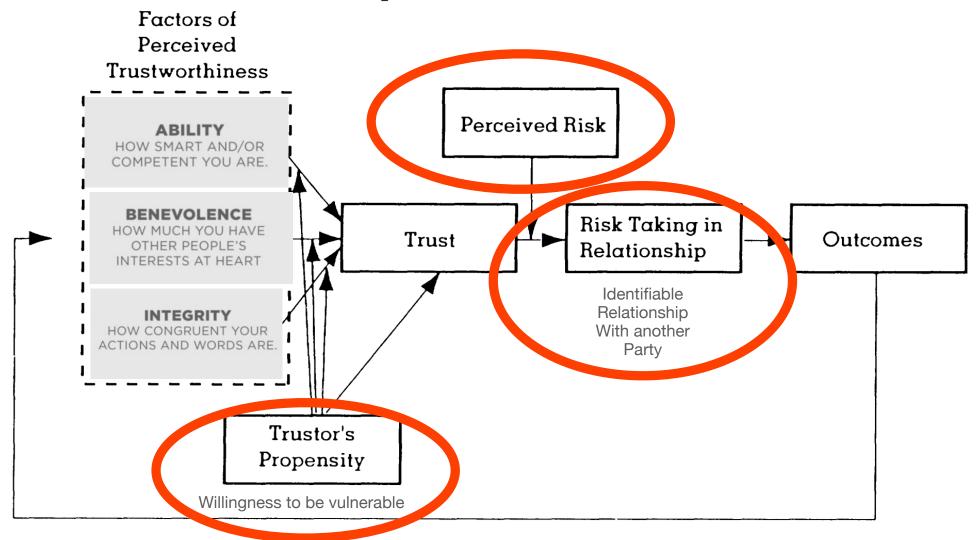
believe in the reliability, truth, ability, or strength of.
 "I should never have trusted her"

Academy of Management Review 1995, Vol. 20. No. 3, 709-734.

AN INTEGRATIVE MODEL OF ORGANIZATIONAL TRUST

ROGER C. MAYER
JAMES H. DAVIS
University of Notre Dame
F. DAVID SCHOORMAN
Purdue University

Proposed Model of Trust







Trust is the glue of life. It's the most essential ingredient in effective communication. It's the foundational principle that holds all relationships.

— Stephen Covey —

AZ QUOTES



You build trust with others each time you choose integrity over image, truth over convenience, or honor over personal gain.

— John C. Maxwell —

AZ QUOTES



Trust is like the air we breathe--when it's present, nobody really notices; when it's absent, everybody notices.

— Warren Buffett —

AZ QUOTES





Most Trusted Brands 2022

SPECIAL REPORT

Most Trusted Universities

Methodology Our main survey was conducted June 11-15, 2022, among a representative sample of 11,050 U.S. adults, with an unweighted margin of error of +/-1 percentage point. An additional survey was conducted June 13-24, 2022, among 1,000 high schoolers ages 16 to 18, with an unweighted margin of error of +/-3 percentage points.

MOST TRUSTED UNIVERSITIES

KEY TAKEAWAYS



Universities are more trusted than other major American institutions

Overall, U.S. colleges and universities command greater trust than the government, corporations and the media.



