



Article

# Risk of Increased Acceptance for Organizational Nepotism and Cronyism during the COVID-19 Pandemic

Grzegorz Ignatowski <sup>1,\*</sup>, Łukasz Sułkowski <sup>2</sup> and Bartłomiej Stopczyński <sup>1</sup>

- Department of Management, University of Social Sciences, 90-113 Lodz, Poland; bstopczynski@san.edu.pl
- Department of Management and Social Communication, Institute of Public Affairs, Jagiellonian University, 31-007 Cracow, Poland; lsulkowski@san.edu.pl
- \* Correspondence: gignatowski@san.edu.pl; Tel.: +48-603-648-228

Abstract: Nepotism and cronyism are forms of favoritism towards certain people in the workplace. For this reason, they constitute a problem for organization managers, ethicists and psychologists. Identifying the impact of COVID-19 pandemic on the increase of nepotism and cronyism may provide a basis for organizations to assess their extent and to take possible measures to prevent their negative effects. At the same time, the research presented in the article may provide a basis for further research work related to nepotism and cronyism at the times of other threats, different from the pandemic. The aim of the article is to examine the impact of the COVID-19 pandemic on growing acceptance for nepotism and cronyism in Polish enterprises. Qualitative and quantitative methods have been included in the conducted research. Qualitative study aimed at improving knowledge of nepotism and cronyism and the impact of the COVID-19 pandemic on these phenomena, followed by a quantitative study conducted in order to verify the information obtained in the qualitative study. This research has demonstrated that Nepotism and cronyism in the workplace, are phenomenon that are basically evaluated negatively. They adversely influences social and economic development, but the impact of COVID-19 pandemic on nepotism and cronyism is not significant.

Keywords: nepotism; cronyism; nepotism acceptance; pandemic; COVID-19



check for

Citation: Ignatowski, Grzegorz, Łukasz Sułkowski, and Bartłomiej Stopczyński. 2021. Risk of Increased Acceptance for Organizational Nepotism and Cronyism during the COVID-19 Pandemic. *Risks* 9: 59. https://doi.org/10.3390/risks9040059

Academic Editors: Tomas Kliestik and Zbysław Dobrowolski

Received: 5 February 2021 Accepted: 20 March 2021 Published: 24 March 2021

**Publisher's Note:** MDPI stays neutral with regard to jurisdictional claims in published maps and institutional affiliations.



Copyright: © 2021 by the authors. Licensee MDPI, Basel, Switzerland. This article is an open access article distributed under the terms and conditions of the Creative Commons Attribution (CC BY) license (https://creativecommons.org/licenses/by/4.0/).

## 1. Introduction

Both concepts, nepotism and cronyism, have negative potential. It results from the fact that in the case of nepotism it is about favoring the closest family members during the employment process without paying attention to their competences, and in the case of cronyism about friends and acquaintances (Riggio and Saggi 2015). Although it was not until the 16th century that Roman popes were accused of assigning high positions to immediate family members, nepotism-like practices had been and are still encountered throughout human history. Nowadays, when special attention is paid to the competences of employees, the issue of accepting to favor certain people is considered from the perspective of history, religion, sociology, political science, economics and law. With a religious perspective in mind, the phenomenon of nepotism is being studied in the structures of some Christian churches (Austin 2019). A practice that uses biased tools based on family relationships and acquaintances rather than competences and professionalism in the recruitment process is studied by psychologists dealing with its impact on employees who have to follow strict employment rules. Nepotism and cronyism put incompetent people in important positions and are thus the antithesis to valuing more qualified and effective people who cannot occupy high positions at work. This way, these phenomena work against the introduction of professional management, limiting the possibilities of effective management. Consequently, they have a negative impact on human resources, improving qualifications, as well as on attachment and loyalty to one's company (Sidani and Thornberry 2013). From an ethical perspective, attention is drawn to the very moral issue of favoring people who are disqualified in the workplace and to some forms of

Risks 2021, 9, 59 2 of 35

discrimination. Lawyers, economists and people responsible for hiring employees see the negative economic effects in organizations where nepotism and cronyism are practiced, and therefore seek to limit this. The phenomenon of nepotism is also considered from the perspective of family businesses (Jaskiewicz et al. 2013; Hiebl 2015; Efferin and Hartono 2015; Liu et al. 2015; Cherchem 2017). Research on family businesses emphasizes that it is better for the future of the company to hire a competent manager who can professionally manage the company rather than to entrust it to incompetent family members (Bozer et al. 2017). The phenomenon of nepotism is widely discussed and criticized in developing and highly industrialized countries (Joffe 2004; Aldraehim et al. 2012; Popczyk 2017).

The phenomenon of nepotism is also considered from the perspective of various countries and regions. Knowledge of the level of acceptance for nepotistic practices enables better management of foreign capital in organizing workplaces and understanding nepotistic practices (Keles et al. 2011; Demaj 2012; Aldraehim et al. 2012; Sidani and Thornberry 2013; Vveinhardt and Petrauskaite 2013; Gustafsson and Norgren 2014).

The phenomenon of nepotism and its importance for the functioning of the organization has also been studied in Poland. Most often, these were articles based on studies comparing nepotism in Poland and Ukraine or Lithuania (Sroka and Vveinhardt 2020). Comparison of nepotism depending on membership in the public and private sector, age and gender, as well as Poland and Lithuania (Sroka and Vveinhardt 2020; Vveinhardt and Sroka 2020). The understanding of nepotism from the perspective of family businesses was also undertaken (Ignatowski et al. 2019). Al-Youbi et al. (2020) dealt with the issue of acceptance for organizational nepotism from the perspective of belonging to the Protestant and Catholic denominations.

This text raises the issue of acceptance of nepotism during the COVID-19 pandemic. The aim of the article is to examine the impact of the COVID-19 pandemic on growing acceptance for nepotism and cronyism in Polish enterprises. In order to achieve the abovementioned goal, the researchers put forward the following research hypotheses:

**Hypothesis 1 (H1).** *Nepotism is assessed more gently during the COVID-19 pandemic than before it.* 

**Hypothesis 2 (H2).** Cronyism is assessed more severely during the COVID-19 pandemic than before it.

**Hypothesis 3 (H3).** The negative impact of nepotism on workers is lower during the COVID-19 pandemic than before it.

**Hypothesis 4 (H4).** The negative impact of cronyism on workers is greater during the COVID-19 pandemic than before it.

Qualitative and quantitative methods have been included in the conducted research to verify these hypotheses.

#### 2. Literature Review

It should be noted that the phenomena of nepotism and cronyism are not understood unequivocally. Overall, we can say that nepotism and cronyism are about favoring people in the workplace. The term "nepotism" is derived from the Latin word "nepos" which we translate as grandson or nephew. Hence, nepotism means favoring close family members in a given organization. Cronyism, on the other hand, comes from the word "crony", which refers to the colloquial language used by Cambridge University students in the 17th century. This word was used to describe a person as "friend of long-standing". Today, the term stands for favoring friends and acquaintances in the workplace. When it comes to favoring family members and friends, we sometimes also use the term "patronage" (Çarikiçi et al. 2009). However, according to Arasli and Turner (2008), cronyism is referred to as favoritism and means granting special privileges to friends, colleagues and

Risks 2021, 9, 59 3 of 35

acquaintances during employment, further careers and making personal decisions. Both phenomena, nepotism and cronyism, however, are not limited to the employment process itself. They also cover the period of support during career development and favoring the person on the occasion of remuneration (Abdalla et al. 1998; Pelletier and Bligh 2008; Keles et al. 2011; Jones and Stout 2015). Bearing in mind family businesses, where we can encounter the phenomenon of nepotism much more often, in the literature on the subject we encounter the notions of "entitlement nepotism" and "reciprocal nepotism" (Jaskiewicz et al. 2013). However, the phenomenon of nepotism is usually viewed negatively in any company. Therefore, where it is not possible to find a qualified manager coming from the circle of the closest family, it is proposed to employ a qualified manager in a family business.

We most often encounter the phenomenon of nepotism where there are intense and traditional family ties and relationships, and where marketing principles are not developed, as is the case in highly industrialized countries. The choice of relatives is a natural phenomenon in the human world. According to the biological and ecological approach, nepotistic practices are rational behavior. The second factor that determines support for nepotism is the structure of the family and society. Where individualism prevails, nepotism will have less appreciation. In societies where traditional family ties dominate and individuals feel dependent, nepotism is an obstacle to economic and economic development. Individuals who trust only the family or its further members do not allow the establishment of free and independent relationships. Nepotism dominates in those countries where traditional relationships are more important than ethical obligations (Carikici et al. 2009).

Traditional family ties, their preferred values, and thus economic effects and organizations, are also influenced by religions, which influence how individuals perceive family loyalty as opposed to other members of society (Arruñada 2004; Sulkowski 2017; Allchin 2015; Arruñada and Krapf 2019). This, of course, influences the perception of nepotism (Treisman 2000). Research shows that in countries that arose from Protestant traditions, where there is a greater emphasis on individualism, there is less support for organizational nepotism (Filipova 2012; Ignatowski et al. 2020).

In the mid-nineteenth century, the study of human ethical attitudes revealed the process of transferring ethical issues from the sphere of philosophy and theology to the field of natural sciences, and human morality is justified in biology (Goatly 2006; Šamánková et al. 2018). This process is reflected in the evolutionary theory of ethnic solidarity, which allows us to understand why people can also support their friends and acquaintances beyond the circle of their closest family members. According to this theory, we cannot talk about supporting the closest family members, but rather about a genetic tendency to support other people in general. The tendency to become members of a different social group is present in all populations, indicating its evolutionary approach. For evolutionary solidarity to develop, there has to exist a significant capacity to sacrifice individual fitness for groups or populations that had ethnic characteristics (Allchin 2015; Salter and Harpending 2013).

Although we are generally faced with a negative assessment of the impact of nepotism on the organization, some authors, however in the minority, see its positive impact under certain circumstances. They include the existence of natural kin-related ties in the transmission of knowledge and greater responsibility (Jaskiewicz et al. 2013). We see the claim that family members with a positive reputation can, under certain circumstances, transfer that reputation to the organization (Okyere-kwakye et al. 2010). In some publications, we encounter arguments that testify to the positive importance of nepotism, namely, that family members of a recognized leader can gain the trust of other members of the organization. Another argument is the belief that they gain greater trust and loyalty and commitment to the organization themselves (Dickson et al. 2012). The culture of enterprises in which families have a definite advantage is more conducive to actions than the culture of enterprises in which there is no family domination. Pfeffer (2005) defends nepotistic employment as a way to create a "communal organization" that seeks to build a sense of community at work and shows holistic concern for workers, in contrast to the more

Risks 2021, 9, 59 4 of 35

restricted and transactional approach that many organizations adopt in their relationships with employees (Pfeffer 2005; Padgett et al. 2015).

However, most researchers point to the negative importance of nepotism (Pearce 2015; Sroka and Vveinhardt 2018; Sroka and Vveinhardt 2020; Vveinhardt and Sroka 2020). Research shows the negative impact of nepotism either on the organization itself, or on the employees who face this phenomenon. The respondents show that nepotism negatively affects job satisfaction (Arasli et al. 2006; Arasli and Turner 2008; Padgett et al. 2015). This negative impact is also expressed in negative attachment to the organization (Padgett and Morris 2005; Padgett et al. 2015) and the motivation of employees (Padgett et al. 2015) who witness nepotism and have no benefits for it. Nepotism also reduces trust in the organization (Keles et al. 2011) and increases stress among employees (Basu 2009). With the increase of nepotism, the intention to leave the organization also increases (Keles et al. 2011). People who take a negative stance towards nepotism will be less favorable to people who have been employed according to nepotism practices and will be able to stigmatize them. People who have been employed under nepotistic practices will be considered less competent than those who have been employed under the applicable rules and therefore deserve lower wages and will generally be viewed less favorably by other workers (Padgett et al. 2015).

From the perspective of a professional ethicist, both cronyism and nepotism can be a problem. They negatively affect not only the satisfaction with the work and its performance, but also weaken morale and attachment to the organization. Despite all these negative effects, it should be remembered that nepotism is legally limited with a certain reserve (Fu 2015). The reason is not mainly indicated on the positive sides of the phenomenon, but rather ethical dilemmas. Introducing drastic restrictions on employing people in a nepotistic way can lead to some form of discrimination. Family members are denied employment just because they belong to decision-makers in a given organization (Fershtman et al. 2005). The introduction of strict nepotism rules can put an organization in a difficult position. It turns out that the introduction of rules aimed at preventing the employment of unqualified family members led to a ban on the employment of qualified individuals who were spouses of current employees. There are even worse situations when colleagues who meet at work fall in love with each other and want to get married. Most likely, they were both employed on the basis of their competences. An anti-nepotism policy can lead to a situation where one of the parties has to be transferred to another department or leave the organization completely (Fisher 2005). The strict rules in this respect introduced in the American public sector in the mid-nineties of the last century meant that women had to change jobs more often than men (Williams and Laker 2010).

The sources of organizational nepotism should be sought in strong family ties. It does not change the fact that it has been present in all civilizations in the world and we meet it in all sectors of public life. In this article, we ask whether the COVID-19 pandemic is having an impact on increased acceptance of nepotism. Such a statement is justified by the fact that with the spread of the pandemic, unemployment increases, and at the same time restrictions in the economic field help tighten family ties. The fact that we are dealing with the pandemic was confirmed on 11 March 2020 by the chairman of the World Health Organization, who said during a press conference that the coronavirus causing the COVID-19 disease can be considered a pandemic. He added that all countries must find the right balance between protecting health, minimizing economic and social disruptions and respecting human rights. WHO is working with many partners around the world to mitigate the social and economic impact of the pandemic. In the case of COVID-19, we cannot speak of a crisis that affects public health, but it will affect all people and everyone must get involved in fighting this crisis (WHO 2020).

During the pandemic, there were a number of radical economic and lifestyle changes. First of all, the world, including enterprises, was not prepared for the situation of a global pandemic (Belzunegui-Eraso and Erro-Garcés 2020). This resulted in a number of difficulties in running a business, in extreme cases resulting in the disruption of supply

Risks 2021, 9, 59 5 of 35

chains. Entire industries whose specificity of operation forced the necessity of interpersonal contacts (most services addressed to individual recipients, tourism, passenger transport) were "switched off" or their activity was severely limited.

At the same time, many employees had to switch to remote work via social messaging and teleworking. Its use on a mass scale was a complete novelty for many organizations (Toshihiro 2020; Sostero et al. 2020; Katsabian 2020; Fana et al. 2020). Teleworking, although generally assessed positively by many, met with a number of negative opinions, especially by men and the older generation. The most important disadvantages include the inability to demonstrate exceptional skills, difficulties with proper assessment by superiors of their results and competences or problems with asynchronous communication and work organization. At the same time, teleworking was rated worse by older workers. Lack of direct contact and feedback decreased motivation and trust (Raišienė et al. 2020; Baert et al. 2020).

The COVID-19 pandemic has also changed the approach to formulating an organization's sustainable development strategy. Its effects and the lack of preparation of most organizations in the world clearly showed that such pandemics must be considered as one of the important elements of a sustainable development strategy (Ikram et al. 2020). At the same time, research on Spanish companies during the COVID-19 pandemic showed the importance of organizational ethics and corporate social responsibility, the improvement of which may lead to greater employee satisfaction (Castellanos-Redondo et al. 2020). A certain positive influence of the family on the functioning of enterprises was also noticed, characterized by greater solidarity and cohesion in family enterprises (Kraus et al. 2020).

A direct effect of the COVID-19 pandemic was also a slowdown in the development of most of the world's economies (Derkacz 2020; Soava et al. 2020; Islam et al. 2020). The economic changes also resulted in increasing unemployment and lowered salaries, which influenced the course of professional careers (Al-Youbi et al. 2020; Every-Palmer et al. 2020).

