Impact of Internal Corporate Social Responsibility on Faculty Job Satisfaction in Selected Private Schools in Hyderabad, Sindh, Pakistan

Ikrammad Junejo1*, Fakhra Gohar2, Lavisha Rochwani3, Nazish Rubab4

1Lecture, Department of Management Sciences, SZABIST Hyderabad Campus, Pakistan.
2,3,4Student of MBA, SZABIST Hyderabad Campus, Sindh, Pakistan

*Corresponding author: ikrammad8022@yahoo.com

Abstract

Purpose-The main source behind the success of an organization is the job satisfaction of an employee therefore, it plays a vital role for an organization to be successful and attain desired strategic goals.

Method/Design- The primary data through adopted questionnaire has been collected for conclusion of this study. Health and safety, disabled support, and employee rights as independent variables and job satisfaction as a dependent variable has been considered. The data was collected using Convenience Sampling Technique. Data has been analyzed through SPSS version 21 and two statistical techniques such as Reliability and multiple regression analysis were applied for analysis purpose.

Results- The findings of this study revealed that all the above-studied variables are found significant and positive on job satisfaction in the context of private schools in Hyderabad, Sindh.

Originality/Contribution- It is recommended that private schools should consider these above mentioned factors for their faculty members which in turn will cause less job turnover and training cost. Faculty members should also keep these factors in their mind for future hiring in order to get job satisfaction and more commitment.

Keywords: Internal Corporate Social Responsibility, Job Satisfaction, Private Schools

INTRODUCTION

Corporate Social Responsibility

The complementary responsibility of the business for the community at local level excepting from its core business such as profit maximization (Taylor, 2013). It is about the management of business processes in order to create positive impact towards the society (Mallenbaker, 2004). It has been considered the major discussion topic by the researchers nowadays however it is done by a company to make their strong sustainable and competitive position within the society and as well as in a marketplace. Corporate social responsibility is also called corporate conscience, corporate citizenship. It is considered as company involvement towards society in terms of environmental impact, funds raising, volunteering to participate in community events and philanthropy such as educational facilities for disabled and child labor, health care facilities and most large companies are given charities in disaster areas and ethical labor practices for treating employees fairly. It is all about how the companies build and maintain more efficient business processes to create the long-lasting impact on the society such as on customers, suppliers, employees, Government and other stakeholders.

Corporate social responsibility includes two basic facets concerned with internal corporate social responsibility and external corporate social responsibility. Internal Corporate social responsibility is concerned with respect to employees such as given them training, employee participation ,high commitment, health and safety , disabled support and it enhance employee productivity and it create positive impact and external Corporate social responsibility with respect to outside stakeholders such as customers, local community and suppliers (Calveras, March 18th, 2013).

Internal Corporate Social Responsibility

Internal corporate social responsibility refers to the responsibilities held on the employers for the well-being of their employees in other words organizations responsibility towards their employees and how organization build excellent relationship between employees and organizations by caring for them. internal corporate social responsibility is also being defined as the wellbeing of employees by taking care of their needs like health, safety, security, growth, training, development and other factors which create the opportunities for their employees to nurture themselves, feel comfortable in the organization, get more experience to contribute more to organization profit and productivity, and make them committed towards organization. Internal corporate social responsibility is different from external corporate social responsibility because external corporate social responsibility is the social responsibility towards the society wellbeing like protect the green environment but internal corporate social responsibility is related to the human resource practices such as training and development and the participation of employees (labors), that can also improve labor productivity and the profitability of the organization.

Internal corporate social responsibility involves the human resource policies (in which the total focus is on the employees) and they make the polices that can tell how the career of their employees are develop, giving them training so they cope with the changes and survive in the world, make the policies which protect the employee rights, provide them safety and health policies so they can feel secure...
and eliminate the fear of losing their jobs, for the employees welfares through investing in them by supporting them with the disability policies and provide them other facilities i.e. medical, insurance, transportation, and etc.

