THE INFLUENCE OF CORPORATE SOCIAL RESPONSIBILITY ON EMPLOYEE PERFORMANCE WITH ORGANIZATIONAL COMMITMENT AS MEDIATION (STUDY OF BANK LAMPUNG EMPLOYEES)

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Abstract:
This research aims to determine the effect of CSR on employee performance, CSR on organizational commitment, and organizational commitment on employee performance, which is mediated by organizational commitment. The number of samples in this research is 210, and the testing was done using the SEM test using the SEM-PLS analysis tool; the findings in this research show that corporate social responsibility (CSR) significantly influences employee performance. In addition, CSR has a significant favorable influence on organizational commitment. Organizational Commitment has a significant favorable influence on Employee Performance. The latest findings show that Employee Performance has a significant favorable influence, with Organizational Commitment as a mediating variable. The results of CSR showed that the lowest average scores were recorded on the assessment or evaluation indicators. To anticipate the spread of a similar response, companies need to identify the causes of this response. In the results of respondents, the lowest indicator of employee performance is the work quality indicator. Organizations must delve deeper into understanding the reasons behind the subpar quality of work observed within their operations. Within the spectrum of organizational Commitment, it is evident that the normative commitment indicator scores the least. Organizations need to cultivate a culture where employees feel intensely loyal. It can be done through employee development programs, appropriate incentives, and a supportive work environment.

Keywords: Organizational Commitment, CSR, Employee Performance, Bank Lampung

INTRODUCTION

Companies and employees cannot be separated because employees are the main stakeholders in various organizational activities. With its employees, a company can achieve its vision and mission because it requires operational drivers in the form of human resources to create and manage quality production. Therefore, the business world needs to improve the quality of its human resources in order to carry out its activities optimally.

The business world's focus on employees ensures that employee performance and commitment are well implemented in the organization, including social responsibility programs or corporate social responsibility (CSR). According to the World Business Council for Sustainable Development (WBCSD), Corporate Social Responsibility (CSR) is a company's ongoing commitment to ethical behavior. It contributes to economic development while improving the quality of life of employees, their families, and communities.

Indirectly, CSR provides a positive image for the company. This positive image impacts the company's image in the eyes of stakeholders, causing trust in the organization. Organizational trust
is the willingness of employees to accept all organizational actions that arise due to culture and communication in organizational relationships (Al Golin, cited from Fitzpatrick and Bronstein, 2006).

Until 2023, Bank Lampung did not have a policy for providing performance-based long-term compensation to management and employees. Bank Lampung is also not a public company, so it has no share ownership program for management and employees (MSOP/ESOP).

Bank Lampung has also conducted many CSR activities by channeling funds to the local government to conduct CSR programs. Bank Lampung is committed to continuing to run community development and empowerment programs to achieve a healthy and prosperous society.

As a public company, Bank Lampung also participates in government programs to improve the community's welfare through corporate social responsibility (CSR) programs, as stipulated in Law No. 40 of 2007 on Limited Liability Companies.

The implementation of Corporate Social Responsibility (CSR) plays a role in improving the performance and resources of the company to be better than before. Corporate social responsibility can be implemented through the company's social role in the company's internal environment, in this case, employee welfare (Titin & Zunaidah, 2013).

Some results show that the implementation of Corporate Social Responsibility affects employees. According to research by Munthe Krishna (2012), employee welfare increases with the company's internal Corporate Social Responsibility (CSR) program. According to Triwadiantini (2011), the implementation of Corporate Social Responsibility (CSR) also plays a role in improving performance and resources.

Companies and employees cannot be separated because employees are the main stakeholders in various organizational activities. With its employees, a company can achieve its vision and mission because it requires operational drivers in the form of human resources to create and manage quality production. Therefore, the business world needs to improve the quality of its human resources in order to carry out its activities optimally.