The COVID-19 pandemic has changed the lifestyle of Europeans, although the level of changes varies depending on the country, most often depending on the intensity of the epidemic in the countries studied (www.ircenter.com 2020). Among the changes, one of the most important is the increase in the importance of family and family ties, while at the same time the activity with friends has decreased (Vatavali et al. 2020; www.ircenter.com 2020). Human relationships will also be more respected (www.ircenter.com 2020). Remote work and the need to stay at home allowed to spend a lot of time with my family (Every-Palmer et al. 2020). At the same time, restrictions related to COVID-19 (quarantine for the sick, prohibition of movement, ban on assemblies, ban on contacts with hospitalized persons) significantly impeded the cultivation of family ties with members who were not in the same household during the pandemic (Annonymous 2020). Domestic violence increased in closed families as a result of restrictions (Usher et al. 2020; Campbell 2020; Humphreys et al. 2020; Prime et al. 2020; Lebow Jay 2020; Xue et al. 2020; Pereda and Díaz-Faes 2020; Zhang 2020).

The pandemic also increased the level of depression and anxiety (Serafini et al. 2021, p. 8; Bourion-Bédès et al. 2020; Kar et al. 2021, pp. 3–4; Cénat et al. 2020; Vatavali et al. 2020; Mechili et al. 2020; Every-Palmer et al. 2020; Mazza et al. 2020; Ettman et al. 2020; Rehman et al. 2021; Salari et al. 2020; Ma et al. 2020; Bäuerle et al. 2020; Oducado et al. 2021, p. 76). Satisfaction with life decreased (Blasco-Belled et al. 2020). The COVID-19 pandemic is also a series of pseudoscientific information about the epidemic, having a negative impact on the mental health of the society (Escolà-Gascón et al. 2021). The quality of social capital played a significant role in the impact of COVID-19 on this health. The higher it was (especially its elements such as: interpersonal trust, community membership and social participation), the lower the negative impact of the epidemic was (Li et al. 2020).

At the same time, the COVID-19 pandemic took many governments by surprise. Most of them had underinvested health care, which did not have sufficient resources to fight the global mass epidemic (Stawicka and Stawicki 2020). This resulted in the need to quickly replenish them, which was possible very often only thanks to intervention purchases. As a result, there were corruption abuses related to the purchase of medical equipment resulting

Risks 2021, 9, 59 6 of 35

from the loosening of anti-corruption rules in the name of accelerating the purchase and the lack of procedures for dealing with the pandemic (Steingrüber et al. 2020).

Summing up, it seems that the pandemic increased the importance of loyalty, honesty and clarity of principles in running a business, which should translate into lower acceptance for both nepotism and cronyism. At the same time, the previously described positive nepotism, when the employed family member has appropriate qualifications, may contribute to strengthening solidarity and cohesion in a family business. The increase in unemployment and turmoil in the labor market should result in an increase in nepotistic situations due to the redundant looking for shortcuts when looking for a new job. Teleworking, and the related lack of direct physical contact between employees, should facilitate the employment of family members and friends, because interpersonal contacts in companies, especially informal ones, are very limited, so it is easier for a recruiting manager to hide favoritism when hiring, which should also translate into growth the prevalence of both nepotism and cronyism. A higher scale of anxiety, depression and dissatisfaction with life should result in a more rigorous assessment of nepotism and cronyism in the organization. The authors of the article will examine whether the above changes in the scale of occurrence and assessment of nepotism and cronyism actually take place.

#### 3. Materials and Methods

The main aim of the study was to investigate how the COVID-19 pandemic influenced the phenomena of nepotism and cronyism. For the purposes of the study, the following specific objectives have been formulated:

- Assessment of the impact of nepotism and cronyism from both entrepreneurs and employees before the pandemic.
- Assessment of the impact of nepotism from both entrepreneurs and employees during the pandemic.
- Employees and owners' assessment of the impact of the pandemic on nepotism and cronyism.

In order to achieve the above research goals, the following research questions were asked:

- How did the COVID-19 pandemic influence the phenomena of nepotism and cronyism?
- Will a greater respect for family relationships result in a softer assessment of nepotism?
- Will a greater respect for family relationships reduce the negative impact of nepotism?
- Are there differences in the impact of the COVID-19 pandemic between nepotism and cronyism?

Based on the above-mentioned research questions, research hypotheses have been formulated. The hypothesis H1 and hypothesis H2 relate to the assessment of the phenomenon of nepotism and cronyism by both employees and owners. Based on literature research, it can be stated that the former assess both nepotism and cronyism negatively, while business owners evaluate nepotism positively due to the specificity of family businesses, and cronyism—negatively (Sroka and Vveinhardt 2018; Onoshchenko and Williams 2014; Williams and Onoshchenko 2014; Padgett and Morris 2005; Padgett et al. 2015; Abdalla et al. 1998; Vveinhardt and Sroka 2020). At the same time, the competences and skills of the employed person have an impact on the assessment of nepotism. Due to the strengthening of family relationships, as a result of the pandemic (Vatavali et al. 2020; www.ircenter.com 2020) it is assumed that the impact of the pandemic will result in a milder assessment of nepotism. On the other hand, increasing the importance of corporate social responsibility and organizational ethics (Castellanos-Redondo et al. 2020) should lead to a more rigorous assessment of the above-mentioned phenomena. Therefore, it is assumed that the assessment of cronyism during the pandemic will be more severe. Based on the above knowledge, two further research hypotheses have been formulated.

**Hypothesis 1 (H1).** *Nepotism is assessed more gently during the COVID-19 pandemic than before it.* 

Risks 2021, 9, 59 7 of 35

**Hypothesis 2 (H2).** Cronyism is assessed more severely during the COVID-19 pandemic than before it.

In the course of the conducted literature studies, the influence of nepotism and cronyism on a number of factors related to the functioning of the company have been identified. Generally, nepotism and cronyism negatively affect employee satisfaction, motivation to work, employee commitment, trust in the organization and willingness to work in the organization (Padgett and Morris 2005; Padgett et al. 2015; Abdalla et al. 1998; Arasli et al. 2006; Qaisar 2016; Keles et al. 2011; Vveinhardt and Petrauskaite 2013). However, in family businesses, due to their specificity, nepotism may have a positive impact on: o reducing the scale of conflicts at the owner-manager level, loyalty of managers, sharing knowledge between managers, involvement of managers in the company (Lin and Hu 2007; Popczyk 2017; Padgett et al. 2015). At the same time, if the employed family manager has the appropriate qualifications, they can have a positive impact on employee commitment in the company (Padgett et al. 2015). Due to the strengthening of family relations (Vatavali et al. 2020; www.ircenter.com 2020) the COVID-19 pandemic should result in a reduction of the negative impact of nepotism on employees. At the same time, increasing the importance of corporate social responsibility and organizational ethics (Castellanos-Redondo et al. 2020) should lead to an increase in the negative impact of the above-mentioned phenomena. Therefore, the following research hypotheses have been formulated:

**Hypothesis 3 (H3).** The negative impact of nepotism on workers is lower during the COVID-19 pandemic than before it.

**Hypothesis 4 (H4).** The negative impact of cronyism on workers is greater during the COVID-19 pandemic than before it.

In order to verify the above research hypotheses, both qualitative and quantitative methods were included in this study. As part of the qualitative method, an individual in-depth interview was used. Its main goal was to test the acceptance of the phenomenon of organizational nepotism during the COVID-19 pandemic. Due to some discrepancies in the approach to the terminology of nepotism itself in the literature on the subject, it was first attempted to determine how it is understood by the owners of the surveyed companies. During the interviews, attempts were also made to check whether the entrepreneurs perceive the negative or positive effects of practicing nepotism.

The interviews were conducted between 3 December 2020 and 20 December 2020 with the owners of 11 companies operating during the COVID-19 pandemic. The choice of the dates of the interviews was not accidental. At that time, administrative constraints intensified compared to the previous ones, which prevented companies from operating more fully not only in Poland, but also around the world. The choice at this stage of the research made it possible to reach specific cases and gave the opportunity to understand the specificity of the phenomenon under study and the operating enterprises (Stake 2010; Sułkowski 2009; Fendt and Sachs 2008; Jackson et al. 2007). The individual in-depth interviews were based on a repeatable research scenario, which gave the respondents the opportunity to ask additional questions, which allowed for more detailed research issues. Before conducting the research, the scenario was consulted with external experts dealing with the functioning of enterprises in times of threats and crises. Two of the experts came from academia and the other two from organizations dealing with crisis strategies. The interviews were recorded and then transcribed and subjected to qualitative analysis. In cases where the analyzed issues required further explanations, communication with the surveyed entrepreneurs was carried out using reliable Internet platforms for online meetings, telephone calls, and also during face-to-face conversations.

The selection of respondents was deliberate. The survey was participated by owners and managers of companies who run their businesses during the pandemic and, despite difficulties, do not lay off but employ working staff. They were representatives of two

Risks 2021, 9, 59 8 of 35

companies providing accounting services operating in a city with over 750,000 inhabitants. Another respondent was a person operating in the press industry in a city with more than 750,000 inhabitants. Two more companies operate in the service and construction industry. However, the first one is located in a city with more than 750,000 inhabitants, and the other one, in a town with less than 5000 inhabitants. The study included one company operating in the tourism and one transport industry. The first one operates in the tourism industry and is located in a city with less than 100,000 inhabitants, the other in a city with more than 100,000 inhabitants. Two other companies conduct hairdressing and beauty activities and operate in cities of over 100,000 inhabitants and less than 43,000 inhabitants. The last two companies operate in the catering industry. The first operates in a town with more than 43,000 inhabitants, and the other one with less than 100,000. The selection of respondents in the qualitative research is presented in the Table 1:

Table 1. Business taking part in the qualitative study.

| Respondent Number | Industry                | Size of the Company    | Localization           |
|-------------------|-------------------------|------------------------|------------------------|
| F1                | Accounting services     | Micro-enterprise       | City over 750,000      |
| F2                | Accounting services     | Small enterprise       | City over 750,000      |
| F3                | Press media industry    | Large enterprise       | City over 750,000      |
| F4                | Construction services   | Medium-size enterprise | City over 750,000      |
| F5                | Construction services   | Small enterprise       | Town less than 5000    |
| F6                | Tourism                 | Small enterprise       | City less than 100,000 |
| F7                | Transport               | Medium-size enterprise | City over 100,000      |
| F8                | Hairdressing and beauty | Micro-enterprise       | City over 100,000      |
| F9                | Hairdressing and beauty | Micro-enterprise       | Town less than 43,000  |
| F10               | Gastronomy and catering | Small enterprise       | City over 100,000      |
| F11               | Gastronomy and catering | Micro-enterprise       | Town less than 43,000  |

Source: authors' own elaboration.

In the second stage of the study, a quantitative study was conducted in the form of two surveys, the first of which took place in spring 2019 before the COVID-19 pandemic, and the other one in November 2020, during the fall peak of the pandemic. Due to the fact that two questionnaires with identical questions were carried out, it was possible to compare the respondents' opinions on phenomena related to nepotism and cronyism before and during the pandemic.

The first survey was conducted on a group of 510 first and second cycle students of a large university in Poland in the form of an auditory survey. The vast majority of these students are already working, so they have the experience necessary to answer the survey questions. A similar sample was used by Padgett, Padgett and Morris in their research (Padgett et al. 2015; Padgett and Morris 2005). The study was conducted in centers located in both large cities as well as in smaller ones. A questionnaire with four extended principal questions was used for the study, two of which were used for the analysis and three questions for the statistical information. All questions were closed and complex measuring scales were used. The structure of the respondents is presented in the Table 2.

Risks 2021, 9, 59 9 of 35

**Table 2.** Structure of respondents in the first survey.

| Characteristics                                       | %     |
|---|-------|
| Sex   |       |
| Female  | 64%   |
| Male  | 36%   |
| Age   |       |
| 19 years old and younger                              | 1%    |
| 20–29 years old                                       | 56.6% |
| 30–39 years old                                       | 28.1% |
| 40–49 years old                                       | 11.7% |
| 50 years old and older                                | 2.6%  |
| <b>Employment situation</b>                           |       |
| Working in a family business                          | 10.1% |
| Running one's own business                            | 4.2%  |
| Working in a private non-family enterprise            | 41.6% |
| Working in public administration or public enterprise | 29.4% |
| Not working   | 14.7% |

Source: authors' own elaboration.

The second survey was conducted on a group of 601 first and second cycle students of the same university in the same fields of study to obtain a very similar research sample. The vast majority of students are already working, and therefore, have the experience necessary to answer the survey questions. For epidemiological reasons, the questionnaire was in the form of an online questionnaire, and the students were asked to complete it during remote classes, so that it would correspond to the first questionnaire as much as possible. A questionnaire with three extended principal questions and three statistical questions was used for the study. All questions were closed and complex measuring scales were used. The structure of the respondents is presented in the Table 3.

**Table 3.** Structure of respondents in the second survey.

| Characteristics                                       | %     |
|---|-------|
| Sex   |       |
| Female  | 66.1% |
| Male  | 33.9% |
| Age   |       |
| 19 years old and younger                              | 5.5%  |
| 20–29 years old                                       | 60.6% |
| 30–39 years old                                       | 21.3% |
| 40–49 years old                                       | 10.1% |
| 50 years old and older                                | 2.5%  |
| Employment situation                                  |       |
| Working in a family business                          | 8.7%  |
| Running one's own business                            | 4.8%  |
| Working in a private non-family enterprise            | 39.6% |
| Working in public administration or public enterprise | 22.6% |
| Not working   | 24.3% |

Source: authors' own elaboration.

## 4. Results

## 4.1. Qualitative Research Results

Qualitative research showed that the owners of the surveyed companies understood the phenomenon of organizational nepotism in two ways. Nepotism was understood either as the employment of a close family member, or in general, as favoring not only family Risks 2021, 9, 59 10 of 35

members but also friends and acquaintances. After explaining the differences, they showed understanding for both the concepts of "nepotism" and "cronyism".

The research has shown that not all entrepreneurs were able to point out some of the potential positives and negatives of nepotism and cronyism without much difficulty. The potential benefits were easily listed for people employed in accounting, press and tourism services, which does not mean that they accepted them (F1, F2, F3, F6). Due to the pandemic situation, "competences are even more important" (F2). They pointed to the need to hire professionals, even in a pandemic situation. "I cannot imagine working with non-professionals, even in a pandemic," said the first (F1). "At a time when confidence in the press and journalism is declining, the situation caused by the pandemic requires even greater professionalism and commitment" (F3). The tourist service representative emphasized that "it is not enough to seat a loved one behind a desk to sell tickets, especially in times of the coronavirus pandemic" (F6). On the other hand, the representative of the hair and beauty industry approached cronyism and nepotistic attitudes with some approval. As the owner of a family business, he indicated that thanks to employing friends, he "has great trust in his family" (F8). The second of them "trusts his brother very much and he cannot imagine the functioning of the company without him" (F9). Therefore, if he had to choose between two professional candidates, he would "choose a family member or a trusted friend" (F9). The trust issue was developed by the food service representative (F10 and F11). The second of them confessed that "when he employed only people from outside his family, money was missing in the cash register". Now they are missing too, "but to a much lesser extent." Professionalism "was not the most important" for the first of them (F10). Similarly, trust, as one of the positive factors in employing friends, was indicated by representatives of the transport and construction services company (F7, F4 and F5). The owner of the transport company noted that "he can call a friend and solve the current case at any time" (F7). During the epidemic, "trust is the basis of cooperation and mutual trust" (F5). Representatives of companies dealing with accounting services approached the issue in a similar way. Because they run a family business themselves, they cannot imagine that you cannot trust your spouses. However, they cannot imagine that they are "without competence" (F1 and F2). According to the representative of the press industry, "trust is not based on family ties, but on the experience gained" (F3). It is interesting that representatives of the catering industry indicated gratitude as a positive element in terms of nepotism and cronyism. This gratitude is "especially felt in a pandemic" (F11). According to him, when he employs family members, he can "count on greater gratitude". The phenomenon of nepotism results "from gratitude to the family and willingness to help relatives, including friends," declared another representative of the catering industry (F10). For representatives of the construction industry, there is no need to waste time searching for employees (F5), and home experience is "essential for survival during a pandemic" (F4).