**Private Schools Growth**

Under Article 25- A of the Constitution, it is the responsibility of the State to provide education. Though it is not their part to play, private schools are improving the government schools with the fulfillment of its moral and constitutional responsibility. Private schools graduates have risen to the highest ranks in Pakistan and on international grounds. Private schools increase the opportunities for admission into leading national and international universities and open up unparalleled job chances for young, lower-middle class and middle-class Pakistanis.

The growth of low-cost private schools began as an urban trend in large cities. The demonstration effect led to the spread to smaller towns, villages and even rural areas, across Pakistan. Contrary to prevailing perceptions, long distances and difficult commutes are not just rural phenomena. Urban sprawl, because of the rural-urban migration, the population has shifted from the nearest government schools. And another problem is costs of transportation exceed fees at the nearest school as a result, convenience and security is an additional concern, especially for girls and children, and this also causes problems for parents. These facts apply to both large cities and the small towns that serve as pit stops for migrating populations.

Private schools emerge as a key in providing an excellent and quality education to the students since 1990 to 2000; however, these schools are not only minimizing the illiteracy rate but also boosting up the literacy rate for students and enrich the academic terms for teachers and professors. As per the comparison record of the private and public schools the increase in private schools is 69% between the years 2000 to 2014, but in public schools, the increase of schools is only about 8%. This shows that private schools are accepted by the people of Pakistan and they also support the private school’s system.

**Problem Statement**

The Previous scholar explored Internal Corporate Social Responsibility in banking sector, in small and medium enterprises, and services firms, has been conducted (Al-hdour et al., 2010 & Thang Fassin, 2016). Most of them conducted research on banking sector particularly selected commercial banks and almost all level of employees has been considered for this studies. A positive relationship between Internal Corporate Social Responsibility among job satisfaction, employee engagement, and organizational commitment were concluded.

**Significance of the Study**

The impact of the internal corporate social responsibility is basically concerned with the three main stakeholders. Firstly, the faculty of private schools in terms they are more committed and loyal with their jobs and no one is switching job to any other schools, because they would be maintaining a balance between work and life. Secondly, the students who are getting more benefits in terms of learning due to the job the satisfaction of their faculty. Finally, schools will also end up with satisfaction of their employees particularly the faculty and this will help them to better future recruitment.

**Research Hypotheses**

Based on the objectives of the research thesis, the following are the proposed alternative hypotheses:

**H1:** There is a significant impact on health and safety on internal corporate social responsibility in selected private schools of Hyderabad Sindhi, Pakistan.

**H2:** There is a significant impact of disabled support internal corporate social responsibility in selected private schools of Hyderabad Sindhi, Pakistan.

**LITERATURE REVIEW**

Perez et al. (2018), how the corporate social responsibility policies work for disable employee’s identification, absenteeism and commitment. A questionnaire was used to collect data from 104 respondents and result is analyzed by correlation, common variance method and linear regression. Based on this analysis result indicate that there is a supportive relation of designed strategies is helpful for disable employees and organizational commitment. It is recommended to check other companies with this issue for conformity of this study.

(Chooongo, 2017), how firms performance in small and medium enterprises in Zambia impacted by longitudinal study of corporate social responsibility, 153 entrepreneurs were selected as samples, the data was collected by twice, in order to check accuracy of this study and data is analyzed through small PLS structural equation on this bases the result show close connection between corporate social responsibility and financial performance but relation with corporate reputation and commitment of employees is less significant.

Shin et al. (2016), corporate social responsibility and job performance with respect to employees through mediation model in sequential, for the result of study 250 employees considered as respondents and analysis is done by statistical methods i.e. reliability, validity and common method bias. The result signifies that there is a positive and significant impact of corporate social responsibility on employee job performance they feel committed.

Yousaf et al. (2016), internal corporate social responsibilities impact on employee engagement in moderate mediation model, sample size was comprised of 163 employees of five commercial banks, for analysis statistical measure used are descriptive statistical and Cronbach’s alpha. The result indicates that internal corporate social responsibility has both direct and indirect impact on employee engagement. It is recommended further studies should be done on all banks to confirm this study.

Shibeika et al. (2016), how internal corporate social responsibility practices helped by organizational commitment evidence from Sudanese banking sector, 375 employees are taken as respondents and result is analyzed by statistical measure i.e. factor analyses, reliability assessment, and regression. The result signifies that impact of corporate social responsibility is supportive of organizational commitment.

