

UNIVERSITI PUTRA MALAYSIA

RELATIONSHIP BETWEEN ETHICAL WORK CLIMATE AND ETHICS FACTORS, AND THEIR INFLUENCE ON MORAL JUDGEMENT COMPETENCE OF ACADEMICIANS IN PRIVATE INSTITUTIONS OF HIGHER LEARNING

SIN CHEK NENG

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 $\mathbf{B}\mathbf{y}$

SIN CHEK NENG

Thesis submitted to the School of Graduate Studies, Universiti Putra Malaysia, in Fulfilment of the Requirement for the Degree of Doctor of Philosophy

November 2006



DEDICATION

This thesis is dedicated to:

My parents

My wife, Wee Kwee Lan

My sons, Hsuen Ming, Shui Chiang,

My daughter, Mei Yee.



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

RELATIONSHIP BETWEEN ETHICAL WORK CLIMATE AND ETHICS FACTORS, AND THEIR INFLUENCE ON MORAL JUDGEMENT COMPETENCE OF ACADEMICIANS IN PRIVATE INSTITUTIONS OF HIGHER LEARNING

By

SIN CHEK NENG

August 2006

Chairman: Associate Professor Asma Hj. Ahmad, PhD

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The move towards corporatisation of Malaysian public universities and the establishment of a number of private institutions of higher learning were made to establish Malaysia as one of the regional educational hubs and a centre for providing educational excellence. However, the rapid expansion of private education institutions owned by profit-driven enterprises have posed a number of ethical problems and issues, such as the lack of a code of practice and the drive towards profit maximisation at the expense of a quality education.

Issues such as corporate integrity and accountability are being questioned, and professionals are now finding ways to promote and inculcate ethical culture to these

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organisations. A number of studies have shown that there is clearly a relationship between the corporate organisations and individuals who work in the organisation when it comes to morals or ethics. Corporations could only act as a result of the choices and actions of human individuals in the corporations. This clearly shows that ethical culture of corporations, like the private institutions of higher learning can be affected by the ethical behaviour of the individuals, especially the academic staff.

This study was conducted to determine the level of moral judgement competence of academic staff in the private institutions of higher learning, and its relationship with ethical work climate and ethics factors. The research design of this study was a correlational research using a cross-sectional survey approach. Four hundred and six (406) academic staff in Malaysia participated in this study by returning the self-administered questionnaire distributed to them. For computation and analysis of data collected, the Statistical Package for the Social Sciences (SPSS) for Windows program was used.

The findings revealed more than 78.1% of the academic staff had a medium level of moral judgement competence. The findings also indicated the emergence of the instrumental and service dimensions as two dominant dimensions of ethical work climates in the private institutions of higher learning.

The relationship between moral judgement competence, ethical work climate, demographic factors, professional factors, and ethic factors were tested and the



conclusions of the findings were mixed. However, seven hypotheses tested in this research confirmed that the ethical work climate dimensions and the selected ethics factors had positive and significant relationship with moral judgement competence.

The result suggests that consideration must be made with regards to demographic, professional and ethics factors when deciding on any human resource policies and development. The move towards institutionalising ethics through formulation of codes of ethics, formalising ethics training, factoring ethics in performance management and nurturing right ethical climate in the workplace can significantly accelerate the rate of moral development and moral judgement competence.



Abstrak tesis yang dikemukakan kepada Senat Universiti Putra Malaysia sebagai memenuhi keperluan untuk ijazah Doktor Falsafah

PERHUBUNGAN DI ANTARA SUASANA ETIKA KERJA DAN FAKTOR ETIK SERTA PENGARUHNYA KE ATAS KOMPETENSI PENILAIAN MORAL

AHLI-AHLI AKADEMIK DI INSTITUSI PENGAJIAN TINGGI SWASTA

Oleh

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Pengajian Pendididkan

Langkah pensyarikatan beberapa universiti awam Malaysia dan penubuhan sebilangan

institusi pengajian tinggi swasta merupakan salah satu usaha ke arah menjadikan

Malaysia sebagai sebuah pusat utama yang dapat menyediakan kemudahan pendidikan

yang cemerlang. Walau bagaimana pun, perluasan/pertumbuhan pesat institusi

pendidikan swasta milik usahawan yang lebih melihat kepada untung telah menimbulkan

beberapa isu dan masalah seperti kurang kod etika amalan perniagaan dan

memaksimumkan keuntungan tanpa mengirakan kualiti pendidikan yang dibekalkan.