**Thinking Framework and Hypotheses.** The research conducted consisted of independent variables and dependent variables where the independent variable or independent variable (X) is at the same time, the dependent variable or the dependent variable (Y) is Employee Performance as an intervening variable (M) Organizational commitment. The research hypothesis is as follows:

H1: CSR have a positive and significant effect on employee performance in Bank Lampung employees.

H2: CSR have a positive and significant effect on organizational commitment in Bank Lampung employees.

H3: Commitment has a positive and significant effect on employee performance in Bank Lampung employees.

H4: Organizational commitment mediates the effect of CSR on employee performance in Bank Lampung employees.
METHODS
The research was conducted at Bank Lampung. In this study, the independent variable is CSR (X1). The dependent variable is employee performance (Y). Furthermore, the intervening variable is organizational commitment (M). The research uses quantitative and qualitative data approaches. It uses a Likert scale to measure the attitudes, opinions, influences and perceptions of a person or group of people towards social phenomena (Sugiyono, 2016). The sample was determined by purposive sampling, namely the sample selection method, to determine the model due to specific considerations. So, the sample is not taken randomly but determined by the researcher. The sample is part of the population's number and characteristics (Sugiyono, 2016). According to (Hair in Mwetiumo et al. 2021), the recommended minimum sample size is 5-10 observations for each estimated parameter. The method used in data analysis and hypothesis testing in this study is the Structural Equation Model - Partial Least Square Method (SEM-PLS).

According to Noor (2014), SEM is a statistical technique used to build and test statistical models, usually causal models. This study uses descriptive statistical data analysis and Partial Least Square SEM, an analysis used to develop or predict existing theories. Descriptive methods are used to obtain a complete and precise description of the research objectives. In this case, the Likert scale of 5 was used. Data analysis using Partial Least Square SEM. A study is used to develop or predict an existing theory. Measurement model analysis (Outer Model) includes convergent validity, discriminant validity, and reliability tests. An analysis of the Structural Model (Inner Model) and discussion of the results of hypothesis testing. Data processing uses the Structural Equation Model (SEM) model with the help of the SmartPLS v.3.2.9 application.

RESULT AND DISCUSSION
Descriptive Statistics. Researchers will use descriptive analysis techniques to obtain information about the characteristics of respondents. Descriptive analysis is an analytical technique used to explain how the characteristics of data originating from a research object can be described and understood correctly. Discussing the characteristics of respondents in this study will display several aspects of the respondents, such as gender, age, and length of service. Descriptive data on the gender of respondents in this study were primarily female, namely, as many as 210 respondents. The majority were female, namely, 126 respondents (60%). The number of male respondents was 84,
or 40%. It shows that fewer men are employed at Bank Lampung; respondents aged between 30 and 40 years totaled 67.14% or 141 respondents, and the lowest respondents were respondents aged more than 20 to 30 years, totaling 12.65% or 27 people. Moreover, for respondents aged >40 years and over, as many as 42 respondents (20%). Characteristics of respondents based on length of service in Table 4.3. The number of employees < 1-year frequency 0 and 0% and 1-5 years frequency 11.43%, and > five years 88.57%.

### Table 1. Characteristics of Respondents

<table>
<thead>
<tr>
<th>Demographic Variables</th>
<th>Category</th>
<th>Frequency</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gender</td>
<td>Male</td>
<td>84</td>
<td>40%</td>
</tr>
<tr>
<td></td>
<td>Female</td>
<td>126</td>
<td>60%</td>
</tr>
<tr>
<td>Age</td>
<td>20-30 years</td>
<td>27</td>
<td>12.65%</td>
</tr>
<tr>
<td></td>
<td>30-40 years</td>
<td>141</td>
<td>67.14%</td>
</tr>
<tr>
<td></td>
<td>&gt;40 years</td>
<td>42</td>
<td>20%</td>
</tr>
<tr>
<td>Working Age</td>
<td>&lt; 1 years</td>
<td>0</td>
<td>0.00%</td>
</tr>
<tr>
<td></td>
<td>1-5 years</td>
<td>24</td>
<td>11.43%</td>
</tr>
<tr>
<td></td>
<td>&gt;5 years</td>
<td>186</td>
<td>88.57%</td>
</tr>
</tbody>
</table>

