# Improved Employee Performance through Organizational Citizenship Behavior for the Environment (OCBE)

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**Abstract.** This study aims to determine the effect of OCBE, Green Performance Appraisal, and Green Compensation on employee performance in two employee groups based on gender. This type of research is a quantitative approach using a survey method with a sample of 60 people. Data analysis using SEM with the Generalized Structural Component Analysis (GSCA) program. This study proves that OCBE, Green Performance in female employee groups. Whereas in the group of male employees the Green Performance Appraisal has no effect on Employee Performance.

Keywords: Green Performance Appraisal, Green Compensation and Rewards, OCBE; Employee performance

# 1 Introduction

In this digital era, companies are expected to continue to be innovative in managing management functions in order to increase their ability to compete. In the management of Human Resources, several strategies are implemented by the company to achieve optimal performance. HR is an important asset for a company that must be managed properly so that company goals can be achieved.

Based on the evaluation of KPI data for 3 years (2016-2018 period) in TELIN companies there was an increase in the number of workers who did not reach the target. After conducting a pre-survey on 20 employees, there were 3 biggest factors that were thought to affect performance, namely Green Performance Appraisal, Green Compensation and Reward and OCBE. Green Performance Appraisal plays an important role in the overall effort to improve performance, either at the individual or organizational level. Green Compensation and Rewards can be considered as potential tools to support environmental activities in organizations. OCBE is very important to improve employee performance on green environmental behavior in corporate organizations.

This study aims to examine the effect of the variable Green Performance Appraisal Green Compensation and Reward and OCBE on employee performance which is divided into 2 groups, namely the male group and the female group. The theory that underlies this research is:

#### **1.1 Green Performance Appraisal**

Green Performance Appraisal can be defined as the extent to which certain employees engage in behavior (actions and activities) and produce results with respect to greening over a certain period of time [1]. Green Performance Appraisal is an employee performance appraisal of how well they are making progress towards a green environment [2].

#### **1.2 Green Compensation and Rewards**

Green Compensation and Rewards is a financial and non-financial reward system that aims to attract, retain and motivate employees to contribute to green environmental goals [3]

#### **1.3 OCBE (Organizational Citizenship Behavior for the Environment)**

The definition of OCBE is a social behavior of an individual and that is not explicitly recognized by formal reward systems and it contributes to a more effective environment of management by the organization. The dimensions in OCBE are Eco-initiatives, Eco-helping and Eco Civic Engagement [4].

#### **1.4 Employee Performance**

The definition of performance is what employees do or don't do [5]. Performance is also defined as a function of the interaction between ability and motivation so that performance = f (A x M) [6]. Several previous studies related to the above topic stated that the Green Performance Appraisal which is applied as a system in the company has a positive effect on employee performance [7]. This study is in line with other research which states that the Green Performance Appraisal has an effect on performance [8]. Green Compensation and Rewards can be considered as potential tools to support environmental activities in organizations. [9] Related to research on OCBE, it was explained that OCBE has an effect on employee performance [10,11].

Based on previous theory and research, the research hypothesis is presented as follows: H1a: Green Performance Appraisal affects OCBE in male employee groups

H1b: Green Performance Appraisal affects OCBE in female employee groups

H2a: Green Compensation and Rewards affects OCBE in male employee groups

112a. Of the compensation and Rewards affects OEDE in male employee groups

H2b: Green Compensation and Rewards has an effect on OCBE in female employee groups

H3a: Green Performance Appraisal affects Employee Performance in male employee groups H3b: Green Performance Appraisal affects Employee Performance in female employee groups

H4a: Green Compensation and Rewards affect Employee Performance in male employee groups

H4b: Green Compensation and Rewards affects Employee Performance in groups of female employees

H5a: OCBE affects Employee Performance in male employee groups

H5b: OCBE affects Employee Performance in female employee groups

H6a: Green Performance Appraisal affects Employee Performance through OCBE for male employee groups

H6b: Green Performance Appraisal affects Employee Performance through OCBE for women

H7a: Green Compensation and Rewards affect Employee Performance through OCBE for male employee groups

H7b: Green Compensation and Rewards affects Employee Performance through OCBE for female employees.