Isu integriti korporat dan akauntibiliti yang menjadi persoalan utama pada masa ini telah

mendorong beberapa profesional berusaha mencari penyelesaian ke arah

memperkenalkan dan mengwujudkan budaya etika di dalam organisasi. Beberapa kajian

telah menunjukkan bahawa terdapatnya perhubungan yang jelas di antara organisasi

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korporat dan individu yang berkerja di dalamnya mengenai hal-hal moral dan etika. Organisasi korporat hanya bertindak hasil daripada tingkahlaku dan pilihan individu-individu di dalamnya. Ini menunjukkan bahawa budaya etika korporat seperti di dalam institusi-institusi pendidikan tinggi swasta boleh dipengaruhi oleh etika dan tingkahlaku individu, terutamanya ahli-ahli akademik institusi tersebut.

Tujuan kajian selidik ini adalah untuk menentukan tahap kompetensi penilaian moral ahli-ahli akademik di institusi-institusi pengajian tinggi swasta, serta perhubungannya dengan faktor etika and suasana etika kerja yang wujud di institusi tersebut. Kajian ini berbentuk kajian korelasi antara variabel dengan kaedah soal selidik. Seramai empat ratus dan enam (406) ahli-ahli akademik di Malaysia telah menyertai kajian selidik ini. Perisian 'Statistical Package for the Social Science (SPSS)' telah diguna untuk mengira dan menganalisa data yang telah diperolehi.

Hasil kajian ini mendapati bahawa 78.1% responden berada di tahap kompetensi penilaian moral yang sederhana. Hasil kajian ini juga menunjukkan pewujudan dimensi 'instrumental' dan 'service' sebagai dimensi dominan dalam suasana etika kerja institusi-institusi pengajian tinggi swasta.

Perhubungan di antara kompetensi penilaian moral dengan suasana etika kerja, faktor demografi, faktor profesional, dan faktor etika telah diuji dan hasil kajian adalah berbeza. Walau bagaimana pun tujuh hipotesis yang diuji mengesahkan bahawa wujudnya



perhubungan yang positif dan signifikan di antara suasana etika kerja, faktor etik dengan kompetensi penilaian moral.

Kajian ini telah membuktikan bahawa faktor demografi, faktor profesional, dan faktor etika merupakan faktor-faktor yang perlu diambil kira semasa menentukan polisi pengurusan dan pembangunan sumber manusia. Langkah untuk menginstitusikan budaya etika melalui program latihan etika, pembentukan kod-kod etika, penggunaan faktor etika dalam penilaian prestasi dan pewujudan suasana etika kerja yang positif boleh membawa kepada peningkatan yang signifikan kepada tahap pembangunan moral dan kompetensi penilaian moral.



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I certify that the Examination Committee has met on 14th August 2006 to conduct the final examination of Sin Chek Neng on his Doctor of Philosophy thesis entitled "Relationship Between Ethical Work Climate And Ethics Factors, And Their Influence On Moral Judgement Competence Of Academicians In Private Institutions Of Higher Learning." in accordance with Universiti Pertanian Malaysia (Higher Degree) Act 1980 and Universiti Pertainian Malaysia (Higher Degree) Regulations 1981. The Committee recommends that the candidate be awarded the relevant degree. Members of the Examination Committee are as follows:

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DECLARATION

I hereby declare that the thesis is based on my originations which have been duly acknowledged. previously or concurrently submitted for any other declared the	I also declare that it has not been
	SIN CHEK NENG
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TABLE OF CONTENTS