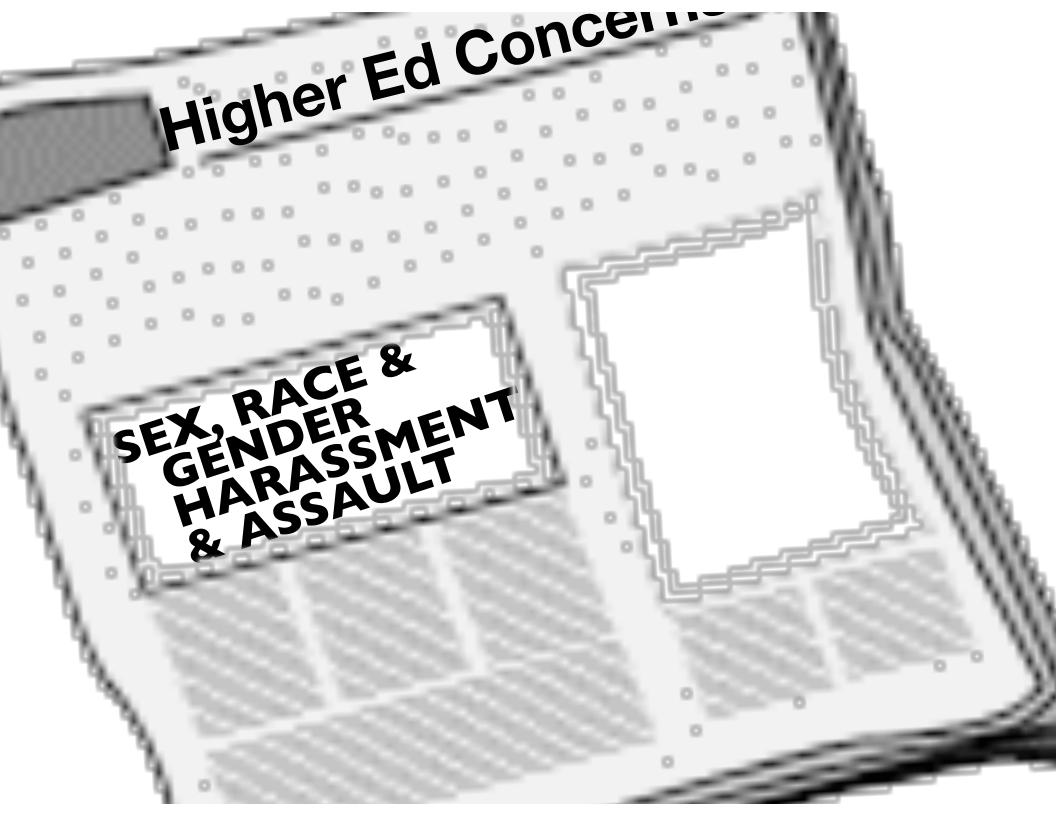
Gen Z adults report the lowest trust in U.S. universities of any generation

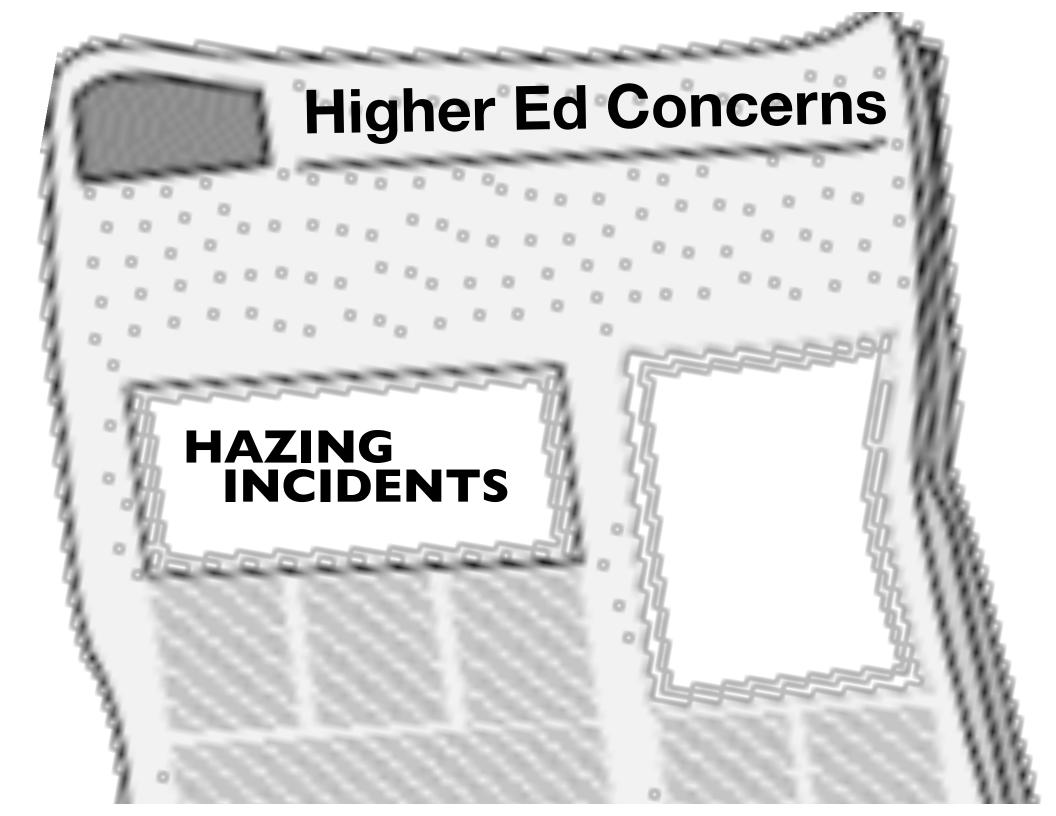
Low trust among Gen Z poses future enrollment risks for higher education institutions.