Thang & Fassin, (2016), Effect on organization commitment by internal corporate social responsibility study of Vietnamese service firms. For conclusion, 256 employees selected as respondents and analyses is done by statistical methods i.e. mean, standard deviation and multiple regression. Based on this analysis result tell that internal corporate social responsibility shows the positive and supportive impact on organizational commitment.

Chepkwony et al. (2015), Influence on employee job satisfaction by internal corporate social responsibility practices evidence from commercial banks in Kenya, 283 employees have been taken as the sample through a questionnaire. For analysis of the gathered data, the methods used were Cronbach’s alpha to check reliability, person correlation and multiple regression. The conclusion of result indicates a positive connection between internal corporate social responsibility and job satisfaction.

Yongrok and Yu (2014), Corporate sustainability practices impact on employees and organization performance, for result 683 employees were considered as respondents and analysis is done by reliability test, validity test and confirmatory factor analysis (CFA). The result of study signifies that there is a positive effect of corporate practices on employee’s commitment and their performance.

**METHODOLOGY**

**Data Source**
The data source of the study is ‘Primary’, which involves the collection of research data directly from the respondents. In other words, the primary source is the direct data source related to the subject or problem. Here, data will be collected directly from the participants using a structured adopted questionnaire based on private schools to follow internal corporate social responsibility.

Population of the Study

The population of a research study is participants or the respondents of the study that possess similar characteristics or traits (Weiss, 2012). As the aim of the study is to explain private schools to follow internal corporate social responsibility in Hyderabad Sindh province of Pakistan, therefore the population of the study consists of a faculty of private schools.

Sampling Strategy

In a primary research, sampling is an important component, which determines the number of respondents participating in the research study. Due to several constraints, including time, geographic and finance, it is important for a study to select a subset of the population. The sampling process can be either probability or non-probability. In this case, ‘convenience sampling’ technique is used, which is a form of non-probability sampling and considers accessibility and proximity of the respondents (Weiss, 2012).

Sample Size

The most acceptable way of determining sample is 10:1 (10 samples for one item. According to Roscoe (1975), proposed a rule of thumb that in case of quantitative and Multiple Regression Analysis is good enough to sample size criteria as (number of items *10). In our case, total number item is 11*10 =110. In order to get a more reliable result, 250 respondents are considered in this study.

Research Instrument

The data source of the study is primary, and therefore data will be collected directly from the research participants with the help of 5-point Likert scale questionnaire. Likert scale is measured as follows:
1. Strongly Disagree
2. Disagree
3. Neutral
4. Agree
5. Strongly Agree

Research instrument of the study is adapted from a single source, the questionnaire is measuring various motivations and obstacles factors, business graduate to become entrepreneur.

Table 01. Layout of Questionnaire (Adopted)

<table>
<thead>
<tr>
<th>Section</th>
<th>Variable</th>
<th>No. of items</th>
<th>Five Likert Scale</th>
<th>Source</th>
</tr>
</thead>
<tbody>
<tr>
<td>3.</td>
<td>Disabled support</td>
<td>2</td>
<td>Scale</td>
<td>Aisha Mirghani Shibeika (2015)</td>
</tr>
</tbody>
</table>

RESULTS AND DISCUSSION

Reliability Analysis

Table 02. Reliability Analysis of All Variables

<table>
<thead>
<tr>
<th>Name of variable</th>
<th>Cronbach’s Alpha</th>
<th>No of items</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>Job satisfaction</td>
<td>.849</td>
<td>4</td>
<td>Excellent</td>
</tr>
</tbody>
</table>

Source: Author’s Estimations

You can see in above table 2 the Reliability Statistics, the value of Cronbach’s Alpha is used for final decisions about the reliability of studied data. On that basis, we can level of reliability in terms of poor or good, in our case Cronbach’s Alpha value of Job satisfaction 0.849 or 84.9% (Excellent), Health and safety .73.7 or 73.7% (Excellent), Disabled Support .757 or 75.7% (Excellent) and employee rights .561 or 56.1% (Good). The conclusion for reliability for all the variables can be drawn as data is reliable.