**Measurement Model.** This study implemented covariance-based Structural Equation Modeling to test the proposed research model using Smart PLS software. The measurement model of this study used validity and reliability, which could be assessed through factor loadings that values should be greater than 0.5, average variance extracted (AVE) that value should be greater than 0.5, Cronbach alpha that value should be greater than 0.7, and composite reliability that value should be greater than 0.7 (Hair et al., 2016). Table 2 predicted values show that all the values fulfill the criteria of recommended values.

### Table 2. Measurement Model

<table>
<thead>
<tr>
<th>Information</th>
<th>Item</th>
<th>Outer Loadings</th>
<th>Ca</th>
<th>Cr</th>
<th>Ave</th>
</tr>
</thead>
<tbody>
<tr>
<td>Employee</td>
<td>KK1</td>
<td>0.774</td>
<td>0.934</td>
<td>0.934</td>
<td>0.627</td>
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<tr>
<td>Performance</td>
<td>KK10</td>
<td>0.81</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td></td>
<td>KK2</td>
<td>0.784</td>
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<tr>
<td></td>
<td>KK3</td>
<td>0.803</td>
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<tr>
<td></td>
<td>KK4</td>
<td>0.761</td>
<td></td>
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<tr>
<td></td>
<td>KK5</td>
<td>0.784</td>
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<tr>
<td></td>
<td>KK6</td>
<td>0.797</td>
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<tr>
<td></td>
<td>KK7</td>
<td>0.821</td>
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<td></td>
<td>KK8</td>
<td>0.791</td>
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<td></td>
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<tr>
<td></td>
<td>KK9</td>
<td>0.788</td>
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</tr>
<tr>
<td>Commitment</td>
<td>KO1</td>
<td>0.787</td>
<td>0.939</td>
<td>0.941</td>
<td>0.648</td>
</tr>
<tr>
<td>organisasionan</td>
<td>KO10</td>
<td>0.873</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>KO2</td>
<td>0.805</td>
<td></td>
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<tr>
<td></td>
<td>KO3</td>
<td>0.781</td>
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<tr>
<td></td>
<td>KO4</td>
<td>0.779</td>
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</tr>
<tr>
<td></td>
<td>KO5</td>
<td>0.782</td>
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</tbody>
</table>

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Structure Model. After analyzing a measurement model, the next step is to test the proposed hypothesis using a structural model. This study uses the Path Coefficient as the research model within an acceptable range. Similarly, the Specific Indirect Effect Tests index implies an acceptable fit. The four predicted paths are significant. Therefore, H1, H2, H3, and H4 were all supported in this study.

Table 3. Direct Relationship

| Information                        | Original sample (O) | Sample mean (M) | Standard deviation (STDEV) | T statistics (|O/STDEV|) | P values | Detected |
|------------------------------------|---------------------|-----------------|----------------------------|-------------------|----------|----------|
| CSR -> Employee Performance        | 0.442               | 0.436           | 0.116                      | 3.814             | 0        | Supported|
| CSR -> Organizational Commitment   | 0.665               | 0.663           | 0.078                      | 8.549             | 0        | Supported|
| Organizational Commitment ->       | 0.43                | 0.435           | 0.129                      | 3.325             | 0.001    | Supported|
| Employee Performance               |                     |                 |                             |                   |          |          |

Explain that the mediation test was conducted to determine how the mediating variable affects the relationship between endogenous and exogenous variables regarding the strength and direction of the relationship, path estimation and t-value.