Among generational groups, the level of trust decreases among younger cohorts. Gen Z respondents are 14 percentage points less likely to trust U.S. higher education compared with baby boomers.



TRUST: BUT VERIFY





Higher Ed Scandals

ADMISSIONS

OPERATION BLUESTRY

Higher Ed Concerns

NCAA VIOLATIONS

RECRUITMENT
N.I.L.
BETTING &
POINT
SHAVING
TAKING TESTS
FOR
ATHLETES
TITLE IX
INEQUITIES

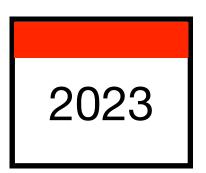
Higher Ed Concerns

FUNDRAISING FUNDRAISING TRANSPARENCY DONORS? EPSTEIN SACKLER ENRON

Higher Ed Concerns





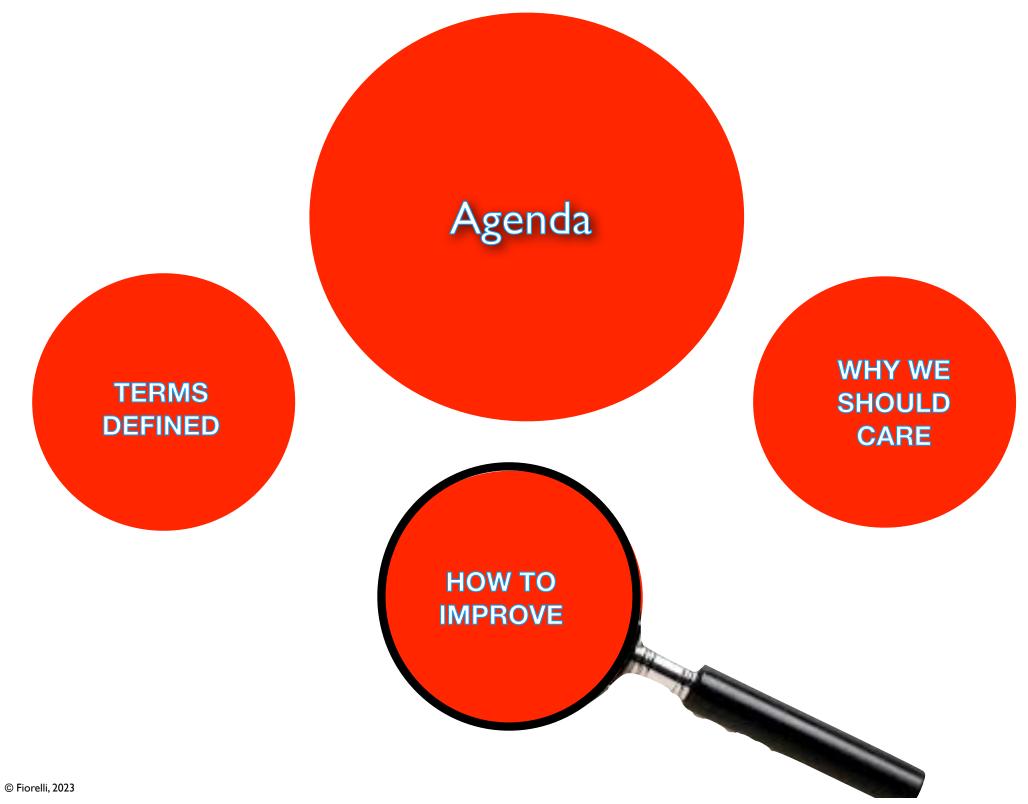


TRAVEL BACK IN TIME TO 1991

TRUST IS BUILT IN DROPS AND LOST IN BUCKETS









JUSTICE MANUAL





U.S. Department of Justice Criminal Division

IS THE PROGRAM WELL DESIGNED?