The research showed that the respondents were aware of the many negatives of hiring according to nepotistic rules. At the same time, regardless of the state of the pandemic, there is a negative impact on the attitudes of employees and the condition of the company. The most common disadvantages were difficulties in distinguishing between work and family relations. The representative of the catering industry indicated the blurring of the boundaries "between family relations and employees" (F11). He pointed out that "an example may be a married couple who run a business together", "financial problems are transferred home, and family problems—to work". These problems may worsen in a situation of "reduced mobility and service provision" (F11). In a married couple, "spending all the time together negatively affects the relationship, as it may turn out that a man cannot share anything else with a loved one", which is the case "especially during a lockdown" (F10). Above all, difficulties arise when disciplinary action should be taken. Such difficulties are indicated by the representative of the construction industry (F4 and F5) and hairdressing and beauty services (F6). For the first of them, "it would be difficult to reprimand your loved ones" (F4). How could I, as the representative of the construction industry said directly, "let my brother-in-law, with whom we spend all the

Risks **2021**, *9*, 59

holidays together, be fired" (F5). "It is always difficult, and even more difficult in the present situation" (F5). The representative of the hair and beauty industry does not have such experiences directly. He adds, however, that "he cannot imagine a situation when he would have to call his closest relatives to his office." A difficult conversation would also be "in a situation of disciplining colleagues" (F8). The representatives of the press and construction and renovation industries indicated the employment of people without qualifications (F6). Some people think that everyone knows politics and therefore "could easily comment and write columns relating to current political affairs" (F3). The representative of the catering industry explained that he did not want to hire his loved one, and in such a situation he indicated a lack of qualifications. In response, he heard that "everyone can cook" (F10). Which is due to the fact that close relationships obscure objectivity." (F11). The need to require qualifications means that representatives of accounting services do not hire their friends. On the contrary, "I cannot imagine that someone without qualifications, and at the same time a family member, could work in my company" (F1). The other representative of the accounting services stressed that "I am personally against hiring relatives because I believe that the family should not be worked with" (F2). Their position does not change "also during a pandemic" (F1 and F2). The representative of the press industry pointed out the unfair treatment of employees. He noted that in the end "an entrepreneur may sooner or later feel the negative effects of nepotism". He may be "harmed by family members" (F3). He will not be able to refuse help, and the lack of decision-making may lead to the collapse of the company (F5). It will be difficult for him to "exercise the appropriate competences or ask for their supplementation, if they are needed" (F9). Research on nepotism shows that by employing loved ones in some inexplicable way, we are convinced that "they have the required competences, even though we know that they do not have such" (F1 and F3). It does not change the fact that we may face completely different situations. Namely, relatives "will want to fulfill the hopes placed in them and the obligations imposed on them" (F6). The situation does not change during a pandemic, "particularly in the event of job loss" (F6). From a theoretical point of view, knowing that you are a family member, hired for a relationship, "can put so much pressure on those in employment that they will try to demonstrate greater competences" (F4). The same, and "maybe and even more we can encounter such attitudes during a pandemic" (F1).

The research has shown that representatives of the surveyed companies confirmed that there is a certain risk of increased acceptance for organizational nepotism during the Covid-19 pandemic. They resulted primarily from the drastic effects of lockdown restrictions. The representative of the catering industry claimed that "many companies and services are forced to close their businesses or lay off workers due to the epidemic." It is different in a company based on family structures, where "you can leave your employee" (F10). The decisive factor in this is the ability to resolve financial issues "and this is easier with close family ties." Disclosure of income and losses incurred (F9) is helpful in this regard. As he emphasized, "the same principle does not apply to close friends". The epidemic is not limited to the suffered economic losses. Losses are also suffered by "employees, and the possibility of helping the loved ones makes it easier to solve ethical dilemmas, which makes it difficult to deny in these circumstances favoring the loved ones during the epidemic" (F11). The representative of transport services pointed to the lack of economic stability during the pandemic. Which, in his opinion, could "translate into an increase in acceptance for nepotism." According to him, "every day he does not know whether an employee will come to work or not be quarantined" (F7). The fact that "I know the labor market and I can quickly find a person ready to work among family members allows the company to function" (F7). Nepotistic attitudes are also more accepted because of emotional family ties. As the representative of construction and renovation services says, "supporting the family in these moments is much more important than looking for a qualified employee in a foreign environment" (F4). The representative of hairdressing and beauty services admitted during the interview that the time of the pandemic favors both the phenomenon of organizational nepotism and even cronyism. He knows, but has not experienced it

Risks 2021, 9, 59 12 of 35

himself, that "many people have lost their jobs. They were replaced by relatives to help the company with financial difficulties survive the difficult times" (F9). Which does not mean that he accepts such solutions himself. Such a situation is harmful to the dismissed people, but it is at the same understandable time. With the help of the family, "it is easier to avoid business closure and fight for its survival" (F9). It should be noted, however, that different approaches to the pandemic and the resulting practices were obvious to the representative of the press industry. He stated that "we encounter the phenomenon of nepotism more than once. Nowadays much more often" (F3). The pandemic did not essentially justify the use of nepotism by employers who have the opportunity to work remotely. The research has shown that acceptance of nepotism can also be justified beyond material considerations and family and friendship ties. The representative of the press industry admitted that the pandemic makes people feel unsafe. "It is therefore possible to depart from certain obligations for the benefit of the family and loved ones" (F3).

Summing up, it should be stated that the qualitative research has shown that the phenomenon of nepotism is accepted to some extent in some of the surveyed companies. It is less so in the case of cronyism. There was a different approach to nepotism, and it results from the specificity of the business. Where finances are concerned, there is basically no nepotism or cronyism. Where activity is online, there is less acceptance, and we see greater acceptance in the case of complete limitation of the activity. Let us note that the respondents showed, after some explanations, knowledge of the discussed issues and were able to indicate what nepotism and cronyism are. If they were unfamiliar with this distinction, they understood that it was about employment and its consequences. However, after explanations, they agreed that such a distinction is necessary and sheds light on the issue of favoring people in the workplace. It is worth noting that some interviewed people noticed some benefits of nepotism in dealing with pandemic problems. In difficult times, the trust and devotion of a family member turned out to be more important and useful for the family business than the qualifications of outsiders. This result is consistent with the research on companies in New Zealand, where also trust and devotion resulting from belonging to a family facilitated the survival of companies in situations of high uncertainty (Wu 2020). The trust in the closest family members underlined in the research results not only from experience, but also finds its deep confirmation in sociological research. According to them, Poles place the greatest trust in their closest family members. This is significant because Poles also belong to communities that have a low level of trust in others compared to other European nations. Acceptance for the activities of nepotism also results from the limitations resulting from the need to respect procedures, as "searching for employees in times of a pandemic turns out to be difficult" (F7).

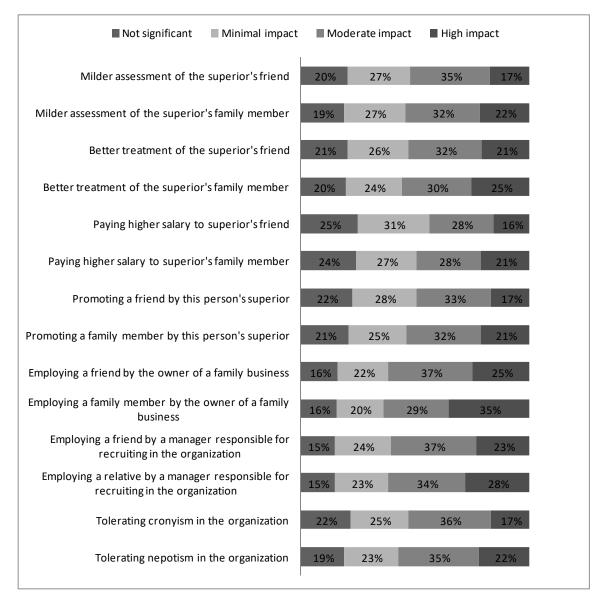
### 4.2. Qualitative Study Results

In the first question, the authors examined the respondents' opinions on the impact of the COVID-19 pandemic on the phenomenon of nepotism. The assessment of the opinions on this impact was based on the fact that the respondents determined the impact of the pandemic on nepotism and cronyism and then, using the same scale, the impact on selected specific phenomena related to nepotism and cronyism. A scale with four possible answers was used for the answers: no significance, minimal impact, moderate impact, and high impact.

In the opinion of most respondents, the COVID-19 pandemic will affect the tolerance of nepotism in the organization (Figure 1). According to the respondents, it will mainly be manifested in the employment of people related to the owners of the company in the family business (64.06% of respondents indicated that the pandemic will have a moderate and high impact in such situations). The risk of employing people related to managers responsible for recruitment in non-family companies was mentioned less often (61.90%). The impact of the pandemic on other nepotistic situations (e.g., in promotions, paying higher wages, better treatment, or less favorable assessment of relatives) was believed to have little or no impact by approximately half of the respondents, while the other half thought it would be

Risks **2021**, 9, 59

moderate and high. Thus, the opinions here are divided. The percentage of respondents who say the pandemic will affect the tolerance of cronyism is noticeably lower. It was pointed out slightly less frequently that the pandemic would have an impact on hiring friends and other forms of favoring friends (compared to favoring relatives).



**Figure 1.** Impact of the Covid pandemic on phenomena related to nepotism and cronyism—opinions of the respondents. Source: authors' own elaboration.

In the next step, the authors decided to examine whether the workplace influences the respondents' opinions. They were divided into five groups: working in family businesses, working in non-family businesses, working in the public sector, running their own business and not working.

The analysis of the data in Table 4 shows that the respondents most often assessed the impact of the Covid pandemic on the tolerance of nepotism in the organization, as moderate 35.4% (213 people) and only 19% (114 people) described the impact of the Covid pandemic as non-significant. A high or moderate influence on tolerating nepotism in the organization, depending on the workplace, was most often indicated by business owners 61.1% (18 people), and the least by the respondents working in family businesses 44.2% (23 people). Almost two-thirds of the owner indicating the impact of the pandemic on the

Risks 2021, 9, 59

employment of relatives confirms the information obtained in qualitative research that some owners prefer to support their relatives in difficult times. On the other hand, the responses of people working in family businesses, i.e., those in which the owners' relatives may actually be employed, suggest that this phenomenon has not escalated in family businesses as expected, since this impact is clearly less often indicated by these employees than in other groups.

**Table 4.** Statistical analysis of the assessment of the impact of the Covid pandemic on the tolerance of nepotism depending on the workplace.

|                               |                              |                                |       | En                         | nploymen | t Situation           |         |         |       |             |      |        |
|-------------------------------|------------------------------|--------------------------------|-------|----------------------------|----------|-----------------------|---------|---------|-------|-------------|------|--------|
| Tolerating<br>Nepotism in the | Working in a Family Business |                                | Non-l | ng in a<br>Family<br>iness |          | ng in the<br>c Sector | Busines | s Owner | Not W | orking      | To   | otal   |
| Organization                  | п                            | %                              | п     | %                          | n        | %                     | n       | %       | n     | %           | n    | %      |
| Not significant               | 14                           | 26.9                           | 50    | 21                         | 21       | 15.4                  | 7       | 24.1    | 22    | 15.1        | 114  | 19     |
| Minimal impact                | 15                           | 28.9                           | 52    | 21.9                       | 34       | 25                    | 4       | 13.8    | 36    | 24.7        | 141  | 23.5   |
| Moderate impact               | 16                           | 30.8                           | 85    | 35.7                       | 49       | 36                    | 9       | 31      | 54    | 37          | 213  | 35.4   |
| High impact                   | 7                            | 13.5                           | 51    | 21.4                       | 32       | 23.5                  | 9       | 31      | 34    | 23.3        | 133  | 22.1   |
| Total                         | 52                           | 100                            | 238   | 100                        | 136      | 100                   | 29      | 100     | 146   | 100         | 601  | 100    |
| Statistical analysis          |                              | Test Chi <sup>2</sup> Person = |       |                            |          |                       | 10      | 0.68    | Sign  | nificance l | evel | 0.5567 |

Source: authors' own elaboration.

Statistical analysis showed no statistically significant differences (p > 0.05) in the structure of tolerating nepotism in the organization depending on the workplace. Detailed data is presented in Table 1.

In the next step, opinions on tolerating cronyism were compared. The analysis of the data in Table 5 shows that the respondents most often assessed the impact of the Covid pandemic on the tolerance of nepotism in the organization as moderate 35.8% (215 people) and only 17.1% (103 people) described the impact of the Covid pandemic as having no significance. A high or moderate influence on tolerating nepotism in an organization, depending on the workplace, was most often indicated by company owners (58.6%) (17 people), but a similar percentage of people working in the public sector also indicated a high or moderate influence (58.1%). High and moderate influence was the least frequently indicated by the respondents working in non-family businesses 50% (119 people). Therefore, here too, it seems that business owners who feel the effects of the pandemic the most, are often the ones to see the pandemic as conducive to favoritism.

**Table 5.** Statistical analysis of the assessment of the impact of the Covid pandemic on the tolerance of cronyism depending on the workplace.

|   |    |                                |  | En   | nployme                         | nt Situatio | n              |      |             |             |      |        |
|---|----|--------------------------------|--|------|---------------------------------|-------------|----------------|------|-------------|-------------|------|--------|
| Tolerating Working Cronyism in the Busine |    | mily                           | Working in a<br>Non-Family<br>Business |      | Working in the<br>Public Sector |             | Business Owner |      | Not Working |             | To   | otal   |
| Organization                              | n  | %                              | n                                      | %    | n                               | %           | n              | %    | п           | %           | n    | %      |
| Not significant                           | 13 | 25                             | 55                                     | 23.1 | 25                              | 18.4        | 7              | 24.1 | 30          | 20.6        | 130  | 21.6   |
| Minimal impact                            | 12 | 23.1                           | 64                                     | 26.9 | 32                              | 23.5        | 5              | 17.2 | 40          | 27.4        | 153  | 25.5   |
| Moderate impact                           | 20 | 38.5                           | 80                                     | 33.6 | 54                              | 39.7        | 8              | 27.6 | 53          | 36.3        | 215  | 35.8   |
| High impact                               | 7  | 13.5                           | 39                                     | 16.4 | 25                              | 18.4        | 9              | 31   | 23          | 15.7        | 103  | 17.1   |
| Total                                     | 52 | 100                            | 238                                    | 100  | 136                             | 100         | 29             | 100  | 146         | 100         | 601  | 100    |
| Statistical analysis                      |    | Test Chi <sup>2</sup> Person = |  |      |                                 |             | 8.             | .43  | Sigr        | nificance l | evel | 0.7505 |

Source: authors' own elaboration.

Risks 2021, 9, 59 15 of 35

The statistical analysis showed no statistically significant differences (p > 0.05) in the structure of tolerance of cronyism in the organization depending on the workplace. Detailed data is presented in Table 5.

Following this, the analysis of selected situations of favoring selected people in organizations was undertaken. First, it was checked: what are the opinions on the impact of the pandemic on employing family members by managers (not owners) depending on the place of work. The number of people related in this organization was moderate—33.6% (202 people) and only 14.8% (89 people) described the impact of the Covid pandemic on this situation as non-significant. High or moderate impact on employing family members by managers (not owners), depending on the place of work, was most often indicated by 67.8% (99 people) the respondents who were not working, and the least by 55.2% (16 people) by the respondents running their own businesss. Similar indications were also obtained among employees of family businesses 55.8% (29 people).

Statistical analysis showed no statistically significant differences (p > 0.05) in the employment structure of the manager responsible for the recruitment of a related person in this organization depending on the workplace. Detailed data is presented in Table 6.