# 2 Research Method

This type of research is a quantitative study using a survey method. The research object at PT TELIN with a sample of 60 people. Data analysis used SEM with the Generalized Structural Component Analysis (GSCA) program.

# **3** Results and Discussion

Statistical analysis in this study used Generalized Structural Component Analysis (GSCA). The reason for using GSCA is by considering that the causal relationship formulated in this study uses a one-way (recursive) causality model with reflective variable measurements.

## 3.1 Validity Test and Reliability

# 3.1.1 Discriminant validity

Discriminant validity is a reflexive indicator measurement based on cross loading with its latent variables.

 Table 1. Discriminant validity test results

Group 1 (	Group 1 (Men's)			
Variable	Average variance extracted (AVE)			
Green Performance Appraisal (X1)	0,799			
Green Compensation and Rewards (X2)	0,734			
OCBE (Y1)	0,750			
Employee Performance (Y2)	0,592			
Group 2 (H	Semales)			
Variable	Average variance extracted (AVE)			
Green Performance Appraisal (X1)	0,881			
Green Compensation and Rewards (X2)	0,865			
OCBE (Y1)	0,829			
Employee Performance (Y2)	0,873			

The results of the discriminant validity test where all the Average variance extracted (AVE) values are greater than 0.50 so that it can be concluded that they meet the Discrimens validity requirements.

<b>.1.2 Composite Reliability</b> <b>Table 2.</b> Composite Reliability Test Results					
	Group 1 (Men's)				
Variable	<b>Composite Reliability</b>	Description			
Green Performance Appraisal (X1)	0,949	Reliable			
Green Compensation and Rewards (X2)	0,924	Reliable			
OCBE (Y1)	0,944	Reliable			
Employee Performance (Y2)	0,927	Reliable			
Grou	up 2 (Females)				
Variable	<b>Composite Reliability</b>	Description			
Green Performance Appraisal (X1)	0,973	Reliable			
Green Compensation and Rewards (X2)	0,967	Reliable			
OCBE (Y1)	0,965	Reliable			
Employee Performance (Y2)	0,985	Reliable			

The results of the composite reliability test show a satisfactory value, where all latent variables are reliable because all variable values have a composite reliability value  $\ge 0.60$ .

# **3.2 Structural Equation Modeling**

This study uses a structural equation model of the GSCA approach. Before analyzing, first testing or evaluating the empirical research model. The results of testing the empirical model of this study can be seen in the image below:

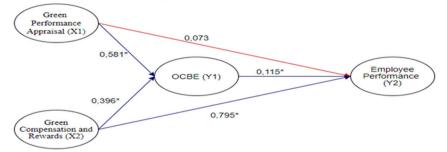


Fig 1. Results of Analysis with GSCA in Group 1 (Male)

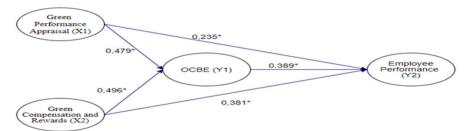


Fig 2. Results of Analysis with GSCA in Group 2 (female)

#### 3.3 Goodness of Fit Model

The theoretical model in the research conceptual framework is said to be fit if it is supported by empirical data. There are two indications to see whether the model used is good, namely the goodness of fit of the structural model and the goodness of fit of the overall model. The results of testing the goodness of fit of the structural model and the overall model are in accordance with the results of the GSCA analysis. The hypothetical model, namely the goodness of fit overall model supported by empirical data, is presented in Table 3

Table 3. The Results of Goodness of Fit Overall Model Testing				
Criteria	Cut-of value	<b>Model Result</b>	Description	
SRMR	$\leq 0,08$	0,08	Model Good	
GFI	> 0.90	0.933	Model Good	

The results of the Goodness of Fit Overall Model test based on Table 5.3 show that SRMR and GFI have met the cut off value, so the GSCA model in this study is suitable and suitable for use, so that interpretation can be made for further discussion.