Evaluation of Corporate Compliance Programs

IS IT EFFECTIVELY IMPLEMENTED & ADEQUATELY RESOURCED?

DOES IT WORK IN PRACTICE?

Guidance Document
UPDATED MARCH 2023



FACTORS CREATING DISTRUST



Our distrust is very expensive.

~ Ralph Waldo Emerson

TRUST CAN ENCOURAGE ACTION

After the debacle, Hastings instituted "farming for dissent," a formal practice where employees are supposed to run their big ideas by colleagues and have them tell you candidly — on a Google Doc that's open for everyone to see — what's wrong with it. It's considered integral to the company that your coworkers tell you what they really think of your idea, even if — perhaps especially if — you're their boss.



TRUST CAN ENCOURAGE ACTION

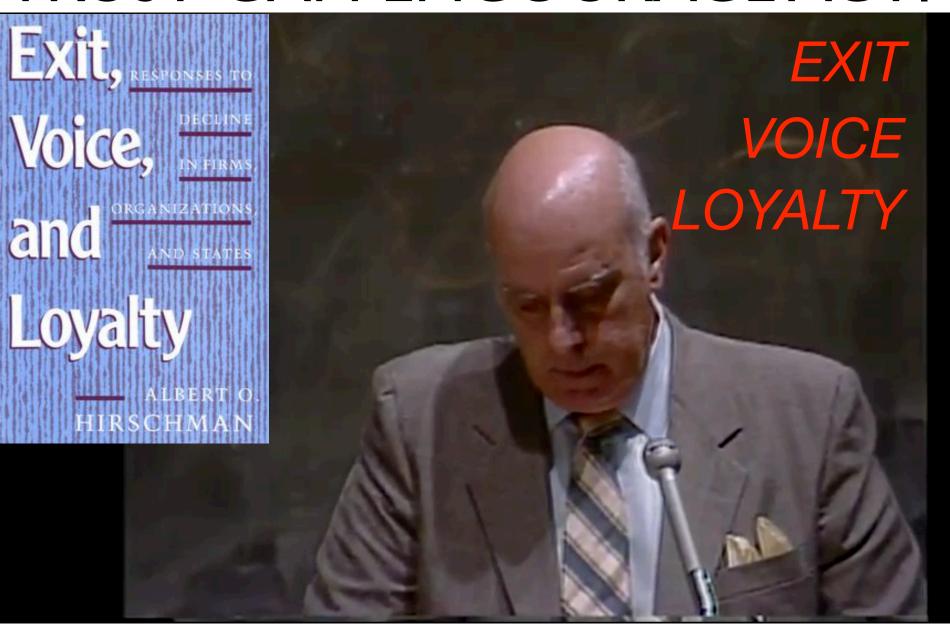
- SPEAK UP, HELPLINE? OPEN TALK
- ANONYMOUS?

CONFIDENTIAL?

- ONLY EMPLOYEES?
 - OUTSIDE VENDORS?

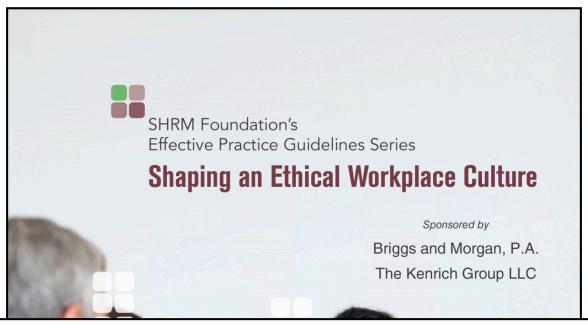


TRUST CAN ENCOURAGE ACTION



Roger Boisjoly, Engineer, Space Shuttle Challenger, 9/19/89 - M.I.T.