**Table 6.** Statistical analysis of the assessment of the impact of the Covid pandemic on employing a family member by the manager responsible for recruitment in the organization depending on the workplace.

|  |                                |                           |      | Er                          | nployme | nt Situatio              | on |               |       |             |      |        |
|--|--------------------------------|---------------------------|------|-----------------------------|---------|--------------------------|----|---------------|-------|-------------|------|--------|
| Employing a Relative by a<br>Manager Responsible for | Fai                            | ing in a<br>mily<br>iness | Non- | ing in a<br>Family<br>iness | the I   | ing in<br>Public<br>ctor |    | iness<br>vner | Not W | orking      | To   | otal   |
| Recruiting in the Organization                       | n                              | %                         | п    | %                           | n       | %                        | n  | %             | п     | %           | п    | %      |
| Not significant                                      | 9                              | 17.3                      | 40   | 16.8                        | 18      | 13.2                     | 5  | 17.2          | 17    | 11.6        | 89   | 14.8   |
| Minimal impact                                       | 14                             | 26.9                      | 57   | 24                          | 31      | 22.8                     | 8  | 27.6          | 30    | 20.6        | 140  | 23.3   |
| Moderate impact                                      | 20                             | 38.5                      | 70   | 29.4                        | 42      | 30.9                     | 8  | 27.6          | 62    | 42.5        | 202  | 33.6   |
| High impact  | 9                              | 17.3                      | 71   | 29.8                        | 45      | 33.1                     | 8  | 27.6          | 37    | 25.3        | 170  | 28.3   |
| Total  | 52                             | 100                       | 238  | 100                         | 136     | 100                      | 29 | 100           | 146   | 100         | 601  | 100    |
| Statistical analysis                                 | Test Chi <sup>2</sup> Person = |                           |      |                             |         |                          | 12 | 2.86          | Sign  | nificance l | evel | 0.3795 |

Source: authors' own elaboration.

In the next step, opinions on the employment of a related person in the company by the owner of the family business were analyzed. The analysis of the data in Table 7 shows that the respondents most often assessed the impact of the Covid pandemic on the employment of a related person by the owner of a family business as high—35.4% (213 people) and only 15.6% (94 people) assessed the impact of the Covid pandemic on this situation is irrelevant. A high or moderate impact on the employment by the owner of a family business of a related person in this company depending on the place of work was most often indicated by those working in the public sector 66.2% (90 people) and the least by the respondents working in a family business 59.6% (31 people). The differences between the groups in this case were not large. It should be added that although business owners indicated a moderate and high impact less frequently than those not working or working in the public sector and in non-family enterprises, they most often indicated this impact as very high. This suggests that almost half of them may be considering hiring a family member in their business.

Risks 2021, 9, 59 16 of 35

**Table 7.** Statistical analysis of the assessment of the impact of the Covid pandemic on employing a family member by the owner of the family business depending on the place of work.

|   |                                |                           |  | En   | nployme              | nt Situatio | on                |      |             |      |        |      |
|---|--------------------------------|---------------------------|--|------|----------------------|-------------|-------------------|------|-------------|------|--------|------|
| Employing a Relative by the Family Business Owner | Fai                            | ing in a<br>mily<br>iness | Working in a<br>Non-Family<br>Business |      | on-Family the Public |             | Business<br>Owner |      | Not Working |      | Total  |      |
|   | п                              | %                         | n                                      | %    | n                    | %           | n                 | %    | n           | %    | n      | %    |
| Not significant                                   | 10                             | 19.2                      | 43                                     | 18.1 | 18                   | 13.2        | 5                 | 17.2 | 18          | 12.3 | 94     | 15.6 |
| Minimal impact                                    | 11                             | 21.1                      | 45                                     | 18.9 | 28                   | 20.6        | 6                 | 20.7 | 32          | 21.9 | 122    | 20.3 |
| Moderate impact                                   | 14                             | 26.9                      | 68                                     | 28.6 | 37                   | 27.2        | 5                 | 17.2 | 48          | 32.9 | 172    | 28.6 |
| High impact                                       | 17                             | 32.7                      | 82                                     | 34.4 | 53                   | 39          | 13                | 44.8 | 48          | 32.9 | 213    | 35.4 |
| Total   | 52                             | 100                       | 238                                    | 100  | 136                  | 100         | 29                | 100  | 146         | 100  | 601    | 100  |
| Statistical analysis                              | Test Chi <sup>2</sup> Person = |                           |  |      |                      | 7           | .37               | Sign | nificance l | evel | 0.8322 |      |

Source: authors' own elaboration.

The statistical analysis did not show any statistically significant differences (p > 0.05) in the structure of employing a person related to him by the owner of the family business in this company depending on the workplace. Detailed data is presented in Table 7.

The next analyzed cases concern cronyism. The first is when the recruiting manager hires a friend in this organization. The analysis of the data contained in Table 8 shows that the respondents most often assessed the impact of the Covid pandemic on hiring a manager responsible for recruiting a friend as moderate 37.4% (225 people) and only 14.8% (89 people) said that the impact of the Covid pandemic on this situation does not exist. A high or moderate impact on the employment of a manager responsible for recruiting a friend, depending on the place of work, was most often indicated by those not working 65.1% (95 people) and the least by the respondents running a business 51.7% (15 people).

The statistical analysis showed no statistically significant differences (p > 0.05) in the structure of employment by the manager responsible for recruiting a friend depending on the workplace. Detailed data is presented in Table 8.

**Table 8.** Statistical analysis of the assessment of the impact of the Covid pandemic on employing a friend by the manager responsible for recruitment in the organization depending on the workplace.

|  |                                |                           |       | Empl                       | oyment | t Situatio               | n  |               |      |            |         |        |
|--|--------------------------------|---------------------------|-------|----------------------------|--------|--------------------------|----|---------------|------|------------|---------|--------|
| Employing a Friend by a<br>Manager Responsible for | Fai                            | ing in a<br>mily<br>iness | Non-l | ng in a<br>Family<br>iness | the I  | ing in<br>Public<br>ctor |    | iness<br>vner |      | ot<br>king | To      | otal   |
| Recruiting in the Organization                     | n                              | %                         | п     | %                          | n      | %                        | п  | %             | n    | %          | n       | %      |
| Not significant                                    | 6                              | 11.5                      | 44    | 18.5                       | 16     | 11.8                     | 5  | 17.2          | 18   | 12.3       | 89      | 14.8   |
| Minimal impact                                     | 17                             | 32.7                      | 53    | 22.3                       | 35     | 25.7                     | 9  | 31            | 33   | 22.6       | 147     | 24.5   |
| Moderate impact                                    | 20                             | 38.5                      | 85    | 35.7                       | 51     | 37.5                     | 7  | 24.1          | 62   | 42.5       | 225     | 37.4   |
| High impact  | 9                              | 17.3                      | 56    | 23.5                       | 34     | 25                       | 8  | 27.6          | 33   | 22.6       | 140     | 23.3   |
| Total  | 52                             | 100                       | 238   | 100                        | 136    | 100                      | 29 | 100           | 146  | 100        | 601     | 100    |
| Statistical analysis                               | Test Chi <sup>2</sup> Person = |                           |       |                            |        |                          | 10 | 0.63          | Sign | ificance   | e level | 0.5604 |

Source: authors' own elaboration.

The second situation concerns cronyism in a family business. The analysis of the data contained in Table 9 shows that the respondents most often assessed the impact of the Covid pandemic on employment by the owner of a friend's family business in that company as moderate 36.8% (221 people) and only 16.3% (98 people) described the impact of the pandemic Covid as non-significant. High or moderate impact on employment by the owner of the family business of a friend in this company, depending on the place of work, was most often indicated by those working in the family business 67.3% (35 people)

Risks **2021**, 9, 59

and less by business owners 61.06% (18 people) and the least working in the sector public 51.7% (15 people).

**Table 9.** Statistical analysis of the assessment of the impact of the Covid pandemic on employing a friend by the owner of the family business depending on the workplace.

|   |     |  |     | Empl                               | oyment | Situatio          | n  |                |      |          |         |       |
|---|-----|--|-----|------------------------------------|--------|-------------------|----|----------------|------|----------|---------|-------|
| Employing a Friend by the Family Business Owner | Fai | ng in a Working in a<br>nily Non-Family<br>ness Business |     | Working in<br>the Public<br>Sector |        | Business<br>Owner |    | Not<br>Working |      | To       | otal    |       |
|   | n   | %  | n   | %                                  | п      | %                 | n  | %              | n    | %        | n       | %     |
| Not significant                                 | 11  | 21.2   | 49  | 20.6                               | 16     | 11.8              | 5  | 17.2           | 17   | 11.6     | 98      | 16.3  |
| Minimal impact                                  | 6   | 11.5   | 41  | 17.2                               | 35     | 25.7              | 9  | 31             | 41   | 28.1     | 132     | 21.9  |
| Moderate impact                                 | 20  | 38.5   | 91  | 38.2                               | 47     | 34.6              | 6  | 20.7           | 57   | 39       | 221     | 36.8  |
| High impact                                     | 15  | 28.8   | 57  | 24                                 | 38     | 27.9              | 9  | 31             | 31   | 21.2     | 150     | 25    |
| Total   | 52  | 100  | 238 | 100                                | 136    | 100               | 29 | 100            | 146  | 100      | 601     | 100   |
| Statistical analysis                            |     | Test Chi <sup>2</sup> Person =                           |     |                                    |        |                   |    | 1.31           | Sign | ificance | e level | 0.046 |

Source: authors' own elaboration.

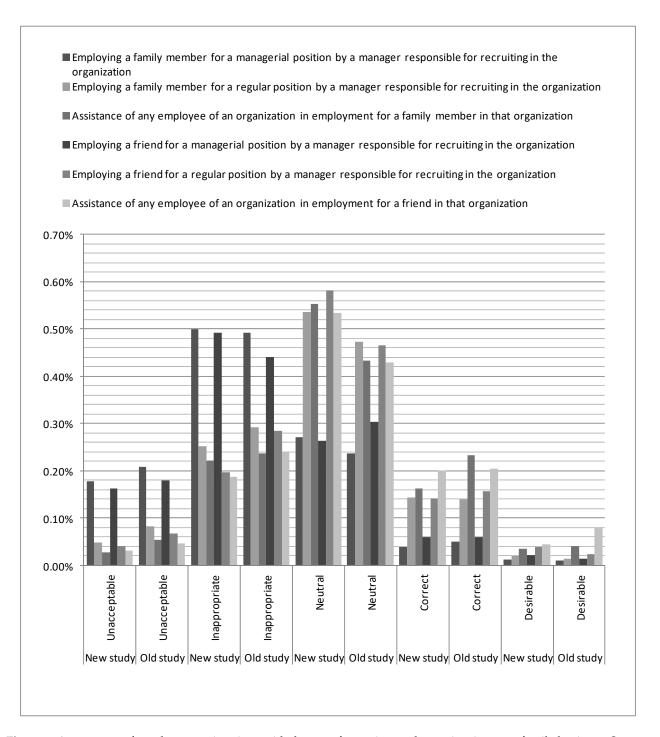
Statistical analysis showed a statistically significant difference (p < 0.05) in the structure of employment by the owner of a friend's family business in this company depending on the place of work, i.e., employees employed in the family business statistically significantly indicated a greater impact of the Covid pandemic on employment by the business owner family friend in this company than other people. Detailed data is presented in Table 9.

In the second block of questions, the authors decided to examine how the assessment of situations related to favoring others has changed during the Covid 19 pandemic. To assess situations related to favoritism, a five-point scale was used with the following possible answers: unacceptable, inappropriate, neutral, correct, or desirable. By comparing the answers of the respondents from before the pandemic with those during the pandemic, it is possible to determine how the attitude of the respondents to these situations changes. First, the change in the assessment of employment situations with the use of nepotism and cronyism in a non-family enterprise was examined.

Most of the respondents assessed the situations in which there was help in employing non-family enterprises as negative. The situations in which the employee held a managerial position were treated the most severely, and there is no significant difference in this situation between nepotism and cronyism. The help of ordinary workers in recruiting their family members and friends to regular positions was rated the least favorably. Therefore, along with the decline in the rank of the position, the percentage of respondents assessing it negatively decreased.

There were no significant differences in the assessment of these situations by respondents in the pre-pandemic period and during the pandemic. Although the number of respondents negatively evaluating employment for managerial positions was slightly lower during the pandemic, the help of ordinary workers in hiring was more often indicated as desirable, before the pandemic, fewer people indicated all the above situations as unacceptable, the differences are small and fall within statistical error limits. Detailed information is presented in Figure 2.

Risks **2021**, 9, 59 18 of 35



**Figure 2.** Assessment of employment situations with the use of nepotism and cronyism in a non-family business. Source: authors' own elaboration.

The analysis of the data in Table 10 shows that the respondents most often assessed the employment by a manager responsible for recruiting a related person for a managerial position as inappropriate 49.5% (550 people) and only 1.1% (12 people) as desirable. Inappropriate and unacceptable assessment of employing a manager responsible for recruiting a related person for a managerial position depending on the date of the study was indicated more often in the study conducted before the Covid 19 pandemic, 70.1% (357 people). The correct and desirable assessment of employing a related person for a managerial position by a manager responsible for recruiting a related person also appeared more often in the

Risks 2021, 9, 59

study before the pandemic 6.1% (31 people). However, in both cases the difference between the old and new studies was small.

**Table 10.** Statistical analysis of assessment of employing a relative for a managerial position by a manager responsible for recruiting depending on the date of the survey.

| Employing a Family Member for a Managerial Position | New                   | Study    | Old  | Study     | Total     |        |
|---|-----------------------|----------|------|-----------|-----------|--------|
| by a Manager Responsible for Recruiting             | n                     | %        | n    | %         | п         | %      |
| Unacceptable  | 107                   | 17.8     | 107  | 21        | 214       | 19.3   |
| Inappropriate                                       | 300                   | 49.9     | 250  | 49.1      | 550       | 49.5   |
| Neutral   | 163                   | 27.1     | 121  | 23.8      | 284       | 25.6   |
| Correct   | 24                    | 4        | 26   | 5.1       | 50        | 4.5    |
| Desirable   | 7                     | 1.1      | 5    | 1         | 12        | 1.1    |
| Total   | 601                   | 100      | 509  | 100       | 1110      | 100    |
| Statistical analysis                                | Test Chi <sup>2</sup> | Person = | 3.57 | Significa | nce level | 0.4674 |

Source: authors' own elaboration.

Statistical analysis did not show any statistically significant differences (p > 0.05) in the employment structure by the manager responsible for recruiting a related person for a managerial position depending on the date of the study. Detailed data is presented in Table 10.

The analysis of the data in Table 11 shows that the respondents most often assessed the employment by a manager responsible for recruiting a friend for a managerial position as inappropriate 46.9% (521 people) and only 1.8% (20 people) as desirable. The inappropriate and unacceptable assessment of employing a manager responsible for recruiting a related person for a managerial position depending on the date of the study was indicated more often in the study conducted during the Covid 19 pandemic, 65.6% (394 people). Correct and desirable assessment of employing a manager responsible for recruiting a friend for a managerial position also appeared more often in the study during the pandemic 8.2% (49 people). However, in both cases the difference between the old and the new study was small.

**Table 11.** Statistical analysis of the evaluation of employing a friend for a managerial position by the manager responsible for recruiting depending on the date of the survey.

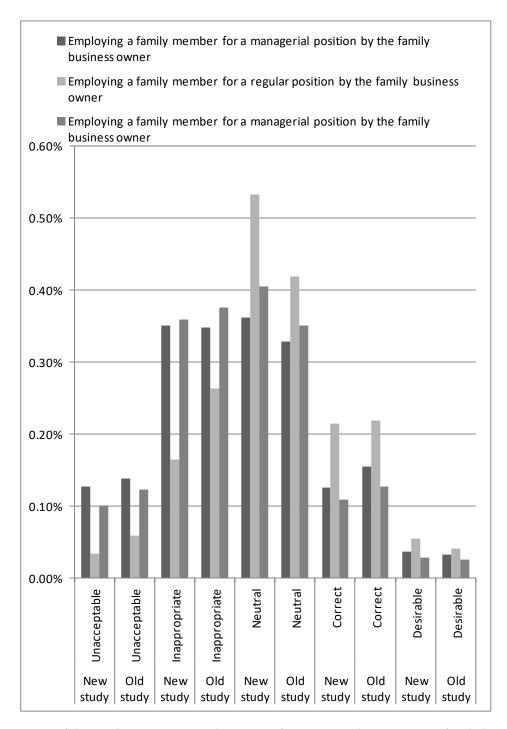
| Employing a Friend for a Managerial Position by a | New                            | Study | Old  | Study     | Total     |       |
|---|--------------------------------|-------|------|-----------|-----------|-------|
| Manager Responsible for Recruiting                | п                              | %     | n    | %         | n         | %     |
| Unacceptable                                      | 98                             | 16.3  | 92   | 18        | 190       | 17.1  |
| Inappropriate                                     | 296                            | 49.3  | 225  | 44.1      | 521       | 46.9  |
| Neutral   | 158                            | 26.3  | 155  | 30.4      | 313       | 28.2  |
| Correct   | 36                             | 6     | 31   | 6.1       | 67        | 6     |
| Desirable   | 13                             | 2.2   | 7    | 1.4       | 20        | 1.8   |
| Total   | 601                            | 100   | 510  | 100       | 1111      | 100   |
| Statistical analysis                              | Test Chi <sup>2</sup> Person = |       | 4.64 | Significa | nce level | 0.325 |

Source: authors' own elaboration.