		Page
DEI	DICATION	ii
ABS	STRACT	iii
ABS	STRAK	vi
	KNOWLEDGEMENTS	ix
	PROVAL	X
	CLARATION	xii
	T OF TABLES	xvii
	T OF FIGURES	XX
LIS	T OF ABBREVIATIONS	xxii
CH	APTER	
I	INTRODUCTION	1
	Background of the Problem	1
	Ensuring Quality Private Higher Education	2
	Business Ethics and the Private Institutions of Higher Learning	3
	Ethics at the Workplace	4
	Problem Statement	5
	Objectives of Study	8
	General Objectives	8
	Specific Objectives	9
	Significance of the Study	9
	Assumptions	12
	Limitation of the Study	13
	Definitions of Terms	14
II	REVIEW OF LITERATURE	18
	Concepts of Ethics and Morality	18
	Theories and Models on Moral	20
	Moral and Ethical Theories	20
	Consequentialism	21
	Non-consequentialism	23
	Moral Standards for Academic Staff	25
	Codes of Ethics Theories and Models on Morel Judgement	26 28
	Theories and Models on Moral Judgement	30
	Moral Judgement Competence Ethical Decision Making Process	31
	Ethical Decision Making Process Rest's Ethical Decision Making process	31
	Contingency Model	32
	• •	
	General Theory of Marketing Ethics Person-situation Interactionist Model	34 35



	Dubinsky & Loken's Model on Ethical Analysis	37
	Integrated Model	38
	Issue-Contingency Model	39
	Cognitive Elaboration Model of Ethical Decision	41
	Making	
	Kohlberg's Theory of Cognitive Moral Development	42
	Conclusion on the Models	47
	Theories and Models on Ethical Work Climate	48
	Ethical Work Climate	48
	Victor and Cullen's Framework	50
	Studies of Moral Judgement	52
	Summary of Previous Research on Moral Judgement	55
	Studies on Ethical Work Climate	56
	Summary of Previous Studies on Ethical Work Climate	61
	Studies on the Relationship between Moral Judgement Competence and Ethical Work Climate	63
	Studies on the Relationship between Demographic and Professional	65
	Factors, Ethics Factors, Ethical Work Climate, and Moral Judgement	
	Competence	
	Demographic Factors	65
	Professional Factors	71
	Ethics Factors	72
	Chapter Summary	76
III	RESEARCH METHODOLOGY	80
	Research Design	80
	Conceptual Framework	82
	Theoretical Framework	83
	Research Framework	84
	Research Hypotheses	86
	Population and Sample	86
	Sample Size	87
	Sampling Procedure	89
	Instruments	93
	Dependent Variable – Moral Judgement Competence	94
	Independent Variable – Ethical Work Climate	96
	Moderating Variables	99
	Background Information of Respondents	102
	Validation of the Research Instruments	102
	Validity and Reliability	102
	Pilot Test of the Instruments	103
	Reliability of the Instruments	105
	Data Collection Procedures	105
	Questionnaire Response Rate	107
	Data Analysis Procedures	108
	Exploratory Data Analysis	109



Descriptive Statistics	110
Chapter Summary	121
RESULTS AND DISCUSSION	122
	123
•	124
	127
•	128
• • • • • • • • • • • • • • • • • • • •	128
	130
	131
	136
•	138
	130
	139
	141
	148
	152
	154
•	161
<u>.</u>	101
	162
<u> </u>	102
	163
<u> </u>	100
•	167
<u> </u>	
	169
<u> </u>	171
Standardised Predicted Values	177
	177
s	179
<u>.</u>	
•	190
•	
Ethics Factors as Moderators in the Relationship between	192
Caring Dimension and Moral Judgement Competence	
Ethics Factors as Moderators in the Relationship between	195
Independence Dimension and Moral Judgement Competence	
Chapter Summary	198
	RESULTS AND DISCUSSION Profile of the Respondents Demographic Profile of Respondents Professional Profile of Respondents Descriptive Statistics for Key Study Variables Moral Judgement Competence Perceived Ethical Work Climate Dimensions Ethics Factors Importance of Various Sources of Guidance Level of Moral Judgement Competence of Academic Staff, the Relationship between Demographic Factors, Professional Factors and Moral Judgement Competence Level of Moral Judgement Competence of Academic Staff Demographic Factors and Moral Judgement Competence Professional Factors and Moral Judgement Competence Professional Factors and Moral Judgement Competence The Ethical Work Climate of Private Institutions of Higher Learning The Factor Analysis Relationship between Ethical Work Climate Dimensions, Ethics Factors, and Moral Judgement Competence Relationship between Ethical Work Climate Dimensions and Moral Judgement Competence Relationship between Ethical Work Climate Dimensions and Ethics Factors Effects of Ethics Factors, Demographic Factors, Professional Factors, and Ethical Work Climate Dimensions in Predicting Moral Judgement Competence Predictors of Moral Judgement Competence Standardised Predicted Values The Extent Ethics Factors Moderate Relationship between Ethical Work Climate Dimensions and Moral Judgement Competence Ethics Factors as Moderators in the Relationship between Instrumental Dimension and Moral Judgement Competence Ethics Factors as Moderators in the Relationship between Instrumental Dimension and Moral Judgement Competence Ethics Factors as Moderators in the Relationship between Caring Dimension and Moral Judgement Competence Ethics Factors as Moderators in the Relationship between Caring Dimension and Moral Judgement Competence Ethics Factors as Moderators in the Relationship between Independence Dimension and Moral Judgement Competence