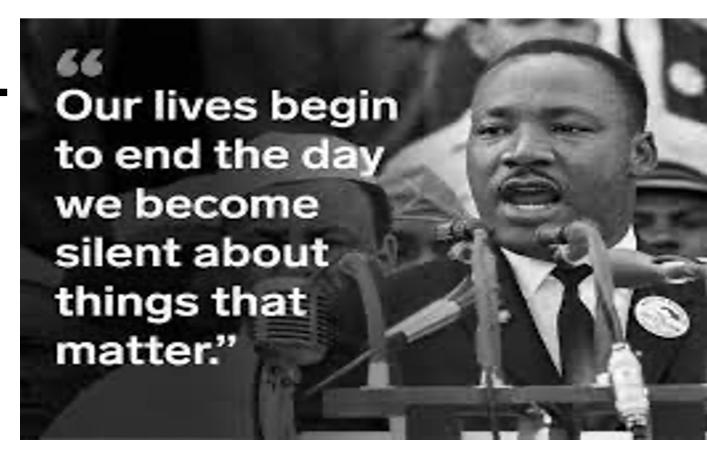
https://infinite.mit.edu/video/roger-boisjoly-engineering-ethics-constructive-responses-difficult-situations%E2%80%9D-9181989



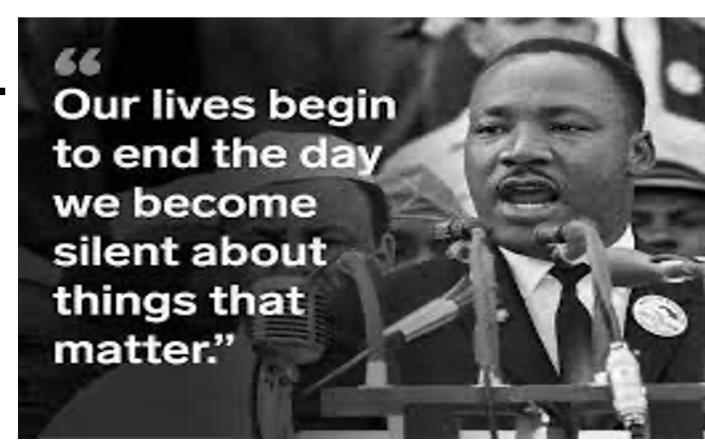
[p. 18] "In fact, the No. I reason given by employees for not speaking up when they witness unethical behavior is their belief that nothing will be done about it by their managers."



S-I-L-E-N-T



E-N-L-I-S-T



L-I-S-T-E-N FOLLOW UP

"Leaders who don't listen will eventually be surrounded by people who don't speak." Andy Stanley



FILED A COMPLAINT
NO ACTIVITY
SUBJECT OF COMPLAINT STILL WORKING
WHY BOTHER REPORTING?



RETALIATION



Good leadership requires you to surround yourself with people of diverse perspectives who can disagree with you without fear of retaliation.

— Doris Kearns Goodwin —

AZ QUOTES

LEADERSHIP FIRST

• • • • • • •

You can tell a bully

from a leader by

how they treat people

who disagree with them.

Miles K. Davis

President - Linfield University

VERIFYING TRUST - INTERNAL CONTROLS

Cintas Institute for Business Ethics

Welcomes

Patrick Gnazzo, Principal

Better Business Practices LLC

"Why Ethics and Compliance chose me in 1986.

And why you should choose Ethics and Compliance in 2019"

- * How and why did the profession start?
- * How and What caused it to survive today?
- * What will cause it to grow and thrive tomorrow?

Monday, March 18, 2019

Light Reception 5:00 pm

Presentation 6:00 pm

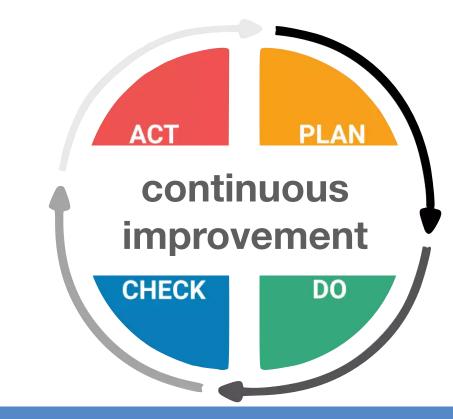
Kennedy Auditorium – CLC #412

RSVP by March 11th



RE-BUILDING TRUST: LESSONS LEARNED

- REVIEW PROGRAM
 - KEEPING IT FRESH
- SURVEYS
 - COMPLIANCE
 CULTURE
 - STRENGTH OF CONTROLS
- MONITORING & AUDITING TO DETECT CRIMES
- REVISIONS IN LIGHT OF "LESSONS LEARNED"