The statistical analysis did not show any statistically significant differences (p > 0.05) in the employment structure by the manager responsible for recruiting a friend for a managerial position depending on the date of the study. Detailed data is presented in Table 11.

In the next questions, the authors examined the assessment of phenomena related to nepotism and cronyism in family businesses. Here, too, such situations were assessed Risks 2021, 9, 59 20 of 35

negatively, and the percentage of respondents assessing them negatively also decreased with the decline in the rank of the position. There is a noticeable increase in the percentage of people assessing neutrally the employment of a family member for an ordinary position in a family business, with a clear decline in negative assessments of this phenomenon. Employing family members and friends for managerial positions is assessed similarly in both surveys (Figure 3).



**Figure 3.** Assessment of the employment situation by means of nepotism and cronyism in a family business. Source: authors' own elaboration.

The analysis of the data in Table 12 shows that the respondents most often assessed the employment by the owner of a family business of a related person for a managerial

Risks **2021**, 9, 59

position as inappropriate 35% (387 people), but the number of people assessing the above situation neutrally was similar to 34.6% (383 persons). In the study during the Covid 19 pandemic, the percentage of people assessing the above situation as neutral was higher than those assessing it incorrectly. Only 3.4% (38 people) of the respondents assessed this situation as desirable. Improper and unacceptable assessment of employing a related person by the owner of a family business for a managerial position depending on the workplace was indicated more often in the study conducted before the Covid 19 pandemic, 48.6% (246 people). The correct and desirable assessment of employing a related person for a managerial position by the family business owner was also more frequent in the pre-pandemic survey 18.6% (94 people). However, in both cases the difference between the old and new research was small.

**Table 12.** Statistical analysis of the assessment of employment of a relative for a managerial position by the family business owner depending on the date of the study.

|   |            | St       | udy  |           |                    |      |
|---|------------|----------|------|-----------|--------------------|------|
| Employing a Family Member for a Managerial Position | New        | Study    | Old  | Study     | Total              |      |
| by the Family Business Owner                        | n          | %        | n    | %         | n                  | %    |
| Unacceptable  | 76         | 12.7     | 70   | 13.8      | 146                | 13.2 |
| Inappropriate                                       | 211        | 35.1     | 176  | 34.8      | 387                | 35   |
| Neutral   | 217        | 36.1     | 166  | 32.8      | 383                | 34.6 |
| Correct   | <i>7</i> 5 | 12.5     | 78   | 15.4      | 153                | 13.8 |
| Desirable   | 22         | 3.7      | 16   | 3.2       | 38                 | 3.4  |
| Total   | 601        | 100      | 506  | 100       | 1107               | 100  |
| Statistical analysis                                | Test Chi   | Person = | 3.08 | Significa | Significance level |      |

Source: authors' own elaboration.

The statistical analysis did not show any statistically significant differences (p > 0.05) in the structure of employment by the owner of the family business of a related person for a managerial position depending on the date of the study. Detailed data is presented in Table 12.

The analysis of the data in Table 13 shows that the respondents most often assessed the employment of a friend for a managerial position by the owner of a family business as neutral 38% (421 people) and only 2.7% (30 people) as desirable. The inappropriate and unacceptable assessment of employing a friend for a managerial position by a family business owner depending on the workplace was indicated more often in the study conducted before the Covid 19 pandemic 49.7% (252 people). The correct and desirable assessment of employing a related person for a managerial position by the owner of a family business was also more frequent in the pre-pandemic survey 15.2% (77 people). However, in both cases the difference between the old and the new survey was small, although also in this case an increase in people assessing the above situation as neutral.

The statistical analysis showed no statistically significant difference (p > 0.05) in the structure of employment by the owner of a family business, a friend for a managerial position, depending on the date of the study. Detailed data is presented in Table 13.

The last area studied was the evaluation of phenomena related to nepotism and cronyism, but not related to employment. Here, too, these phenomena were negatively assessed by the vast majority of respondents. There are also no major differences between pre- and pandemic testing. The exception is the evaluation of the promotion of relatives and friends. In the study, during the pandemic, the phenomenon of favoring people in promotion was assessed more mildly, though still negative by the vast majority. Detailed data is presented in Table 14.

Risks 2021, 9, 59 22 of 35

**Table 13.** Statistical analysis of the assessment of employment of a friend for a managerial position by the family business owner depending on the date of the study.

|   |  | St   | udy       |        |      |      |
|---|--|------|-----------|--------|------|------|
| Employing a Friend for a Managerial Position by the | New Study Old  |      | Study     | To     | otal |      |
| Family Business Owner                               | п  | %    | n         | %      | n    | %    |
| Unacceptable  | 60   | 10   | 62        | 12.2   | 122  | 11   |
| Inappropriate                                       | 216  | 35.9 | 190       | 37.5   | 406  | 36.6 |
| Neutral   | 243  | 40.4 | 178       | 35.1   | 421  | 38   |
| Correct   | 65   | 10.8 | 64        | 12.6   | 129  | 11.6 |
| Desirable   | 17   | 2.8  | 13        | 2.6    | 30   | 2.7  |
| Total   | 601  | 100  | 507       | 100    | 1108 | 100  |
| Statistical analysis                                | Test Chi <sup>2</sup> Person = 4.33 Significance level |      | nce level | 0.3631 |      |      |

Source: authors' own elaboration.

Table 14. Assessment of other situations related to nepotism and cronyism depending on the date of the study.

|  | New Study    |               |         |         |           | Old Study    |               |         |         |           |  |  |
|--|--------------|---------------|---------|---------|-----------|--------------|---------------|---------|---------|-----------|--|--|
|  | Unacceptable | Inappropriate | Neutral | Correct | Desirable | Unacceptable | Inappropriate | Neutral | Correct | Desirable |  |  |
|  | %            | %             | %       | %       | %         | %            | %             | %       | %       | %         |  |  |
| Promoting a person<br>related to that person's<br>supervisor (direct or<br>indirect) | 21           | 44.6          | 27      | 5       | 2.5       | 27.8         | 45.2          | 19.5    | 6.1     | 1.4       |  |  |
| Promoting a person related to the business owner                                     | 21           | 46.4          | 25.5    | 4       | 2.2       | 29.2         | 47.7          | 14.8    | 6.9     | 1.4       |  |  |
| Promoting a supervisor's friend (direct or indirect)                                 | 18.6         | 47.1          | 27.1    | 5.7     | 1.5       | 25.4         | 49.4          | 16.7    | 6.7     | 1.8       |  |  |
| Promoting a friend of the<br>company owner<br>Paying a higher salary to              | 19.8         | 48.6          | 25.3    | 4.8     | 1.5       | 26.9         | 47.7          | 19.8    | 4.6     | 1         |  |  |
| a relative of that person's<br>supervisor (direct or<br>indirect)                    | 37.6         | 41.6          | 13.1    | 5.5     | 2.2       | 43.6         | 36.9          | 12.6    | 5.1     | 1.8       |  |  |
| Paying a higher salary to<br>the business owner's<br>family member                   | 39.1         | 39.4          | 14      | 5.5     | 2         | 44.9         | 33.7          | 15      | 4.7     | 1.8       |  |  |
| Paying a higher salary to<br>a supervisor's friend<br>(direct or indirect)           | 36.8         | 43.1          | 13.1    | 5.7     | 1.3       | 42.8         | 36.3          | 14.4    | 4.7     | 1.8       |  |  |
| Paying a higher salary to<br>a friend of the business<br>owner                       | 39.1         | 39.8          | 14.8    | 4.8     | 1.5       | 43.7         | 37.4          | 13      | 4.3     | 1.6       |  |  |
| Better treatment of a<br>supervisor's relative<br>(direct or indirect)               | 35.8         | 42.9          | 15.5    | 4.5     | 1.3       | 33.9         | 46.9          | 14.1    | 3.9     | 1.2       |  |  |
| Better treatment of the<br>business owner's relative<br>Treating supervisor's        | 35.6         | 42.4          | 15.1    | 4.3     | 2.5       | 33.9         | 43.8          | 16.4    | 3.8     | 2.2       |  |  |
| friend better (direct or indirect)   | 35.6         | 41.3          | 16.5    | 4.7     | 2         | 33.2         | 45            | 14.7    | 5.7     | 1.4       |  |  |
| Treating business<br>owner's friend better<br>A milder assessment of                 | 34.6         | 41.6          | 16.5    | 5.5     | 1.8       | 33.3         | 44.5          | 16.3    | 4.1     | 1.8       |  |  |
| supervisor's relative (direct or indirect)   | 27.3         | 49.4          | 17      | 4.2     | 2.2       | 30           | 46.8          | 15      | 7.1     | 1         |  |  |
| A milder assessment of<br>the business owner's<br>relative                           | 27.5         | 47.1          | 17.5    | 5.3     | 2.7       | 29.3         | 47.6          | 16.7    | 5.1     | 1.2       |  |  |
| A milder assessment of<br>the supervisor's friend<br>(direct or indirect)            | 26.6         | 49.3          | 17.1    | 5       | 2         | 29.1         | 44.8          | 20.6    | 4.1     | 1.4       |  |  |
| A milder assessment of a business owner's friend                                     | 27.3         | 47.1          | 18.8    | 4.5     | 2.3       | 28.9         | 46.3          | 17.3    | 5.5     | 2         |  |  |

Source: authors' own elaboration.

The last, third block of questions was to examine whether the pandemic had an impact on the functioning of employees in an organization with nepotism or cronyism. Previous studies indicate that both nepotism and cronyism negatively affect: employee satisfaction, Risks 2021, 9, 59 23 of 35

motivation to work, employee commitment, trust in the organization and willingness to work in the organization (Padgett and Morris 2005; Padgett et al. 2015; Abdalla et al. 1998; Arasli et al. 2006; Qaisar 2016; Vveinhardt and Petrauskaite 2013). A four-point scale was used to assess the impact of favoritism in the workplace with the following possible answers: strongly disagree, rather disagree, rather agree, or strongly agree. By comparing the responses of the respondents before the pandemic with those during the pandemic, it is possible to determine how the impact of these situations on the respondents changes.

According to the respondents, nepotism in a family business has a negative impact on job satisfaction in a given organization (enterprise, institution, etc.), motivation to work, commitment, and trust in the organization or even the willingness to work in an organization where there is a phenomenon of nepotism consisting in employment due to kinship. Such an opinion was expressed by the vast majority of respondents. There are no significant differences in assessing the impact of nepotism before and during the pandemic (Figure 4).

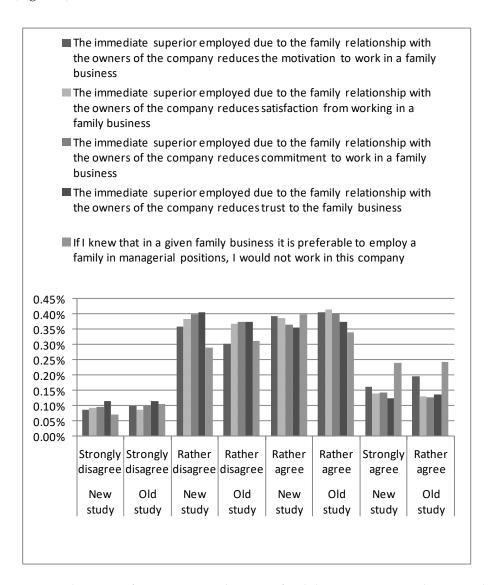


Figure 4. The impact of nepotism on employees in a family business. Source: authors' own elaboration.

The analysis of the data contained in Table 15 shows that the respondents most often agreed that the direct superior employed, due to the relationship with the owners of the company, reduces the motivation to work in a family business 39.9% (443 people) and only 9.1% (101 people) definitely did not match. In total, 60% (306 people) of the respondents

Risks 2021, 9, 59 24 of 35

in the pre-Covid 19 pandemic study strongly agreed and rather agreed. However, 44.4% (267 people) of the respondents to the study during the pandemic strongly disagreed and rather disagreed. The difference between the old and the new study was small, in the new study the percentage of people who did not agree with the above statement increased by less than 5% and the percentage of people who strongly agreed decreased by about 3%.

**Table 15.** Statistical analysis of the assessment of the impact of the employee's immediate superior due to the relationship with the owners of the company on the motivation to work in a family business depending on the date of the study.

|   |          | St                    | udy  |                    |       |        |  |
|---|----------|-----------------------|------|--------------------|-------|--------|--|
| The Immediate Superior Employed Due to the Family   | New      | Study                 | Old  | Study              | Total |        |  |
| Relationship with the Owners of the Company Reduces the Motivation to Work in a Family Business | n        | %                     | n    | %                  | п     | %      |  |
| Strongly disagree   | 51       | 8.5                   | 50   | 9.8                | 101   | 9.1    |  |
| Rather disagree   | 216      | 35.9                  | 154  | 30.2               | 370   | 33.3   |  |
| Rather agree  | 237      | 39.4                  | 206  | 40.4               | 443   | 39.9   |  |
| Strongly agree  | 97       | 16.2                  | 100  | 19.6               | 197   | 17.7   |  |
| Total   | 601      | 100                   | 510  | 100                | 1111  | 100    |  |
| Statistical analysis  | Test Chi | <sup>2</sup> Person = | 5.19 | Significance level |       | 0.1580 |  |

Source: authors' own elaboration.

Statistical analysis did not show any statistically significant differences (p > 0.05) in the structure of the assessment of the impact of a related person's employment by the owner of a family business on a managerial position on employee motivation to work depending on the date of the study. Detailed data is presented in Table 15.

The analysis of the data contained in Table 16 shows that the respondents most often disagreed that the direct superior employed, due to his relationship with the owners of the company, reduces the trust in the family business—39.1% (434 people) and only 11.35% (126 people) that it definitely did not, respectively. In total, 51.27% (261 people) of the respondents in the pre-Covid 19 pandemic study strongly agreed and rather agreed. However, 51.91% (312 people) of the respondents to the study during the pandemic strongly disagreed and rather disagreed. The difference between the old and the new study was small, within the limits of the statistical error. Thus, the impact of the pandemic has not been identified.

**Table 16.** Statistical analysis of the assessment of the impact of the employee's immediate superior due to the relationship with the owners of the company on trust in the family business depending on the date of the study.

| The Immediate Superior Employed Due to the Family<br>Relationship with the Owners of the Company Reduces<br>Trust to the Family Business |  | St   | udy       |        |      |      |
|--|--|------|-----------|--------|------|------|
|  | New Study Old                                  |      | Old       | Study  | To   | otal |
|  | п  | %    | n         | %      | п    | %    |
| Strongly disagree  | 68   | 11.3 | 58        | 11.4   | 126  | 11.3 |
| Rather disagree  | 244  | 40.6 | 190       | 37.3   | 434  | 39.1 |
| Rather agree   | 214  | 35.6 | 191       | 37.5   | 405  | 36.5 |
| Strongly agree   | <i>7</i> 5                                     | 12.5 | 70        | 13.8   | 145  | 13.1 |
| Total  | 601  | 100  | 509       | 100    | 1110 | 100  |
| Statistical analysis   | Test Chi <sup>2</sup> Person = 1.37 Significan |      | nce level | 0.7113 |      |      |

Source: authors' own elaboration.

The statistical analysis did not show any statistically significant differences (p > 0.05) in the structure of the assessment of the impact of employing a family business owner of a

Risks 2021, 9, 59 25 of 35

related person for a managerial position for trust in the family business depending on the date of the study. Detailed data is presented in Table 16.