## 3.4 Variable Measurement Model

The conversion of the path diagram into a measurement model for each variable (Green Performance Appraisal (X1), Green Compensation and Rewards (X2), OCBE (Y1) and Employee Performance (Y2)) can be seen in the table below.

Group 1 (Men's)				
Indicator	Estimate	SE	CR	
X1.1	0.895	0.002	478.3 <sup>*</sup>	
X1.2	0.909	0.005	175.51*	
X1.3	0.948	0.005	$187.21^{*}$	
X1.4	0.902	0.003	$270.25^{*}$	
X1.5	0.868	0.049	17.61*	
X1.6	0.838	0.010	$82.87^{*}$	
	Group 2 (Fema	les)		
X1.1	0.929	0.001	$669.8^{*}$	
X1.2	0.935	0.001	986.01 <sup>*</sup>	

Table 4. Variable Measurement Model Green Performance Appraisal (X1)

0.933	0.010	$92.8^{*}$
0.958	0.013	71.35*
0.940	0.003	335.45*
0.936	0.020	$47.78^{*}$
	0.958 0.940	0.9580.0130.9400.003

 $CR^* = significant at .05 level$ 

Source: Primary data processed (2020)

The Green Performance Appraisal variable measurement model also informs that Indicator X1.3 has the largest loading factor value for group 1 and indicator X1.4 has the largest loading for group 2.

Group 1 (Men's)				
Indicator	Estimate	SE	CR	
X2.1	0.838	0.011	75.47*	
X2.2	0.886	0.026	33.59*	
X2.3	0.851	0.009	92.48*	
X2.4	0.828	0.041	$20.24^{*}$	
X2.5	0.872	0.017	52.47*	
X2.6	0.863	0.001	1700.15*	
	Group 2 (Fem	ales)		
X2.1	0.914	0.029	31.28*	
X2.2	0.937	0.045	$20.74^{*}$	
X2.3	0.930	0.008	122.37*	
X2.4	0.939	0.015	62.17*	
X2.5	0.938	0.032	$29.0^{*}$	
X2.6	0.922	0.011	81.91*	

Table 5. Variable Measurement Model of Green Compensation and Rewards (X2)

 $CR^* = significant at .05 level$ 

Source: Primary data processed (2020)

The Green Compensation and Rewards variable measurement model also informs that Indicator X2.2 has the greatest loading factor value for group 1 and indicator X2.4 has the largest loading for group 2.

 Table 6. Measurement Model Variable OCBE (Y1)

Group 1 (Men's)					
Indicator	Estimate	SE	CR		
Y1.1	0.889	0.009	$102.76^{*}$		

Y1.2	0.888	0.025	36.26*
Y1.3	0.915	0.017	52.72*
Y1.4	0.910	0.002	558.55*
Y1.5	0.874	0.003	$258.86^{*}$
Y1.6	0.720	0.003	$209.12^{*}$
Y1.7	0.851	0.007	114.75*
	Group 2 (	(Females)	
Y1.1	0.921	0.026	35.09*
Y1.2	0.931	0.016	57.47*
Y1.3	0.939	0.014	67.92*
Y1.4	0.949	0.010	94.17*
Y1.5	0.940	0.006	168.22*
Y1.6	0.812	0.046	$17.78^{*}$
Y1.7	0.874	0.003	260.25*
	0.874		260.25*

CR\* = significant at .05 level Source: Primary data processed (2020)

The OCBE variable measurement model also informs that the Y1.3 indicator has the largest loading factor value for group 1 and the Y1.4 indicator has the largest loading for group 2.