WHY DIDN'T KNOW TO REPLACE

RE-BUILDING TRUST: ROOT CAUSE ANALYSIS



WHY

BELT WORN



WHY

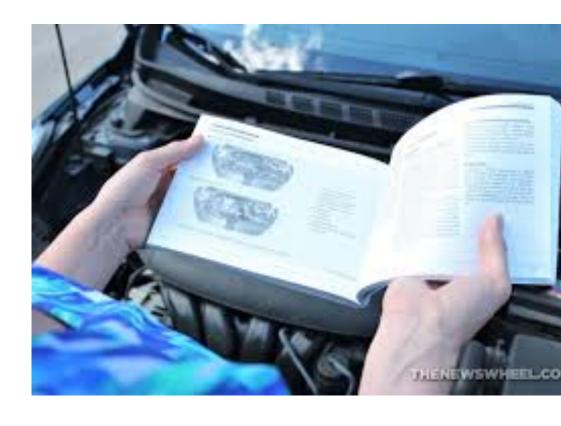
BELT SLIPPING



WHY

BATTERY DIDN'T CHARGE

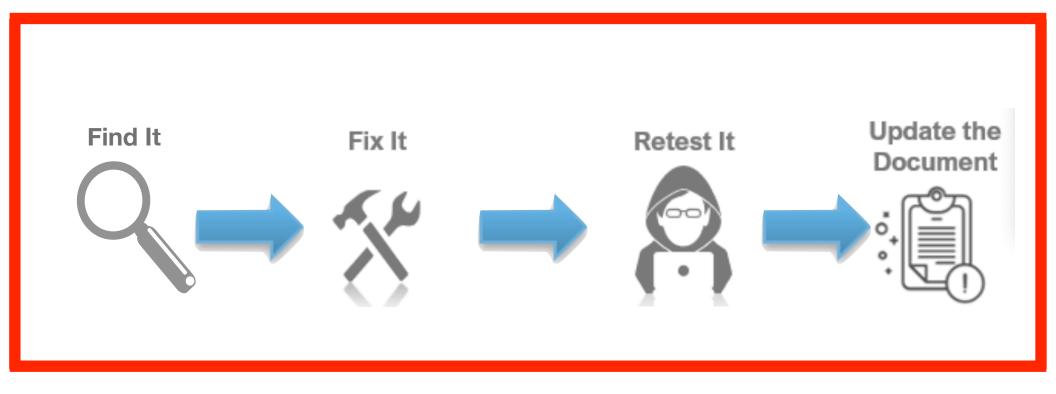
WHY
CAR WON'T
START



REMEDIATION: READ AND FOLLOW THE MANUAL

https://www.youtube.com/watch?v=tThS05TdK3M&t=7s

RE-BUILDING TRUST: REMEDIATION



- WERE PAST VIOLATIONS UNCOVERED BY PRIOR COMPLIANCE PROGRAMS?
 - WERE EMPLOYEES DISCIPLINED?
 - EITHER DIRECTLY PARTICIPATED?
 - FAILED TO OVERSEE?



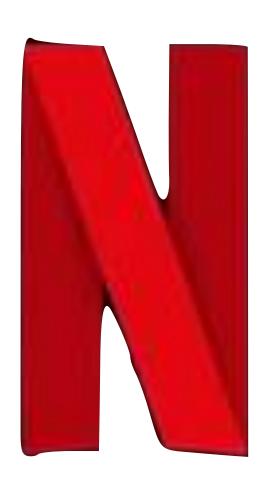


TRUSTWORTHY

able to be <u>relied</u> on as honest or truthful.

"leave a spare key with a trustworthy neighbor"





On a dream team there are no "brilliant jerks"... Our view is that brilliant people are also capable of decent human interactions, and we insist upon that.



Netflix wants to hire and promote a culture in which everyone has a sense of responsibility to help the company, any way it can.

"Picking up the trash" becomes a metaphor for addressing problems, even though they are not part of your job description.

Picking Up the Trash

I don't know one successful person who leaves their cart in the middle of the parking lot...