Table 4. Intervening Impacts

| Information                        | Original sample (O) | Sample mean (M) | Standard deviation (STDEV) | T statistics (|O/STDEV|) | P values | Detected |
|------------------------------------|---------------------|-----------------|----------------------------|-------------------|----------|----------|
|                                    |                     |                 |                             |                   |          |          |
**The Effect of CSR on Employee Performance.** There is a significant positive effect of the variable CSR -> Employee Performance because the P-value of 0.000 <0.05; in other words, H0 is rejected, and Ha is accepted. Research conducted on Bank Lampung employees shows a significant favorable influence between CSR and employee performance. It means that the more positive CSR Bank Lampung, the higher the performance.

Employees who work in companies that implement corporate social responsibility (CSR) well will feel proud of their company and motivated to work hard to achieve company goals. This feeling of pride arises because employees see their company as an entity that cares about society and the environment and positively contributes beyond just business profits. When employees feel their company operates with solid ethics and makes a positive impact, they feel more connected to its values and are more driven to contribute to its success. This motivation can increase engagement and productivity, as employees want to be part of a company they perceive as a force for good. Work environments shaped by good CSR policies also tend to be more supportive and inclusive, which adds to employee satisfaction and loyalty towards the company.

Employees who work in companies that implement corporate social responsibility (CSR) well will feel proud of their company and motivated to work hard to achieve company goals. When employees see their company as committed to social and environmental responsibility, they feel they are working in a place that has values that align with their values. It increases their pride and satisfaction with their work and the organization. The loyalty that grows from these positive feelings makes employees more eager to contribute to the company's success, increases their engagement in their daily work, and encourages them to support company initiatives and projects. As a result, this higher commitment leads to more excellent workforce stability, reduced employee turnover rates, and fosters a positive and productive work culture.

**Effect of CSR Organizational Commitment.** There is a significant favorable influence on the variable CSR -> Organizational Commitment because the P-value of 0.000 <0.05; in other words, H0 is rejected, and Ha is accepted. Research conducted on Bank Lampung employees shows a significant favorable influence between CSR and employee organizational commitment. This means that the more positive the employees' perception of CSR Bank Lampung is, the higher the employees' organizational commitment is.

Employees who work for companies that implement Corporate Social Responsibility (CSR) well will feel proud of their company and more connected to its values and goals. When companies are committed to social and environmental responsibility, employees feel part of an entity more significant than just a business. It strengthens employees' sense of identification with the organization, as they see the company as a reflection of the values they believe in and support. This intense identification encourages employees to commit more deeply to the organization, as they feel the company's success reflects their success and contributions. In addition, feeling connected to the company's values can create a more positive and collaborative work environment where employees feel supported and valued in achieving common goals. Thus, an exemplary implementation of CSR can strengthen the relationship between employees and the organization, strengthen employee commitment, and improve overall performance...

Employees who believe that their company cares about society and the environment tend to have greater trust in their company. They feel confident that the company will act ethically and...
responsibly. This trust encourages employees to feel safe and secure in their work environment, as they believe that the company values and protects their interests. This high trust strengthens the bond between the employee and the organization, resulting in a higher employee commitment towards their employer. This commitment is reflected in their dedication to their tasks, desire to contribute their maximum, and willingness to fight for the organization's success. Thus, the trust instilled in employees by a company's commitment to social and environmental responsibility can positively impact the company's organizational culture and overall performance.

The Effect of Organizational Commitment on Employee Performance. There is a significant positive effect of Organizational Commitment -> Employee Performance variables because the P-value of 0.001 <0.05, or, in other words, H0 is rejected and Ha is accepted. Research conducted on Bank Lampung employees shows a significant favorable influence between CSR and employee performance. This means that

Employees with high organizational commitment feel they have an essential role and want to contribute to its success. Their sense of ownership and responsibility motivates them to work hard. They tend to show higher dedication to their tasks, strive to achieve set targets, and are often willing to go beyond expectations to achieve organizational goals. This strong motivation stems from the desire to fulfill job obligations and the sense of pride and personal satisfaction gained when they see the organization they work for succeed.