In the next block of questions, the respondents assessed the nepotistic situations related to their functioning in non-family businesses. The negative impact of nepotistic situations on the functioning of employees in the organization is greater because the employees more often agreed with the statements contained in the questions. Almost two-thirds of the respondents agreed that a supervisor hired on the basis of kinship with the manager deciding on recruitment reduces motivation, about 60% of respondents also agreed that this situation reduces satisfaction, trust and commitment to work in the organization. The number of people who negatively assessed the above situations in the study during the pandemic was usually about 3–4% lower than before. Only in the case of motivation, there are no differences between the old and the new research. Detailed data is presented in Table 17.

**Table 17.** Impact of nepotism on employees in a non-family business.

|   |                      | New 9              | Study           |                   |                      | Old Study          |                 |                   |  |  |
|---|----------------------|--------------------|-----------------|-------------------|----------------------|--------------------|-----------------|-------------------|--|--|
|   | Strongly<br>Disagree | Rather<br>Disagree | Rather<br>Agree | Strongly<br>Agree | Strongly<br>Disagree | Rather<br>Disagree | Rather<br>Agree | Strongly<br>Agree |  |  |
|   | %                    | %                  | %               | %                 | %                    | %                  | %               | %                 |  |  |
| Immediate supervisor employed due to family relation with the person in charge of the recruitment reduces the motivation to work in the organization (non-family company) | 7                    | 28.4               | 41.6            | 23                | 6.3                  | 29.5               | 41.5            | 22.6              |  |  |
| Immediate supervisor employed due to family relation with the person in charge of the recruitment reduces the motivation to work in the organization (non-family company) | 7.1                  | 33.1               | 41.8            | 18                | 7.1                  | 29.9               | 43.4            | 19.6              |  |  |
| The immediate supervisor employed due to family relation with the person in charge of recruitment reduces involvement in work in the organization (non-family company)    | 7.5                  | 34.1               | 40.8            | 17.6              | 6.9                  | 31                 | 45.4            | 16.7              |  |  |
| The immediate supervisor employed due to family relation with the person in charge of recruitment reduces trust to the organization (non-family company)                  | 8.2                  | 33.4               | 38.3            | 20.1              | 8.6                  | 28.3               | 44.2            | 18.7              |  |  |

Source: authors' own elaboration.

In the last set of questions of the third block, the respondents assessed the influence of cronyism on their functioning in the organization. As in the case of the impact of nepotism, the respondents rated the situations related to cronyism in the same way as before the pandemic. There was a slight decrease (1.2–5.6%) in the percentage of respondents agreeing with the statements about the negative impact of cronyism on satisfaction, motivation to work, commitment, and trust in the organization. Still, about 60% of the respondents agreed with the above statements, so cronyism for most of them had a negative effect on their functioning in the organization. Due to the slight differences between the research conducted before the pandemic and during the pandemic, we can say that this pandemic did not have a significant impact on the assessment of the phenomena related to the cronyism in the organization. Details are shown in Figure 5.

Risks 2021, 9, 59 26 of 35

- If I knew that in a given organization it is preferable to hire friends in managerial positions, I would not work in this organization (non-family business, e.g. corporation, others)
- Immediate supervisor employed "due to the acquaintance" with the person in charge of the recruitment reduces the motivation to work in the organization (non-family company, e.g. corporation, joint-stock company, state-owned enterprise)
- Immediate supervisor employed "due to the acquaintance" with the person in charge of the recruitment reduces the motivation to work in the organization (non-family company, e.g. corporation, joint-stock company, state-owned enterprise)
- The immediate supervisor employed "due to the acquaintance" with the person in charge of recruitment reduces involvement in work in the organization (non-family company, e.g. corporation, others)
- The immediate supervisor employed "due to the acquaintance" with the person in charge of recruitment reduces trust to the organization (non-family company, e.g. corporation, others)

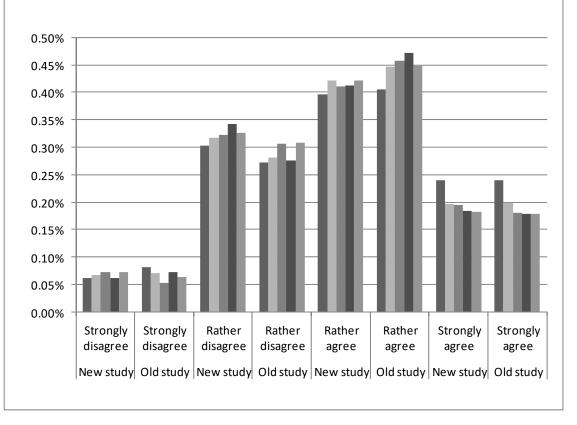


Figure 5. Influence of cronyism on employees in a non-family business. Source: authors' own elaboration.

The analysis of the data in Table 18 shows that the respondents most often agreed that the direct supervisor employed "due to their acquaintance" with the person deciding on recruitment reduces the motivation to work in the organization 43.3% (480 people) and only 6.9% (76 people) strongly disagreed. A total 66.7% (328 people) of the respondents in the pre-Covid 19 pandemic study strongly agreed and rather agreed. In contrast, 38.3% (230 people) of the respondents to the study during the pandemic strongly disagreed and

Risks 2021, 9, 59 27 of 35

rather disagreed. The difference between the old and the new study was small, in the new study the percentage of people who did not agree with the above statement increased by less than 3% and the percentage of people who strongly agreed decreased by about 3%. Thus, the impact of the pandemic on this assessment was negligible.

**Table 18.** Statistical analysis of the assessment of the impact of the immediate superior of the employed person "due to the acquaintance" with the person in charge of the recruitment on the motivation to work in the company depending on the date of the study.

|  |          | St                    |      |                    |       |        |  |
|--|----------|-----------------------|------|--------------------|-------|--------|--|
| The Immediate Superior Employed Due to Being an Acquaintance of a Person in Charge of Recruitment Reduces the Motivation to Work in the Organization | New      | Study                 | Old  | Study              | Total |        |  |
|  | n        | %                     | n    | %                  | n     | %      |  |
| Strongly disagree  | 40       | 6.7                   | 36   | 7.1                | 76    | 6.9    |  |
| Rather disagree  | 190      | 31.6                  | 143  | 28.2               | 333   | 30     |  |
| Rather agree   | 253      | 42.1                  | 227  | 44.8               | 480   | 43.3   |  |
| Strongly agree   | 118      | 19.6                  | 101  | 19.9               | 219   | 19.8   |  |
| Total  | 601      | 100                   | 507  | 100                | 1108  | 100    |  |
| Statistical analysis   | Test Chi | <sup>2</sup> Person = | 1.61 | Significance level |       | 0.6573 |  |

Source: authors' own elaboration.

The statistical analysis did not show a statistically significant difference (p > 0.05) in the structure of the assessment of the impact of employment "due to their acquaintance" on a managerial position on employee motivation to work depending on the date of the study. Detailed data is presented in Table 18.

The analysis of the data contained in Table 19 shows that the respondents most often agreed that the direct supervisor employed "due to their acquaintance" with the person deciding about recruitment reduces the trust in the organization 43.4% (481 people) and only 6.8% (75 people) that it definitely did not. A total 62.9% (319 people) of the respondents in the pre-Covid 19 pandemic study strongly agreed and rather agreed. However, 39.8% (239 people) of the respondents to the study during the pandemic strongly disagreed and rather disagreed. The difference between the old and the new study was small, in the new study the percentage of people who did not agree with the above statement increased by less than 3% and the percentage of people who strongly agreed decreased by less than 3%. Thus, the impact of the pandemic on this assessment was negligible.

**Table 19.** Statistical analysis of the assessment of the impact of the immediate superior of the employed person "due to the acquaintance" with the person in charge of the recruitment on trust in the company depending on the date of the study.

| The Immediate Superior Employed Due to Being an  |                                | St                 | tudy |           |           |        |
|--|--------------------------------|--------------------|------|-----------|-----------|--------|
|  | New                            | New Study Old Stud |      | Study     | Total     |        |
| Acquainatnce of a Person in Charge of Recruitment<br>Reduces Trust to the Organization | n                              | %                  | n    | %         | n         | %      |
| Strongly disagree  | 43                             | 7.2                | 32   | 6.3       | 75        | 6.8    |
| Rather disagree  | 196                            | 32.6               | 156  | 30.8      | 352       | 31.8   |
| Rather agree   | 253                            | 42.1               | 228  | 45        | 481       | 43.4   |
| Strongly agree   | 109                            | 18.1               | 91   | 17.9      | 200       | 18     |
| Total  | 601                            | 100                | 507  | 100       | 1108      | 100    |
| Statistical analysis   | Test Chi <sup>2</sup> Person = |                    | 1.11 | Significa | nce level | 0.7743 |

Source: authors' own elaboration.

Risks 2021, 9, 59 28 of 35

The statistical analysis did not show a statistically significant difference (p > 0.05) in the structure of the assessment of the impact of employment "due to their acquaintance" on a managerial position on trust in the organization depending on the date of the study. Detailed data is presented in Table 19.

#### 5. Discussion

The phenomenon of favoritism towards employees in the workplace, which includes nepotism and cronyism, has always been negatively evaluated and has had a negative impact on the functioning of a given organization. In general, all kinds of pandemics have negatively affected organizations and have contributed to the development of such phenomena as corruption, as well as nepotism (Teremetskyi et al. 2021). This text focuses on the question of the impact of the pandemic caused by the SARS-CoV-2 coronavirus on the increased acceptance of nepotism and cronyism. To this end, four research hypotheses were posed.

Based on the research, the first research hypothesis "During the Covid-19 pandemic, nepotism is assessed more mildly than before it" has been verified negatively.

Although interviews with business owners suggested that hiring relatives may help to survive a difficult situation, they can, for example, help relatives and friends in the event of sickness-related absenteeism. Family employees can be trusted more and it is understandable that having a choice of the dismissal of an ordinary employee and an employee who is a family member the former will be dismissed, however, quantitative studies have shown only a slight increase in the acceptance of nepotism, usually within the limits of statistical error. At most, the respondents confirmed in the study that they expected an increase in the frequency of nepotistic phenomena, but this did not change their assessment. Therefore, it cannot be said that during a pandemic, nepotism is assessed more mildly.

To take the argument even further, in the literature it has been pointed out that the pandemic caused by the SARS-CoV-2 coronavirus could eventually have a positive impact on reducing the acceptance of favoritism in the workplace. Nepotism, at least in countries like Romania, could then give way to meritocracy, in such sectors of public life as medicine, law and administration (Moasa 2020).

In addition, the second hypothesis "during the Covid-19 pandemic, cronyism is assessed more severely than before it" has not been positively verified.

Cronyism was assessed negatively, more severely than nepotism, which is consistent with previous studies of this phenomenon (Sroka and Vveinhardt 2018; Onoshchenko and Williams 2014; Williams and Onoshchenko 2014; Padgett and Morris 2005; Padgett et al. 2015; Abdalla et al. 1998; Ignatowski et al. 2019), however, the change in the respondents' opinions on the assessment of cronyism, as in the case of nepotism, was insignificant. In addition, in the interviews with business owners, no arguments were made about a stricter assessment of cronyism during the pandemic. This situation may be due to the fact that cronyism is sometimes confused with nepotism and includes all forms of favoritism towards people in an organization (Ibrahim et al. 2020).

Both qualitative and quantitative studies have confirmed that nepotism negatively affects the functioning of employees in the organization, reducing their satisfaction, motivation to work, employee involvement and trust in the organization. This is consistent with similar research by other researchers (Padgett and Morris 2005; Padgett et al. 2015; Abdalla et al. 1998; Arasli et al. 2006; Qaisar 2016; Keles et al. 2011; Vveinhardt and Petrauskaite 2013). Thus, the research results confirm the thesis that nepotism is a negative phenomenon contrary to those researchers who point out its positive sides or its tolerance (Jones and Stout 2015; Wated and Sanchez 2015). However, there was no change in respondents' perceptions as a result of the pandemic. They were almost identical to those before the pandemic. Therefore, the third hypothesis "during the Covid-19 pandemic, the negative impact of nepotism on employees is lower than before it" has not been confirmed.

Risks 2021, 9, 59 29 of 35

A similar situation was observed in the results on cronyism. Here, too, the respondents indicated the negative impact of cronyism on their satisfaction, motivation to work, employee involvement and trust in the organization, but again there were no significant differences between their opinions before the pandemic and during the pandemic. Therefore, the fourth hypothesis "during the Covid-19 pandemic, the negative impact of cronyism on employees is greater than it was before it" has also been verified negatively.

Both nepotism, understood as favoring the closest family members, and cronyism, as supporting friends and acquaintances in the workplace, are unfair forms of favoring people in the work environment. Since cronyism is more difficult to verify, it is not always strongly condemned. The conducted research shows that both phenomena occur during the pandemic. However, the state of the pandemic does not make them more accepted. Despite the fact that the state of the pandemic may foster closer family ties and lead to an increase in unemployment, which are considered to be an important element creating nepotism (Biroli et al. 2020). The long-term effects of the coronavirus pandemic are not known yet, and therefore it is difficult to generalize whether in the long term there will be a change in the trend towards supporting nepotism (e.g., when negative health effects will lead to negative economic effects).

The research shows that both forms of favoritism have negative effects, although it should be recognized that there are some discrepancies in this regard. Nepotism is assessed much more negatively in the public than in private sectors (Krizanova et al. 2019; Sroka and Vveinhardt 2020). The research has shown that the COVID-19 pandemic situation favors nepotistic and cronyism attitudes, as demonstrated by both qualitative and quantitative studies. Of course, it is difficult to draw general conclusions in this respect, because the selection of the research sample was limited by Polish entrepreneurs (qualitative research) and professional students of one of the universities in Poland. One of the effects of nepotism is the increase in stress among employees (Oducado et al. 2021).

It turns out that the coronavirus pandemic is also increasing stress among employees. Despite some dubious positives from favoring people in the workplace, it should be emphasized that nepotism is a serious problem and has a negative impact on economic development, as shown by numerous studies conducted in various countries. There are employees hired who have less education, professional experience and professionalism (Safina 2015; Gjinovci 2016; Barakat 2016; Fetahu 2017). This becomes even more visible in the pandemic. The economic crises that affect all economies in the world show that we are still not well prepared for all kinds of disasters.

#### 6. Conclusions

In general, nepotism and cronyism are negatively evaluated phenomena in all spheres of human activity (Kumar 2018; Basu and Bose 2020). At the same time, it is important to remark that they can be encountered both in history and in modern times, in different cultures and in different legal systems (Çarikiçi et al. 2009; Aldraehim et al. 2012; Sunny et al. 2021; Bekesiene et al. 2021). This is all the more significant since there is currently a strong emphasis on transparent employment procedures and full professionalism of those employed. In the research conducted, it has been shown that the pandemic caused by the SARS-CoV-2 virus has had little effect on the acceptance of such a phenomenon as favoritism towards immediate family members and friends in the workplace. However, it is necessary to note the limitations of the study, in particular the selection of the research group. Due to the lack of representativeness, the research applies only to the studied group of students. Thus, further research on the impact of the SARS-CoV-2 pandemic on the approach to nepotism and cronyism should take into consideration not only Poland but also other countries. As far as Poland is concerned, it could be possible to focus on a larger research sample in order to reduce statistical error. Moreover, in studies that go beyond the structures of a given country, intercultural differences within the process under investigation should be taken into account.

Risks 2021, 9, 59 30 of 35

Materials and methods used in the article are based on the mixed methods, joining qualitative and quantitative approaches. The interviews were conducted between 3 December 2020 and 20 December 2020 with the owners of 11 companies operating during the COVID-19 pandemic. The quantitative study was conducted in the form of two surveys, the first of which took place in spring 2019, before the COVID-19 pandemic, and the other one in November 2020, during the fall peak of the pandemic. The first survey was conducted on a group of 510 first and second cycle students of a large university in Poland in the form of an auditory survey. The second survey was conducted on a group of 601 first and second cycle students of the same university in the same fields of study to obtain a very similar research sample. For epidemiological reasons, the questionnaire was in the form of an online questionnaire.