\mathbf{V}	SUMMARY, CONCLUSIONS, AND RECOMMENDATIONS	201
	Summary of Findings, Conclusions, and Implications	205
	Level of Moral Judgement Competence and Its	205
	Relationship with Demographic and Professional Factors	
	Emergence of Perceived Ethical Work Climate Dimensions	213
	Relationship between Moral Judgement Competence,	217
	Perceived Ethical Work Climate, and Ethics Factors	
	Ethics Factors, Demographic, Professional Factors and	224
	Perceived Ethical Work Climate as Predictors of Moral	
	Judgement Competence	
	The Extent Ethics Factors Moderate the Relationship between	227
	Ethical Work Climate Dimensions and Moral Judgement	
	Competence	
	Implication of the Study	230
	Recommendations	232
	Recommendations for Private Institutions of Higher Learning	232
	Recommendations for the Ministry of Higher Education	238
	Recommendations for Future Research	240
REFI	ERENCES	243
APPI	ENDICES	261
BIOI	OATA OF THE AUTHOR	313



LIST OF TABLES

Table		Page
2.1	Theoretical Ethical Climate Types	51
2.2	Studies on Ethical Work Climate Identified	60
2.3	Theoretical Framework	82
3.1	Moral Judgement Test Score against Kohlberg's Cognitive Moral Development Stages	96
3.2	Pre - Post Test Results	104
3.3	The Response Rate	107
3.4	Dummy Variables for Selected Demographic, Professional, and Ethics Factors	109
3.5	Guilford's Rule of Thumb	116
4.1	Respondents' Profile	125
4.2	Descriptive Findings for Key Study Variables	129
4.3	Frequency of Ethical Dilemma Faced by Academic Staff	132
4.4	Ethical Standards and Proponents of Ethics	133
4.5	Forms of Guidelines (Codes of Ethics) Formulated	135
4.6	Distribution of Respondents by Ethics Training	136
4.7	Importance of Various Sources of Guidance	137
4.8	Level of Moral Judgement Competency of Academic Staff	140
4.9	Level of Moral Judgement Competence (C-Index) and Selected Demographic Factors	144
4.10	Level of Moral Judgement Competence (C-Index) and Selected Professional Factors	149



4.11	KMO and Bartlett's Test	154
4.12	Total Variance Explained	155
4.13	Rotated Component Matrix(a)	156
4.14	Emergence of Ethical Climate Types	158
4.15	Ethical Work Climate Dimensions	160
4.16	Correlation of Relationship between Ethical Work Climate Dimensions and Moral Judgement Competence	162
4.17	Bivariate Correlations and Point Biserial Correlation between the Moral Judgement Competence and Ethics Factors	163
4.18	Bivariate Correlations and Point Biserial Correlation between the Ethical Work Climate Dimensions and Ethics Factors	167
4.19	Model Summary of Ethics Factors, Demographic Factors, Professional Factors, and Ethical Work Climate as Predictors of Moral Judgement Competence	171
4.20	Prediction of Moral Judgement Competence by Ethics Factors, Demographic Factors, Professional Factors, and Ethical Work Climate	173
4.21	Estimates of Coefficients for the Moral Judgement Competence (Y) with Collinearity Statistics	174
4.22	The Multicollinearity Diagnostic for the Final Model	175
4.23	Casewise Diagnostics for the Moral Judgement Competence	176
4.24	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Religious Commitment as Moderator	180
4.25	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Ethical Dilemma as Moderator	181