Employees with high organizational commitment tend to be more loyal and less likely to leave the organization. This loyalty reduces employee turnover rates, saving time and money needed to recruit and train new employees. By retaining committed employees, organizations can leverage knowledge and skills that have developed over a long period, maintain the stability of work teams, and increase productivity. In addition, high loyalty also creates a more harmonious and collaborative work environment, as committed employees tend to be more engaged and supportive of each other in achieving common goals.

Employees with high organizational commitment tend to cooperate with their peers and help each other to achieve common goals. Their commitment creates a collaborative work environment where employees are more willing to share knowledge, provide support and work together to complete tasks. This strong collaboration increases team effectiveness and efficiency, as each member feels motivated to contribute to the collective success. In addition, a cooperative work atmosphere helps resolve issues faster and reduces friction between employees, improving overall team performance. This supportive environment can also boost employee satisfaction and morale, positively impacting productivity and results.

The Effect of CSR on Employee Performance with Organizational Commitment as Mediation. There is a significant positive effect of the variable CSR -> Organizational Commitment -> Employee Performance because the P-value of 0.005 <0.05, or, in other words, H0 is rejected and Ha is accepted. Research conducted on Bank Lampung employees shows a significant favorable influence between CSR and employee performance, with organizational commitment as a mediator. It means that Bank Lampung’s CSR positively affects employee performance through employee organizational commitment.

Employees in an environment where Corporate Social Responsibility (CSR) is well implemented will feel proud of their company. They see the company’s positive contributions to society and the environment as something to be proud of, making them feel connected to its values. This sense of pride drives employees to work harder and more dedicatedly, as they want to maintain the high standards set by the company. This motivation arises from the desire to fulfill job demands and a sense of personal pride in being part of something worthwhile and impactful. Thus, strong
CSR adoption by companies can motivate employees to give their best in their work, support the achievement of corporate goals, and create a dynamic and values-oriented work culture.

Employees who believe that their company is looking out for the interests of society and the environment will tend to have stronger loyalty to the company. They see the company’s social consciousness as evidence that it cares about financial returns and its impact on the surrounding environment and society. This trust strengthens the emotional bond between employees and the company, making them more likely to remain loyal and committed in the long run. Employees who feel supported by the company in striving for the common good will feel more motivated to achieve company goals. This high loyalty and commitment form a solid foundation for organizational stability, reducing employee turnover and enabling the company to grow sustainably. Therefore, corporate social awareness creates an inclusive and sustainable work environment and strengthens the relationship between employees and the company, which benefits both parties in the long run.

CONCLUSION

1. The results of this research support the first hypothesis, which states, "CSR has a positive and significant effect on employee performance at Bank Lampung." It indicates that the more positive the employee perceives the organization’s CSR efforts, the higher the employee's performance.

2. The results of this study support the second hypothesis, which states, "CSR has a positive and significant effect on organizational commitment among Bank Lampung employees." It means that the better employees perceive the company's CSR efforts, the stronger their commitment to the organization where they work.

3. The results of this research support the third hypothesis, which states, "Organizational commitment has a positive and significant effect on employee performance for Bank Lampung employees." It shows that employees' high commitment to the organization where they work can improve their overall performance.

4. The results of this study support the fourth hypothesis, which states that "organizational commitment mediates the influence of CSR on employee performance and Bank Lampung employees." With organizational. Organizational commitment is a mediating variable, and this confirms that organizational commitment acts as an essential mediator in the relationship between these variables, with employee performance as the desired result.

Advice.

1. The lowest average value is found in the CSR results in the assessment or evaluation indicators. Companies need to identify the causes of this response

2. to anticipate the spread of a similar response.

3. Respondents' results show that work quality is the lowest indicator of employee performance. Companies need to identify the causes of low work quality scores.

4. In the results of organizational commitment, the lowest indicator is the normative commitment indicator. Companies need to instill a sense of employee loyalty towards the company. It can be done through employee development programs, providing appropriate incentives, and creating a supportive work environment.

REFERENCES


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