Like any other pandemic that humanity has experienced in the past, the one caused by the SARS-CoV-2 virus will come to an end, albeit at an exactly unknown time. Restrictions on people's movement and the need to maintain social distance in social interactions will be called off. Thus, once the pandemic is over, cross-pandemic research should be carried out into the extent to which the SARS-CoV-2 virus has affected attitudes to nepotism and cronyism. This is important because the current coronavirus pandemic is not the only threat people constantly face. Restrictions on human contacts can arise from entirely different dangers, including other viruses, bacteria and even the climate changes we have been witnessing. Therefore, it is for these reasons that we will also have to deal with such phenomena as nepotism and cronyism. Favoritism in the workplace is a phenomenon that continues to have a negative impact on relations among employees, managers, and even entire social communities (Arasli and Arici 2020). The conducted research can therefore be used for similar threats that will be faced in the future.

**Author Contributions:** Conceptualization, G.I., Ł.S. and B.S.; data curation, G.I., Ł.S. and B.S.; formal analysis, G.I. and Ł.S.; funding acquisition, Ł.S.; investigation, G.I.; methodology, Ł.S. and B.S.; project administration, G.I.; resources, G.I., Ł.S. and B.S.; software, G.I.; supervision, Ł.S.; validation, Ł.S.; visualization, G.I., Ł.S. and B.S.; writing—original draft, G.I. and B.S.; writing—review and editing, G.I. and Ł.S. All authors have read and agreed to the published version of the manuscript.

Funding: This research received no external funding.

Institutional Review Board Statement: Not applicable.

**Informed Consent Statement:** Not applicable.

**Data Availability Statement:** Data available on request due to restrictions eg privacy or ethical. The data presented in this study are available on request from the corresponding author. The data are not publicly available due to privacy considerations (EU GDPR).

Conflicts of Interest: The authors declare no conflict of interest.

# References

Abdalla, Hagen F., Ahmed S. Maghrabi, and Bel G. Raggad. 1998. Assessing the perceptions of human resource managers toward nepotism. A cross-cultural study. *International Journal of Manpower* 19: 554–70. [CrossRef]

Aldraehim, Majid, Sylvia L. Edwards, Jason Watson, and Taizan Chan. 2012. Cultural impact on service use in Saudi Arabia. The role of Nepotism. *International Journal for Infonomics* 5: 1–9. [CrossRef]

Allchin, Douglas. 2015. Evolution of Moral Systems. In *Basics in Human Evolution*. Edited by Michael Muehlenbein. London: Academic Press, pp. 505–13. [CrossRef]

Al-Youbi, Abdulrahman O., Abdulmonem Al-Hayani, Ali Rizwan, and Hani Choudhry. 2020. Implications of COVID-19 on the Labor Market of Saudi Arabia: The Role of Universities for a Sustainable Workforce. *Sustainability* 12: 7090. [CrossRef]

Annonymous. 2020. The COVID-19 Pandemic. A Family Affair. Journal of Family Nursing 26: 87–89. [CrossRef]

Arasli, Huseyin, Ali Bavik, and Erdogan H. Ekiz. 2006. The effects of nepotism on human resource management: The case of three, four and five star hotels in northern Cyprus. *International Journal of Sociology and Social Policy* 26: 295–308. [CrossRef]

Arasli, Hüseyin, and Mustafa Turner. 2008. Nepotism, favouritism and croniyism. A study of their effects on job stress and job satisfaction in the banking industry of North Cyprus. *Social Bahavior and Personality: An International Journal* 36: 1237–50. [CrossRef]

Risks 2021, 9, 59 31 of 35

Arasli, Huseyin, and Nagihan Cakmakoglu Arici. 2020. The effect of nepotism on tolerance to workplace ncivility: Mediating role of psychological contract violation and moderating role of authentic leadership. *Leadership and Organization Development Journal* 41: 597–613. [CrossRef]

- Arruñada, Benito, and Matthias Krapf. 2019. Religion and the European Union. In *Advances in the Economics of Religion*. Edited by Sriya Iyer, Jared Rubin and Jean-Paul Carvalho. IEA Series; Cham: Palgrave Macmillan, 158 vols, pp. 295–308. [CrossRef]
- Arruñada, Benito. 2004. The Economic Efects of Christian Moralities. Universitat Pompeu Fabra, Barcelona. Available online: https://pdfs.semanticscholar.org/eea5/2c1f54ef6f48acf720ce05a2ce64ec008bc4.pdf (accessed on 20 September 2020).
- Austin, Monica L. 2019. Examining the Experience of Nepotism in a Protestant Church. *Walden Dissertations and Doctoral Studies* 6393. Available online: https://scholarworks.waldenu.edu/dissertations/6393 (accessed on 20 September 2020).
- Baert, Stijn, Louis Lippens, Eline Moens, Johannes Weytjens, and Philippe Sterkens. 2020. The Covid-19 Crisis and Telework: A Research Survey on Experiences, Expectations and Hopes. IZA Discussion Paper 13229. Available online: https://ssrn.com/abstract=3596696 (accessed on 20 September 2020).
- Barakat, AL-shawawreh Tahara. 2016. Economic Effects of Using Nepotism and Cronyism in the Employment Process in the Public Sector Institutions. *Research in Applied Economics* 8: 58–66. [CrossRef]
- Basu, Sayan, and Anusree Bose. 2020. Effect of Celebrity Endorsements & Nepotism during this Covid-19 Pandemic Situation—A transformational Layout. *International Journal of Scientific Research and Engineering Development* 3: 860–68.
- Basu, Sayan. 2009. Work Place Nepotism and Stress. *SSRN Electronic Journal*. Available online: https://papers.ssrn.com/sol3/papers.cfm?abstract\_id=1409089 (accessed on 28 December 2020). [CrossRef]
- Bäuerle, Alexander, Martin Teufel, Venja Musche, Benjamin Weismüller, Hannah Kohler, Madeleine Hetkamp, Nora Dörrie, Adam Schweda, and Eva-Maria Skoda. 2020. Increased generalized anxiety, depression and distress during the COVID-19 pandemic: A cross-sectional study in Germany. *Journal of Public Health* 42: 672–78. [CrossRef] [PubMed]
- Bekesiene, Svajone, Audrone Petrauskaite, and Rolanda Kazlauskaite Markeliene. 2021. Nepotism and Related Threats to Security and Sustainability of the Country: The Case of Lithuanian Organizations. *Sustainability* 13: 1536. [CrossRef]
- Belzunegui-Eraso, Angel, and Amaya Erro-Garcés. 2020. Teleworking in the Context of the Covid-19 Crisis. *Sustainability* 12: 3662. [CrossRef]
- Biroli, Pietro, Steven Bosworth, Marina Della Giusta, Amalia Di Girolamo, Sylvia Jaworska, and Jeremy Vollen. 2020. Family Life in Lockdown. Institute for the Study of Labor. IZA Research Paper Series Discussion Paper 13398. Available online: <a href="https://papers.srn.com/sol3/papers.cfm?abstract\_id=3636627#">https://papers.srn.com/sol3/papers.cfm?abstract\_id=3636627#</a> (accessed on 28 December 2020).
- Blasco-Belled, Ana, Claudia Tejada-Gallardo, Cristina Torrelles-Nadal, and Carles Alsinet. 2020. The Costs of the COVID-19 on Subjective Well-Being: An Analysis of the Outbreak in Spain. Sustainability 12: 6243. [CrossRef]
- Bourion-Bédès, Stéphanie, Cyril Tarquinio, Martine Batt, Pascale Tarquinio, Romain Lebreuilly, Christine Sorsana, Karine Legrand, Hélène Rousseau, and Cédric Baumann. 2020. Psychological impact of the COVID-19 outbreak on students in a French region severely affected by the disease: Results of the PIMS-CoV 19 study. *Psychiatry Research*, 113559. [CrossRef]
- Bozer, Gil, Leon Levin, and Joseph C. Santora. 2017. Succession in family business: Multi-source perspectives. *Journal of Small Business and Enterprise Development* 24: 753–74. [CrossRef]
- Campbell, Andrew M. 2020. An increasing risk of family violence during the Covid-19 pandemic: Strengthening community collaborations to save lives. *Forensic Science International Reports* 2: 100089. [CrossRef]
- Çarikiçi, Đlker, Hüseyin Özkul, Ahmet Sait, Oksay Aygen, Demir Uzunbacak, and Hasan Hüseyin. 2009. Favoritism and Nepotism in the Ottoman Empire. Paper presented at International Symposium on Sustainable Development, Sarajevo, Bosnia and Herzegovina, June 9–10; Available online: https://core.ac.uk/download/pdf/153447043.pdf (accessed on 12 December 2020).
- Castellanos-Redondo, Sonia, Domingo Nevado-Peña, and Benito Yañez-Araque. 2020. Ethics and Happiness at Work in the Spanish Financial Sector. *Sustainability* 12: 9268. [CrossRef]
- Cénat, Jude Mary, Camille Blais-Rochette, Cyrille Kossigan Kokou-Kpolou, Pari-Gole Noorishad, Joana N. Mukunzi, Sara-Emilie McIntee, Rose Darly Dalexis, Marc-André Goulet, and Patrick Labelle. 2020. Prevalence of symptoms of depression, anxiety, insomnia, posttraumatic stress disorder, and psychological distress among populations affected by the COVID-19 pandemic: A systematic review and meta-analysis. *Psychiatry Research* 295: 113599. [CrossRef]
- Cherchem, Naïma. 2017. The relationship between organizational culture and entrepreneurial orientation in family firms: Does generational involvement matter? *Journal of Family Business Strategy* 8: 87–98. [CrossRef]
- Demaj, Esmir. 2012. Nepotism, favoritism and cronyism and their impact on organizational trust and commitment; the service sector case in Albania. Master dissertation, Epoka University, Tirana, Albania. [CrossRef]
- Derkacz, Arkadiusz J. 2020. Fiscal Investment and Export Multipliers and the COVID-19 Pandemic Slowdowns Uncertainty Factor in the First Half of 2020. *Risks* 8: 122. [CrossRef]
- Dickson, Marcus W., Nieminen Levi R., and Benjamin Biermeier-Hanson. 2012. Nepotism and organisational homenegeity: How the attraction-selection-attrition (ASA) is accelerated by nonmerit-based decision-making. In *Nepotism in Organisations*. Edited by Robert G. Jones. New York: Routledge, pp. 93–129.
- Efferin, Sujoko, and Monika S. Hartono. 2015. Management control and leadership styles in family business. *Journal of Accounting & Organizational Change* 11: 130–59. [CrossRef]
- Escolà-Gascón, Álex, Francesc-Xavier Marín, Jordi Rusinol, and Josep Gallifa. 2021. Evidence of the psychological effects of pseudoscientific information about COVID-19 on rural and urban populations. *Psychiatry Research* 295: 113628. [CrossRef] [PubMed]

Risks 2021, 9, 59 32 of 35

Ettman, Catherine K., Salma M. Abdalla, Gregory H. Cohen, Laura Sampson, Patrick M. Vivier, and Sandro Galea. 2020. Prevalence of Depression Symptoms in US Adults Before and During the COVID-19 Pandemic. *JAMA Network Open* 3: e2019686. [CrossRef] [PubMed]

- Every-Palmer, Susanna, Matthew Jenkins, Philip Gendall, Janet Hoek, Ben Beaglehole, Caroline Bell, Jonathan Williman, Charlene Rapsey, and James Stanley. 2020. Psychological distress, anxiety, family violence, suicidality, and wellbeing in New Zealand during the COVID-19 lockdown: A cross-sectional study. *PLoS ONE* 15: e0241658. [CrossRef] [PubMed]
- Fana, Marta, Santo Milasi, Joanna Napierala, Enrique Fernandez-Macias, and Ignacio Gonzalez Vazquez. 2020. Telework, Work Organization. JRC Working Papers on Labour, Education and Technology JRC122591. Available online: https://ideas.repec.org/p/ipt/laedte/202011.html (accessed on 20 December 2020).
- Fendt, Jacqueline, and Wladimir Sachs. 2008. Grounded Theory Method in Management Research: Users' Perspectives. *Organizational Research Methods* 11: 430–55. [CrossRef]
- Fershtman, Chaim, Gneezy Uri, and Frank Verboven. 2005. Discrimination and Nepotism: The Efficiently of the Anonimity Rule. *The Journal of Legal Studies* 34: 371–96. [CrossRef]
- Fetahu, Driton. 2017. The Importance of Nepotym and Corruption Management in Institutions and the Economy of the Country. *European Journal of Multidisciplinary Studies* 2: 133–43. [CrossRef]
- Filipova, Lenka. 2012. Are attitudes conductive to economic groth stronger in protestants than in others? *NUPI Working Paper: 804*. Available online: https://nupi.brage.unit.no/nupi-xmlui/bitstream/handle/11250/277240/WP--804-Lenka-R.pdf?sequence=3 (accessed on 20 December 2020).
- Fisher, Cynthia D. 2005. Nepotism policies. In *The Blackwell Encyclopedia of Management*, 2nd ed. Edited by Cary L. Cooper. Oxford: Blackwell Publishing, vol. 5.
- Fu, I-Pang. 2015. Favoritism: Ethical Dilemmas Viewed Through Multiple Paradigms. *The Journal of Values-Based Leadership* 8: 56–60. Gjinovci, Arsim. 2016. The impact of nepotism and corruption on the economy and HR. *Economic and Environmental Studies* 16: 421–34. Goatly, Andrew. 2006. Humans, Animals, and Metaphores. *Society & Animals* 14: 15–37. [CrossRef]
- Gustafsson, Carina, and Hanna Norgren. 2014. Nepotism Perceived by Managersin Northern Sweden: An Explorative Study on Attitudes towards Nepotismand Its Usage. Bachelor's thesis, Umeå School of Business and Economics, Umeå, Sweden. Available online: http://urn.kb.se/resolve?urn=urn:nbn:se:umu:diva-91571 (accessed on 22 March 2021).
- Hiebl, Martin R. W. 2015. Family involvement and organizational ambidexterity in later-generation family businesses. *Management Decision* 53: 1061–82. [CrossRef]
- Humphreys, Kathryn L., Myo Thwin Myint, and Charles H. Zeanah. 2020. Increased Risk for Family Violence During the COVID-19. *Pandemic Pediatrics* 146: e20200982. Available online: https://pubmed.ncbi.nlm.nih.gov/32317306/ (accessed on 20 December 2020). [CrossRef]
- Ignatowski, Grzegorz, Bartlomiej Stopczynski, and Joanna Trebska. 2019. Paradox of Nepotism in Enterprises in Poland and Ukraine: Social Capital Perspective. *Marketing and Management of Innovations* 2: 295–313. [CrossRef]
- Ignatowski, Grzegorz, Łukasz Sułkowski, and Bartłomiej Stopczyński. 2020. The Perception of Organisational Nepotism Depending on the Membership in Selected Christian Churches. *Religions* 11: 47. [CrossRef]
- Ikram, Muhammad, Qingyu Zhang, Robert Sroufe, and Marcos Ferasso. 2020. The Social Dimensions of Corporate Sustainability: An Integrative Framework Including COVID-19 Insights. *Sustainability* 12: 8747. [CrossRef]
- Islam, Md, Arifa Jannat, Dewan Abdullah Al Rafi, and Kentaka Aruga. 2020. Potential Economic Impacts of the COVID-19 Pandemic on South Asian Economies: A Review. *World* 1: 283–99. [CrossRef]
- Jackson, Ronald II, Darlene K. Drummond, and Sakile Camara. 2007. What Is Qualitative Research? *Qualitative Research Reports in Communication* 8: 21–28. [CrossRef]
- Jaskiewicz, Peter, Klaus Uhlenbruck, David B. Balkin, and Trish Reay. 2013. Is nepotism goog or bad? Types of nepotism and implications for knowledge management. *Family Business Review* 26: 121–39. [CrossRef]
- Joffe, Alexander H. 2004. Nepotism for All Times. Society 41: 74–79. [CrossRef]
- Jones, Robert G., and Tracy Stout. 2015. Policing Nepotism and Cronyism Without Losing the Value of Social Connection. *Industrial and Organizational Psychology* 8: 2–12. [CrossRef]
- Kar, Nilamadhab, Brajaballav Kar, and Shreyan Kar. 2021. Stress and coping during COVID-19 pandemic: Result of an online survey. *Psychiatry Research* 295: 113598. [CrossRef]
- Katsabian, Tammy. 2020. The Telework Virus: How the COVID-19 Pandemic Has Affected Telework and Exposed Its Implications for Privacy and Equality. Available online: https://papers.ssrn.com/sol3/papers.cfm?abstract\_id=3684702 (accessed on 23 March 2021). [CrossRef]
- Keles, Hatice Necla, Tugba Kural Ozkan, and Muhammet Bezirci. 2011. A Study on the Effects of Nepotism, Favoritism and Cronyism on Organizational Trust in the Auditing Process in Family Businesses in Turkey. *International Business & Economics Research Journal* 10: 9–16. [CrossRef]
- Kraus, Sascha, Thomas Clauss, Matthias Breier, Johanna Gast, Alessandro Zardini, and Victor Tiberius. 2020. The economics of COVID-19: Initial empirical evidence on how family firms in five European countries cope with the corona crisis. *International Journal of Entrepreneurial Behavior & Research* 26: 1067–92. [CrossRef]

