

UNIVERSITI PUTRA MALAYSIA

RELATIONSHIPS BETWEEN ORGANIZATIONAL CAPITAL AND EMPLOYEE WORK PERFORMANCE IN MALAYSIAN PUBLIC ORGANZATIONS

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FPP 2013 29

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DOCTOR OF PHILOSOPHY UNIVERSITI PUTRA MALAYSIA

2013

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By

THOMAS KATHIRAVELOO

Thesis Submitted to the School of Graduate Studies, Universiti Putra Malaysia, in Fulfillment of the Requirements for the Degree of Doctor of Philosophy

May 2013

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Abstract of thesis presented to the Senate of Universiti Putra Malaysia in fulfilment of the requirement for the degree of Doctor of Philosophy.

RELATIONSHIPS BETWEEN ORGANIZATIONAL CAPITAL AND EMPLOYEE WORK PERFORMANCE IN MALAYSIAN PUBLIC ORGANIZATIONS

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Chairman: Professor. Jegak Uli, PhDFaculty: Faculty of Educational Studies

The main purpose of this research was to determine the factors that help to explain the variation of work performance among employees in Malaysian public sector organizations. The specific objectives of the study were to: (1) Determine the relationship between physical and financial, human, social, natural capital and work performance, (2) Assess the proposed four-factor regression model to explain the variation of work performance among employees in Malaysian public sector organizations, and (3) Determine whether gender and job category moderate the relationship between physical and financial, human, social, natural capital and work performance. The dependent variable for this study was work performance. There were four independent variables in this study namely physical and financial capitals (PFC), human capital (HC), social capital (SC), and natural capital (NC). The basis of the theoretical foundation of this study were based on the Harwell (1979) job performance model and expanded model of ecological economic system described by Costanza, Cumberland, Daly, Goodland, and Norgaard (1997). The core of this models was the set of four basic types of capital: natural, human, social and manufactured. A balance among these four capitals is necessary for excellent work performance. This study hypothesized that physical and financial, human, social, and natural capitals towards variance in work performance and finally the moderation effect of gender and job category. A positive relationship suggests that work performance is more apt to increase when the physical and financial, human, social, and natural capital increase.

This study used a two-stage of cluster sampling described by Scheaffer, Mendenhall and Ott (1990, p. 224). The first task in the two-stage cluster sampling was to specify appropriate clusters, in this study, all the 25 federal ministries were selected as the survey clusters. Subsequently, from this sampling frame, 6 ministries were selected using a simple random sampling procedure. The second task in the two-stage cluster sampling involved selecting 90 employees from the selected survey clusters by using simple random sampling. A total of 540 employees were selected for the survey. All the 540 employees responded fully. Thus, this figure represents the final number used for the confirmatory data analyses of this study. The findings revealed, all the four capitals positively correlated with work performance. In addition, only human capital and social capital were significantly support the proposed model. The human capital made the strongest contribution in explaining variation of work performance and followed by social capital. Job category and gender only moderated the relationship between social capital and work performance. Therefore, the relationship between physical & financial, human, and natural capitals with work performance can be generalized for all levels of job category and irrespective of difference in gender.

Based on the findings and conclusion of this study, the following recommendation is offered. An organization should provide necessary and adequate capitals referred to current needs and importance for continuous development. Furthermore, all the capitals must be organized wisely to capture optimal output in the public sector organizations. Abstrak tesis yang dikemukakan kepada Senat Universiti Putra Malaysia sebagai memenuhi keperluan untuk ijazah Doktor Falsafah

HUBUNGAN ANTARA MODAL ORGANISASI DAN PRESTASI KERJA PEKERJA DI ORGANISASI PERKHIDMATAN AWAM MALAYSIA.

Oleh THOMAS KATHIRAVELOO Mei 2013 Pengerusi : Profesor Jegak Uli, PhD Fakulti : Pengajian Pendidikan

Kajian ini dijalankan untuk meningkatkan tahap pengetahuan dan menentukan faktorfaktor yang membantu menjelaskan variasi prestasi kerja pekerja di semua organisasi Perkhidmatan Awam Malaysia. Objektif-objektif khusus bagi kajian ini ialah: (1) Menentukan hubungan di antara modal fizikal dan kewangan, insan, sosial, alam semula jadi serta prestasi kerja, (2) Menilai empat faktor yang dicadangkan dalam model regresi untuk menjelaskan variasi prestasi kerja antara pekerja di organisasi sektor awam di Malaysia, dan (3) Menentukan sejauh mana jantina dan kategori pekerjaan sebagai moderator dapat mempengaruhi hubungan di antara modal fizikal dan kewangan, insan, sosial, alam semula jadi dengan prestasi kerja. Pembolehubah tetap bagi kajian ini ialah prestasi kerja. Manakala, pembolehubah berubah ialah empat jenis sumber modal yang dikenali sebagai modal fizikal dan kewangan (PFC), modal insan (HC), modal sosial (SC) dan modal alam semula jadi (NC). Kajian ini dilaksanakan berasaskan Model Prestasi Kerja (Harwell, 1979) dan "expanded model of ecological economic system" seperti yang dinyatakan oleh (Costanza, Cumberland, Daly, Goodland, & Norgaard, 1997). Kedua-dua model ini focus pada asas penggabungan empat jenis modal seperti fizikal dan kewangan, insan, sosial dan alam semula jadi yang mana penggantian di antaranya adalah terhad. Penggunaan empat jenis modal ini secara seimbang adalah penting dan wajar untuk meningkatkan kecemerlangan prestasi kerja. Kajian ini mengandaikan bahawa modal fizikal dan kewangan, insan, sosial dan alam semula jadi untuk meningkatkan kecemerlangan prestasi kerja. Kajian ini mengandaikan bahawa modal fizikal dan kewangan, insan, sosial dan alam semula jadi ini juga menyumbang secara positif variasi prestasi kerja. Bahkan juga, dua moderator iaitu jantina dan kategori pekerjaan dapat mempengaruhi hubungan di antara modal (PFC, HC, SC and NC) dengan prestasi kerja.