Group 1 (Men's)				
Indicator	Estimate	SE	CR	
Y2.1	0.732	0.051	14.29*	
Y2.2	0.756	0.028	26.96*	
Y2.3	0.721	0.116	6.19*	
Y2.4	0.793	0.009	93.0*	
Y2.5	0.874	0.023	37.88*	
Y2.6	0.755	0.117	6.45*	
Y2.7	0.853	0.007	118.56*	
Y2.8	0.740	0.007	102.68*	
Y2.9	0.753	0.043	$17.58^{*}$	
Y2.10	0.739	0.036	20.33*	

 Table 7. Measurement Model Variable Employee Performance (Y2)

Y2.11	0.732	0.081	$9.05^{*}$			
Group 2 (Females)						
Y2.1	0.806	0.074	$10.88^{*}$			
Y2.2	0.942	0.032	29.23*			
Y2.3	0.943	0.031	30.69*			
Y2.4	0.948	0.020	46.45*			
Y2.5	0.947	0.018	51.47*			
Y2.6	0.955	0.012	82.73*			
Y2.7	0.966	0.021	45.71*			
Y2.8	0.959	0.017	56.25*			
Y2.9	0.956	0.032	$29.47^{*}$			
Y2.10	0.923	0.049	$18.73^{*}$			
Y2.11	0.923	0.019	49.5*			

 $CR^* = significant at .05 level$ 

Source: Primary data processed (2020)

The Employee Performance variable measurement model also informs that the Y2.5 indicator has the largest loading factor value for group 1 and the Y2.7 indicator has the largest loading for group 2.

# 3.5 Hypothesis Testing Results (Structural Model Testing Results)

In the structural model, nine hypotheses of the relationship between variables (direct influence) are tested. The complete results of testing the relationship between the research variables are presented in the table below.

# Table 8. Research Hypothesis Testing Results (Direct Effect)

Hypothesis	Direct Influence	Path Coefficient	Standard Error	Critical Ratio	Description
	Ν	Aale (Group 1	)		
H1	Green Compensation and Rewards -> OCBE	0.396	0.137	2.9*	Significant
H2	Green Performance Appraisal -> OCBE	0.581	0.139	4.18*	Significant
Н3	Green Compensation and Rewards -> Employee Performance	0.795	0.070	11.38*	Significant
H4	Green Performance Appraisal -> Employee Performance	0.073	0.070	1.04	Not Significant
Н5	OCBE -> Employee Performance	0.115	0.006	20.57*	Significant

	Females (Group 2)					
H1	Green Compensation and Rewards -> OCBE	0.496	0.099	4.99*	Significant	
H2	Green Performance Appraisal -> OCBE	0.479	0.095	5.03*	Significant	
H3	Green Compensation and Rewards -> Employee Performance	0.381	0.002	165.17*	Significant	
H4	Green Performance Appraisal -> Employee Performance	0.235	0.095	2.48*	Significant	
Н5	OCBE -> Employee Performance	0.389	0.093	4.18*	Significant	

 $CR^* = significant at .05 level$ 

Source: Primary data processed (2020)

The results of the analysis show that all the relationships between variables on the direct effect show significant results, but there is one direct effect that is not significant, namely the relationship between the Green Performance Appraisal on the Employee Performance in the Male Group. The indirect effect is stated as significant if the two direct effects that form it are significant, if one or both of them are not significant then the indirect effect is not significant. The following shows the results of the indirect effect.

Table 9. Research Hypothesis Testing Results (Indirect Influence)				
Hypothesis	Relationship	Coefficient	Description	Conclusion
Male (Group 1)				
H6	Green Compensation and Rewards -> OCBE -> Employee Performance	0.046	Green Compensation and Rewards -> OCBE (Sig.), OCBE -> Employee Performance (Sig.)	Significant
H7	Green Performance Appraisal -> OCBE - > Employee Performance	0.067	Green Performance Appraisal -> OCBE (Sig.), OCBE -> Employee Performance (Sig.)	Significant
Females (Group 2)				
Нб	Green Compensation and Rewards -> OCBE -> Employee Performance	0,193	Green Compensation and Rewards -> OCBE (Sig.), OCBE -> Employee Performance (Sig.)	Significant
Η7	Green Performance Appraisal -> OCBE - > Employee Performance	0,186	Green Performance Appraisal -> OCBE (Sig.), OCBE -> Employee Performance (Sig.)	Significant

Source: Primary data processed (2020)

The results of testing the indirect effect of the structural model and obtained significant results in Group 1 and Group 2.