Risks 2021, 9, 59 33 of 35

Krizanova, Anna, George Lăzăroiu, Lubica Gajanova, Jana Kliestikova, Margareta Nadanyiova, and Dominika Moravcikova. 2019. The Effectiveness of Marketing Communication and Importance of Its Evaluation in Online Environment. *Sustainability* 11: 7016. [CrossRef]

- Kumar, Dinesh. 2018. Academic nepotism—All that glitters is not gold. *Journal of Advances in Medical Education & Professionalism* 6: 186–87.
- Lebow Jay, L. 2020. Family in the Age of COVID-19. Family Process 59: 309-12. [CrossRef] [PubMed]
- Li, Tsz Wai, Tatia Mei-chun Lee, Robin Goodwin, Menachem Ben-Ezra, Li Liang, Huinan Liu, and Wai Kai Hou. 2020. Social Capital, Income Loss, and Psychobehavioral Responses amid COVID-19: A Population-Based Analysis. *International Journal of Environmental Research and Public Health* 17: 8888. [CrossRef] [PubMed]
- Lin, Shu-hui, and Sching-yang Hu. 2007. A Family Member or Professional Management? The Choice of a CEO and Its Impact on Performance. *CORPORATE Governance* 15: 1348–62. [CrossRef]
- Liu, Chengwei, Dawn L. Eubanks, and Nick Chater. 2015. The Weakness of Strong Ties: Sampling Bias, Social Ties, and nepotism in family business succession. *The Leadership Quarterly* 26: 419–35. [CrossRef]
- Ma, Yu-Fen, Wen Li, Hai-Bao Deng, Lei Wang, Ying Wang, Pei-Hong Wang, Hai-Xin Bo, Jing Cao, Yu Wang, Li-Yun Zhu, and et al. 2020. Prevalence of depression and its association with quality of life in clinically stable patients with COVID-19. *Journal of Affective Disorders* 275: 145–48. [CrossRef] [PubMed]
- Mazza, Mario Gennaro, Rebecca De Lorenzo, Caterina Conte, Sara Poletti, Benedetta Vai, Irene Bollettini, Elisa Maria Teresa Melloni, Roberto Furlan, Fabio Ciceri, Patrizia Rovere-Querini, and et al. 2020. Anxiety and depression in COVID-19 survivors: Role of inflammatory and clinical predictors. *Brain, Behavior, and Immunity* 89: 594–600. [CrossRef] [PubMed]
- Mechili, Enkeleint A., Aurela Saliaj, Fatjona Kamberi, Charis Girvalaki, Ela Peto, Athina E. Patelarou, Jorgjia Bucaj, and Evridiki Patelarou. 2020. Is the mental health of young students and their family members affected during the quarantine period? Evidence from the COVID-19 pandemic in Albania. *Journal of Psychiatric and Mental Health Nursing* 13. [CrossRef]
- Moasa, Horia. 2020. Post-pandemic HR Trends in Romania and Beyond. *Bulletin of the Transilvania University of Braşov* 13: 59–66. [CrossRef]
- Ibrahim, Mahdani, Maulana Alimin, and Banta Karollah. 2020. Does Human Resource Management Practices Moderate The Relationship Between Nepotism and Attitude? *AFEBI Management and Business Review* 5: 31–40. [CrossRef]
- Salari, Nader, Amin Hosseinian-Far, Rostam Jalali, Aliakbar Vaisi-Raygani, Shna Rasoulpoor, Masoud Mohammadi, Shabnam Rasoulpoor, and Behnam Khaledi-Paveh. 2020. Prevalence of stress, anxiety, depression among the general population during the COVID-19 pandemic: A systematic review and meta-analysis. *Globalization and Health* 16: 57. [CrossRef]
- Oducado, Ryan Michael, Judith Rabacal, Rome Moralista, and Khen Tamdang. 2021. Perceived Stress due to COVID-19 Pandemic Among Employed Professional Teachers. *International Journal of Educational Research and Innovation* 15: 305–16. [CrossRef]
- Okyere-kwakye, Eugene, Khali Md. Nor, and Ghani Md. Nor. 2010. Nepotism and tribalism in teams: An initial investigation. *Africa Journal of Business Management* 16: 3508–12.
- Onoshchenko, Olga, and Colin C. Williams. 2014. Evaluating the role of blatin finding graduate employment in post-Soviet Ukraine the "dark side" of job recruitment? *Employee Relations* 36: 254–65. [CrossRef]
- Padgett, Margarett Y., and Kathryn Morris. 2005. Keeping it "All in the Family:" Does Nepotism in the Hiring Process Really Benefit the Beneficiary? *Journal of Leadership and Organizational Studies* 11: 34–45. [CrossRef]
- Padgett, Margarett Y., Robert J. Padgett, and Kathryn A. Morris. 2015. Perceptions of Nepotism Beneficiaries: The Hidden Price of Using a Family Connection to Obtain a Job. *Journal of Business and Psychology* 30: 283–88. [CrossRef]
- Pearce, Jone L. 2015. Cronyism and nepotism are bad for everyone. The research evidence. *Industrial and Organizational Psychology* 8: 41–44. [CrossRef]
- Pelletier, Kathier, and Michelle C. Bligh. 2008. The Aftermath of Organizational Corruption. Employee Attributions and Emotional Reactions. *Journal of Business Ethics* 80: 823–44. [CrossRef]
- Pereda, Noemí, and Diego A. Díaz-Faes. 2020. Family violence against children in the wake of COVID-19 pandemic: A review of current perspectives and risk factors. *Child and Adolescent Psychiatry and Menthal Health* 14: 40. [CrossRef]
- Pfeffer, Jeffrey. 2005. Working alone: What ever happened to the idea of organizations as communities? Stanford Graduate School of Business Research Paper Series. 1906. Available online: https://ssrn.com/abstract=804544 (accessed on 20 December 2020). [CrossRef]
- Popczyk, Wojciech. 2017. Family Social Capital versus Nepotism in Family Business. RSEP International Conferences on Social Issues and Economic Studies. Available online: https://rsepconferences.com/my\_documents/my\_files/5\_WOJCIECH\_POPCZYK.pdf (accessed on 20 December 2020). [CrossRef]
- Prime, Heather, Mark Wade, and Dillon T. Browne. 2020. Risk and resilience in family well-being during the COVID-19 pandemic. *American Psychologist* 75: 631–43. [CrossRef] [PubMed]
- Qaisar, Iqbal. 2016. Preferential Treatment: An Empirical Study in Education Sector of Pakistan. *International Journal of Management, Accounting & Economics* 3: 490–93.
- Raišienė, Agota Giedrė, Violeta Rapuano, Kristina Varkulevičiūtė, and Katarína Stachová. 2020. Working from Home—Who Is Happy? A Survey of Lithuania's Employees during the COVID-19 Quarantine Period. *Sustainability* 12: 5332. [CrossRef]

Risks 2021, 9, 59 34 of 35

Rehman, Usama, Mohammad G. Shahnawaz, Neda H. Khan, Korsi D. Kharshiing, Masrat Khursheed, Kaveri Gupta, Drishti Kashyap, and Ritika Uniyal. 2021. Depression, Anxiety and Stress among Indians in Times of Covid-19 Lockdown. *Community Mental Health Journal* 57: 42–48. [CrossRef] [PubMed]

- Riggio, Ronald E., and Karan Saggi. 2015. If We Do Our Job Correctly, Nobody Gets Hurt by Nepotism. *Industrial and Organizational Psychology* 8: 19–21. [CrossRef]
- Safina, Dinara. 2015. Favouritism and Nepotism in an Organization: Causes and Effects. *Procedia Economics and Finance* 23: 630–34. [CrossRef]
- Salter, Frank, and Henry Harpending. 2013. J.P. Rushton's theory of ethnic nepotism. *Personality and Individual Differences* 55: 256–60. [CrossRef]
- Šamánková, Dita, Mark Tereza Preiss, and Tereza Příhodová. 2018. *The Contextual Character of Moral Integrity*. Cham: Palgrave Macmillan. [CrossRef]
- Serafini, Randal A., Samuel K. Powell, Justin J. Frere, Alexandra Saali, Hannah L. Krystal, Vedika Kumar, Chittampalli Yashaswini, Josimar Hernandez, Kate Moody, Anne Aronson, and et al. 2021. Psychological distress in the face of a pandemic: An observational study characterizing the impact of COVID-19 on immigrant outpatient mental health. *Psychiatry Research* 295. [CrossRef]
- Sidani, Yusuf M., and John Thornberry. 2013. Nepotism in the Arab World: An Institutional Theory Perspective. *Business Ethics Quarterly* 23: 69–96. [CrossRef]
- Soava, Georgeta, Anca Mehedintu, Mihaela Sterpu, and Mircea Raduteanu. 2020. Impact of Employed Labor Force, Investment, and Remittances on Economic Growth in EU Countries. Sustainability 12: 141. [CrossRef]
- Sostero, Matteo, Santo Milasi, John Hurley, Enrique Fernandez-Macias, and Martina Bisello. 2020. Teleworkability and the COVID-19 crisis: A new digital divide? JRC Working Papers Series on Labour. *Education and Technology*. Available online: https://ec.europa.eu/jrc/sites/jrcsh/files/jrc121193.pdf (accessed on 20 December 2020).
- Sroka, Włodzimierz, and Jolita Vveinhardt. 2018. Nepotism and favoritism in the steel industry; A case study analysis. *Forum Scientiae Oeconomica* 6: 31–45. [CrossRef]
- Sroka, Włodzimierz, and Jolita Vveinhardt. 2020. Nepotism and favouritism: How harmful are these phenomena? *Forum Scientiae Oeconomica* 8: 79–91. [CrossRef]
- Stake, Robert E. 2010. Qualitative Research. New York/London: The Guilford Press.
- Stawicka, Anna, and Robert Stawicki. 2020. Pandemia Covid-19. Sytuacja w wybranych krajach europejskich. Kancelaria Senatu RP. Biuro Analiz, Dokumentacji i Korespondencji. Opracowania tematyczne OT–680. Available online: https://www.senat.gov.pl/gfx/senat/pl/senatopracowania/186/plik/ot-680.pdf (accessed on 20 December 2020).
- Steingrüber, Sarah, Kirya Monica, Jackson David, and Saul Mullard. 2020. Corruption in the time of COVID-19: A double-threat for low income countries. Available online: https://www.u4.no/publications/corruption-in-the-time-of-covid-19-a-double-threat-for-low-income-countries (accessed on 20 December 2020).
- Sułkowski, Łukasz. 2009. Interpretative Approach in Management Sciences. Argumenta Oeconomica 23: 127–49.
- Sulkowski, Lukasz. 2017. Social capital, trust and intercultural interactions. Intercultural Interactions in the Multicultural Workplace. In *Intercultural Interactions in the Multicultural Workplace. Contributions to Management Science*. Edited by Rozkwitalska Małgorzata, Sułkowski Łukasz and Slawomir Magala. Cham: Springer, pp. 155–71. [CrossRef]
- Sunny, Atiqur Rahman, Sharif Ahmed Sazzad, Shamsul Haque Prodhan, Md Ashrafuzzaman, Gopal Chandra Datta, Ashoke Kumar Sarker, Mizanur Rahman, and Mahmudul Hasan Mithun. 2021. Assessing impacts of COVID-19 on aquatic food system and small-scale fisheries in Bangladesh Atiqu. *Marine Policy* 126: 1–8. [CrossRef]
- Teremetskyi, Vladyslav, Yevheniia Duliba, Volodymyr Kroitor, Nataliia Korchak, and Oleksandr Makarenko. 2021. Corruption and strengthening anti-corruption efforts in healthcare during the pandemic of Covid-19. *Medico-Legal Journal* 89: 25–28. [CrossRef] [PubMed]
- Toshihiro, Okubo. 2020. Spread of COVID-19 and telework: Evidence from Japan. *Covid Economics Vetted and Real-Time Papers* 32: 1–26. Treisman, Daniel. 2000. The Causes of Corruption: A Cross-National Study. *Journal of Public Economics* 76: 399–457. [CrossRef]
- Usher, Kim, Navjot Bhullar, Joanne Durkin, Naomi Gyamfi, and Debra Jackson. 2020. Family violence and COVID-19: Increased vulnerability and reduced options for support. *International Journal of Mental Health Nursing* 29: 549–52. [CrossRef]
- Vatavali, Fereniki, Zoi Gareiou, Fotini Kehagia, and Zervas Efthimios. 2020. Impact of COVID-19 on Urban Everyday Life in Greece. Perceptions, Experiences and Practices of the Active Population. *Sustainability* 12: 9410. [CrossRef]
- Vveinhardt, Jolita, and Loreta Petrauskaite. 2013. Intensity of Nepotism Expression in Organizations of Lithuania. *Management of Organizations: Systematic Research* 66: 129–44. [CrossRef]
- Vveinhardt, Jolita, and Włodzimierz Sroka. 2020. Nepotism and Favouritism in Polish and Lithuanian Organisations: The Context of Organisational Microclimate. *Sustainability* 12: 1425. [CrossRef]
- WHO. 2020. WHO Director-General's Opening Remarks at the Media Briefing on COVID-19—11 March 2020. Available on-line: https://www.who.int/director-general/speeches/detail/who-director-general-s-opening-remarks-at-the-media-briefing-on-covid-19---11-march-2020 (accessed on 26 December 2020).
- Wated, Guillermo, and Juan I. Sanchez. 2015. Managerial Tolerance of Nepotism: The Effects of Individualism–Collectivism in a Latin American Context. *Journal of Business Ethics* 130: 45–57. [CrossRef]

Risks **2021**, 9, 59 35 of 35

Williams, Colin C., and Olga Onoshchenko. 2014. Evaluating the prevalence and nature of blat in post-Soviet societies. A case study of the education sector in Ukraine. *International Journal of Social Economics* 41: 749–59. [CrossRef]

- Williams, Mary L., and Dennis Laker. 2010. Nepotism: Can it Affect the Bottom Line? Paper presented at the 33th Annual Meeting NABET: Northeastern Association of Business, Economics, and Technology, Location Religions 2020, 11, 47 26 of 26 of Conference Kutztown, Philadelphia, PA, USA, October 19–20; pp. 230–36. Available online: http://nabet.us/Archives/2010/NABET%20 Proceedings%202010.pdf#page=238 (accessed on 23 December 2020).
- Wu, Julia Yonghua. 2020. Impact of natural disasters on New Zealand regional family businesses: Perspectives of baby boomer family business owners. *Journal of Enterprising Communities: People and Places in the Global Economy*. [CrossRef]
- www.ircenter.com. 2020. Wpływ COVID-19 na zachowania mieszkańców Europy. Available online: https://ircenter.com/wplyw-covid-19-na-zachowania-mieszkancow-europy-raport/ (accessed on 23 December 2020).
- Xue, Jia, Junxiang Chen, Chen Chen, Ran Hu, and Tingshao Zhu. 2020. The Hidden Pandemic of Family Violence during COVID-19: Unsupervised Learning of Tweets. *Journal of Medical Internet Research* 22: e24361. Available online: https://www.jmir.org/2020/1 1/e24361/ (accessed on 23 December 2020). [CrossRef] [PubMed]
- Zhang, Hongwei. 2020. The Influence of the Ongoing COVID-19 Pandemic on Family Violence in China. *Journal of Family Violence*. [CrossRef] [PubMed]