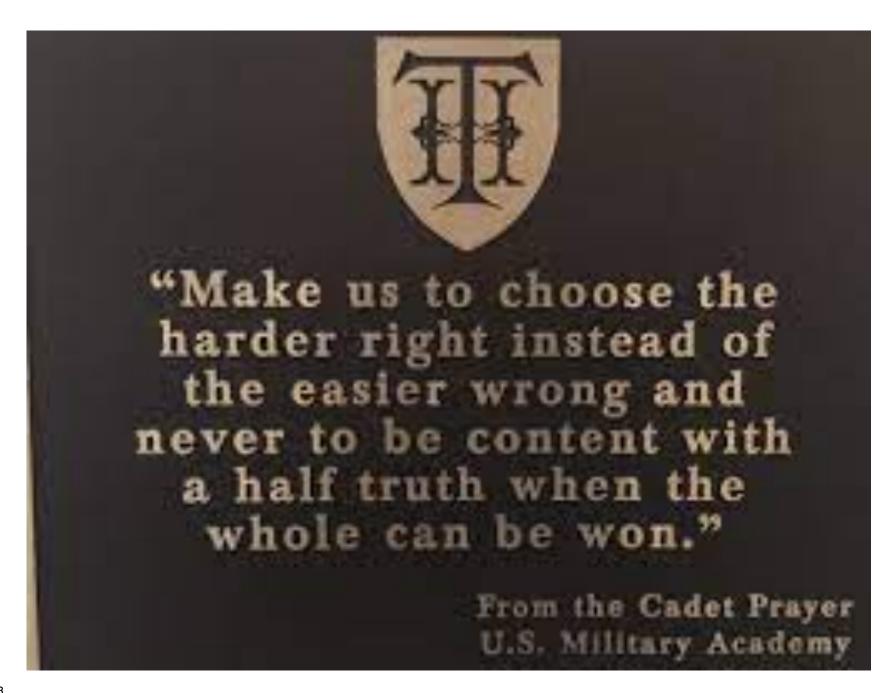
If you're too big to do the small things, you're too small to do the big things.



It isn't about what you do, but how you do it

— John Wooden —

AZ QUOTES

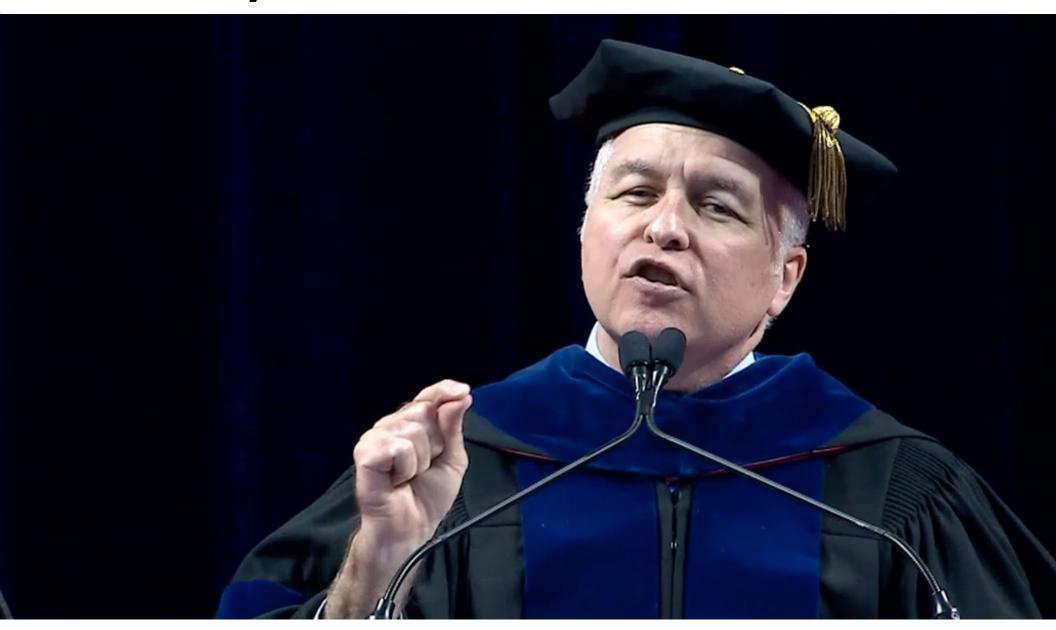




What are your biggest concerns surrounding integrity at your institution, and how are you dealing with it?

Do you believe trust is important? Why or Why not?

Dr. Brian Ray - U Florida Commencement - 12/16/22





THANK YOU! PAUL FIORELLI FIORELLI@XAVIER.EDU (513)745-2050