## 3.6 Discussion

# 3.6.1 Green Performance Appraisal affects OCBE.

The results of the study proved that the Green Performance Appraisal had an effect on OCBE in both groups. This indicates that the higher the Green Compensation and Rewards, the higher the OCBE. In the Green Performance Appraisal for groups of male employees in the object of this study, they feel that their involvement in environmental problems and the greening system is quite well implemented. Meanwhile, the female employee group felt an understanding of green environmental behavior and the greening system in the workplace.

#### 3.6.2 Green Compensation and Rewards affect OCBE.

This study proves that the Green Performance Appraisal has a significant effect on OCBE in both groups. This indicates that the higher the Green Performance Appraisal, the higher the OCBE. In Green Compensation and Rewards, the group of male employees considered that there was fairness in their payroll and they considered that the difference in wages between parts of the company had met expectations. Meanwhile, the female employee group felt that employees would get certain Compensation & Rewards if they contributed ideas and organized an event about green environment.

#### 3.6.3 Green Performance Appraisal affects Employee Performance.

This study proved different results for the two groups. In the male employee group the Green Performance Appraisal has no effect on Employee Performance. Meanwhile, in the group of female employees the Green Performance Appraisal has an effect on Employee Performance. The results of the study indicate that what needs to be improved is the implementation of the Green Performance Appraisal in the workplace for male employee groups. Meanwhile, the group of female employees felt that there was a need for improvement on long-term and short-term strategies regarding employee performance and assisting in planning the performance and skills of employees in the future.

#### 3.6.4 Green Compensation and Rewards affect Employee Performance.

Research results prove Green Compensation and Rewards for Employee Performance. In both groups it was proven that it indicates that the higher the Green Compensation and Rewards, the higher the Employee Performance. The male group in this study informed that what needs to be improved regarding Green Compensation and Rewards is so that management can motivate employees to be able to contribute ideas and organize an event about green environment. Meanwhile, the women's group stated that what the company had to improve was the existence of a good Green Compensation & Rewards system for employees to have a caring attitude towards the green environment.

#### 3.6.5 OCBE affects Employee Performance.

This study proves that OCBE has an effect on Employee Performance. This indicates that the higher the OCBE, the higher the Employee Performance for both male employees and female employees. In the research object, the male group informed that the dominant thing in employee behavior is the employee's habit of storing used paper and will reuse it if one day is needed. Meanwhile, what needs to be improved is the desire of employees to encourage colleagues and express ideas / opinions about environmental problems. The women's group stated that the CSR program related to greening the environment was quite well implemented. Meanwhile, according to them, what needs to be improved is the active participation in environmental events organized by the Company.

# 3.6.6 Green Performance Appraisal affects Employee Performance through OCBE.

This study proves that Green Performance Appraisal has an effect on Employee Performance and OCBE plays a role in strengthening the relationship between the Variable Green Performance Appraisal and Employee Performance. According to the men's group regarding Employee Performance, what needs to be improved is to improve work results that can be received by superiors and colleagues. Meanwhile, the women's group that needs to be improved by workers is the accuracy of workers in carrying out their work.

# **3.6.7** Green Compensation and Rewards affect Employee Performance through OCBE.

The research results prove that Green Compensation and Rewards have an effect on Employee Performance and OCBE plays a role in strengthening the relationship between Green Compensation and Rewards on Employee Performance in both groups of workers. The male group in the research object stated that the dominant thing related to Employee Performance is that employees are working efficiently. Meanwhile, the women's group stated that the employees had done their job well

# 4 Conclusions

In conclusion that the Green Performance Appraisal; Green Compensation and Rewards and OCBE have an effect on Employee Performance, except for the male group that the Green Performance Appraisal has no effect on Employee Performance. Suggestions for organizations related to research results are Green Performance Appraisal and Green Compensation & Rewards system that is more integrated in the HR management system. And the existence of a program to motivate employees to have a green environmentally caring behavior in the workplace. For further researchers, it is hoped that they can explore other variables related to company sustainability that affect OCBE and employee performance.

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