Kajian ini menggunakan pensempel kluster dua peringkat yang telah dihuraikan oleh Scheafer, Mendenhall dan Ott (1990, p. 224). Langkah pertama, menentukan kelompok yang sesuai bagi kajian ini. Sehubungan itu, sebanyak 25 kementerian persekutuan telah dikumpulkan dan 6 kementerian dipilih secara pensempel rawak mudah. Tambahan pula, pensempel kluster dua peringkat juga digunakan untuk memilih 90 responden dari setiap kementerian dengan cara pensempel rawak mudah. Seramai 540 pekerja telah dipilih sebagai responden dan semua memberi respon yang baik. Keputusan kajian ini menggambarkan bahawa semua modal (PFC, HC, SC and NC) dapat menunjukkan hubungan positif dengan prestasi kerja. Tambahan pula, hanya dua modal (HC and SC) sahaja dapat menyumbang kepada variasi prestasi kerja secara signifikan. Modal insan mendahului senarai sebagai penyumbang yang terbesar diikuti dengan modal social untuk menjelaskan variasi prestasi kerja. Moderator jantina dan ketegori kerja dapat mempengaruhi hubungan di antara modal sosial dengan prestasi kerja sahaja. Hakikatnya, hubungan di antara PFC, HC dan NC dengan prestasi kerja boleh dirujuk sebagai pengukur umum bagi perbezaan jantina dan semua kategori jawatan.

Berdasarkan penemuan dan rumusan daripada kajian ini, sokongan digalurkan seperti berikut: Sesebuah organisasi mestilah menawarkan sumber modal yang perlu secara mencukupi mengikut tahap kepentingan semasa supaya memastikan peningkatan prestasi kerja berlaku secara berterusan dan optima. Bahkan juga, pengagihan modal haruslah diuruskan secara bijaksana demi meningkatkan tahap pengeluaran di organisasi sektor awam.

ACKNOWLEDGEMENTS

This research has provided me with great challenges and opportunities to gain indepth knowledge of work performance and unexpected insights into public sector operations. Nevertheless, I have faced up to the challenges of this academic project and thank the good Lord for the strength he has given me to bring this project to conclusion.

I would especially wish to convey my sincere thanks and special appreciation to my supervisory committee chairman, Professor Dr. Jegak Uli for his encouragement, comments and guidance. His patience and supportiveness really guided me to complete this research successfully. I also like to thank my committee members Associate Professor Dr. Khairuddin Idris and Dr. Jamilah Othman for their valuable comments, suggestions and motivations throughout this research.

My thanks also go to Professor Dr. Md. Salleh Hj. Hassan, Associate Professor Dr. Bahaman Abu Samah, Associate Professor Dr. Noor Azman Ali and Pn. Hashimah Hashim who have helped me in so many ways.

Finally, my heartfelt thanks are due to my beloved wife, Pilomina, for shouldering most of the family responsibilities during the year of my postgraduate study, and for her constant inspiration and support. My special thanks also go to my daughter, Shaleen Grace and son Alfred Joachiym, for their love, understanding and tolerance. Similar appreciation is also extended to my loving mother, aunt and all my family members. Lastly, I would like to dedicate this important milestone in my life to the Almighty.

With gratitude and appreciation to all.

K.Thomas.



I certify that an Examination Committee met on 30 May 2013 to conduct the final examination of Thomas kathiraveloo on his Doctor of Philosophy thesis entitled "Relationships between Organizational Capitals and Employee Work Performance in Malaysian Public Organizations" in accordance with Universities and Colleges Act 1971 and the Constitution of the Universiti Putra Malaysia [P.U.(A) 106] 15 March 1998. The Committee recommends that the student be awarded the Doctor of Philosophy.

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DECLARATION

I declare that the thesis is my original work except for quotation and citation which have been duly acknowledged. I also declare that it has not been previously, and is not concurrently, submitted for any other degree at University Putra Malaysia or at any other institution.

THOMAS KATHIRAVELOO

Date : 30 May 2013

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