4.26	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Codes of Ethics as Moderator	182
4.27	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Ethics Training as Moderator	183
4.28	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Perceived Ethical Standards as Moderator	186
4.29	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Service Dimension with Proponent of Ethics as Moderator	188
4.30	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Instrumental Dimension with Ethics Factors as Moderator	191
4.31	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Caring Dimension with Ethics Factors as Moderators	193
4.32	Hierarchical Multiple Regression Analysis of Moral Judgement Competence and Independence Dimension with Ethics Factors as Moderators	196



LIST OF FIGURES

Figure		Page
2.1	Moral Judgement Process	29
2.2	Three Aspects Relationship on Moral Judgement Competence	30
2.3	Rest's Ethical Making Process	32
2.4	Contingency Model of Ethical Decision Making in a Marketing Organisation	33
2.5	General Theory of Marketing Ethics	35
2.6	Person-Situation Interactionist Model	36
2.7	Model for Analysing Ethical Decision Making in Marketing	37
2.8	A Synthesis-Integrated Model of Ethical Decision Making	39
2.9	Issue-Contingency Model	40
2.10	Cognitive Elaboration Model of Ethical Decision-making	41
2.11	Kohlberg's Stages of Cognitive Moral Development	43
2.12	Kohlberg's Six Stages CMD and Ethical Theories	46
3.1a	Theoretical Framework	83
3.1b	Research Framework	85
3.2	Sampling Technique (probability design) - Multiple Sampling Approach	91
3.3	Size/Magnitude/Strength of Correlation or Relationship (Effect Size)	112
4.1	Bar Chart on the Level of Moral Judgement Competence	141
4.2	The Scree Plot of the Ethical Work Climate Dimension	154
4.3	Normal P-P Plot of Regression Standardised Residual	176



4.4	Scatterplot of Standardised Residuals against Standardised Predicted Values	177
4.5	The Moderator Effect of Ethics Training on the Relationship between Service Dimension and Moral Judgement Competence	184
4.6	The Moderator Effect of Perceived Ethical Standard on the Relationship between Service Dimension and Moral Judgement Competence	187
4.7	The Moderator Effect of Proponent of Ethics on the Relationship between Service Dimension and Moral Judgement Competence	190



LIST OF ABBREVIATIONS

C Constant

Care Caring dimension

CMD Cognitive Moral Development

Code Code of Ethics

Des Designation

DIT Defining Issues Test

E. M'sia East Malaysia

E. St. Ethical Standard

ED Ethics Dilemma

EP Ethics Proponents

ECQ Ethical Work Climate Questionnaire

EDA Exploratory Data Analysis

Edu Education

EWC Ethical Work Climate

Exp Industrial Experience

HR Human Resource

HMRA Hierarchical Multiple Regression Analysis

Ind Independence Dimension

Indept Independence

Ins Instrumental Dimension

Inst Educational Institution

IQR Interquartile range



JPS Jabatan Pendidikan Swasta

LAN Lembaga Akreditasi Nasional or National Accreditation Board

MS Marital Status

MAX Maximum

MBA Master of Business Administration

Mdn Median

MIN Minimum

MJT Moral Judgement Test

MOE Ministry of Education

Nat Nationality

NST New Straits Times

RC Religious Commitment

SE Standard Error

Ser Service Dimension

SK Skewness

SPSS Statistical Package for the Social Sciences

TS Tenure of Service

Train Ethics Training

UK United Kingdom



CHAPTER I

INTRODUCTION

Background of the Problem

Malaysia is embarking on education as the prime mover to develop a technologically competent and scientifically proficient society when it becomes a fully industrialised country in the 21st century (EIC, 2003). In order to achieve this goal, educational reform becomes necessary where new strategies for growth and development of education are needed. Through this reform, it is vital that the government and the private sector cooperate.

This dynamic partnership between the government, the private sector and foreign universities is to create Malaysia as a regional educational hub and a centre for educational excellence. In this view, it can be seen that the private education sector has been entrusted to play the important role of making Malaysia a centre of higher learning that offers high academic standards and international programmes (Lee, 2002).

To ensure that the private education sector does not capitalise on profit maximisation at the expense of quality education, the Ministry of Education has set up two special departments, namely, the Department of Private Education or known as Jabatan Pendidikan Swasta (JPS), and the National Accreditation Board or Lembaga Akreditasi