Multiple Regression Analysis

Table 03. Model Summary

<table>
<thead>
<tr>
<th>Variables</th>
<th>Health and Safety (HS)</th>
<th>Disabled Support (DS)</th>
<th>Employee Right (ER)</th>
</tr>
</thead>
<tbody>
<tr>
<td>R</td>
<td>.597a</td>
<td>.597</td>
<td>.597</td>
</tr>
</tbody>
</table>

Source: Author’s Estimations

In table # 03, model summary indicates the relationship between an estimated value of the dependent variable and studied variables. All mentioned independent variables show the R-value is in this study 59.7%. R-value also indicates overall fitness of model.

ANOVA

Table 04. ANOVA

<table>
<thead>
<tr>
<th>Source: Author’s Estimations</th>
<th>a. Predictors: (Constant), HS, DS, ER</th>
</tr>
</thead>
<tbody>
<tr>
<td>Type</td>
<td>Regression</td>
</tr>
<tr>
<td>Model Summary</td>
<td></td>
</tr>
</tbody>
</table>

Table # 04 indicates fitness of model; in our case the value of p is 0.00 which is less than 0.05. This p-value concludes our studied research model is fit and we can predict the results of dependent variables with respect to independent variables.

COEFFICIENT

Table 05. Coefficient

<table>
<thead>
<tr>
<th>Source: Author’s Estimations</th>
<th>a. Predictors: (Constant), HS, DS, ER</th>
</tr>
</thead>
<tbody>
<tr>
<td>Model</td>
<td>Standardized Coefficients</td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td>(Constant)</td>
<td></td>
</tr>
<tr>
<td>HS</td>
<td></td>
</tr>
<tr>
<td>DS</td>
<td></td>
</tr>
<tr>
<td>ER</td>
<td></td>
</tr>
</tbody>
</table>

A coefficient table 5, shows two important values, the value of beta and p-value. The value of beta usually determines the relationship between dependent variable with independent variables whereas p-value shows the level of significance. We can see in this study all studied variables Health and Safety (HS), Disabled Support (DS), Employee Right (ER) are found to have a positive and significant relationship with dependent variable Job Satisfaction (JS). We can see that in VIF column our all studied variables have values less than 10 that indicates in our research model has no multi-collinearity. In this regard, our stated results are not overestimated.

Hypothesis Testing

Table 06. Hypothesis Testing
You can see in table 6, all studied variables Health and Safety, Disabled Support and Employee rights are found to have a positive and significant impact on job satisfaction. Based on all revealed results in this study alternative hypothesis are Accepted.

CONCLUSION AND RECOMMENDATIONS

Conclusion

The main purpose of this research was to find the impact of internal Corporate Social responsibility on private schools in Hyderabard, Sindh, Pakistan. In the previous studies, researchers explained the behavior of internal corporate social responsibility mainly on Human resource practices based variables such as training and development and work-life balance etc. are studied. In this study, we have limited and specify the scope of internal corporate social responsibility by studying related variables such as Health and Safety, Disabled Support and Employee Rights. For the conclusion of the study selected private schools were selected based on internal corporate social responsibility practices within them. The faculty members are encouraged in order to test the proposed hypothesis based on previous literature.

In this analysis, three independent variables Health and Safety, Disabled Support and Employee Rights impact on a dependent variable such as Job Satisfaction are considered. The findings of this study revealed that all the above-studied variables are found significant and positive on job satisfaction in the context of private school.

Recommendations

- The private school should consider these factors for their faculty members. This will may as a result of less job turn over and training cost.
- Faculty members also should keep these factors in their mind for future hiring in order to get job satisfaction and more committed.

Future Recommendations

- This study can also further be extended in comparative analysis terms of private and public school.
- Other than just private schools, other services sector i.e. Insurance company, NGOs, hospitals can also participate in future research
- This study can also further be extended to other provinces of Pakistan.
- This study can be explored to all level of employees in the context of schools rather than just faculty members.

References


taylor, s. a. (2013). research methodology.


