The Influence of Organizational Culture, Work Engagement to Job Satisfaction in Realizing Employee Performance

Heri Kuncoro*

Master of Management Student, Universitas Negeri Surabaya, Indonesia.

*Corresponding Author: E-mail: heriputro16071295004@mhs.unesa.ac.id

Abstract: This study aims to examine the influence of Organizational Culture, Work Engagement, Job Satisfaction on Employee Performance PT. Bank BRI Syariah, Tbk., Malang. Samples taken were 56 permanent employees scattered in 9 locations of PT. Bank BRI Syariah, Tbk., Malang, analysis of the research using Structural Equation Modeling (SEM) approach using Partial Least Square (PLS) analysis method. The results of the tests on the variables show that Organizational Culture has a significant positive effect on Employee Performance, Work engagement has no effect on Employee Performance, Organizational Culture has a positive effect on Job Satisfaction, Work engagement has a positive effect on Job Satisfaction, Job satisfaction has a positive effect on Employee Performance. The results of this study can be used as reference material for subsequent research, and can be used for policy making of PT. Bank BRI Syariah Tbk., Malang.

Keywords: Organizational Culture, Work Engagement, Job Satisfaction, Employee Performance.

Introduction

Business competition in the current era of globalization directs all business actors to be able to compete in running management in managing their businesses. Business Strategy is a key component for the company (1), for growing development of digital modernization in the face of future technological advancements that are effective so that the capacity of business people will be increasingly at stake, Human Resource Management is an updated solution that must be run in an organization (2).

Human Resource Management looks at various aspects of needs, including paying attention to the needs of the owner, the needs of the employee and the needs of the company itself, towards the achievement of effectiveness, efficiency, productivity and company performance (3). Human Resource Management plays an important role in creating strategies to link employee activities to organizational goals in order to create business performance (4).

The performance of an organization that grows will have an impact on the increasing business world in an area, with a greater positive impact on the economy of a country. The growth of a country's economy cannot be separated from the role of the banking.

Islamic Banking is an option to determine the influence of several factors related to Organizational Culture, Work Engagement on Job satisfaction in realizing Employee Performance at PT. Bank BRI Syariah Tbk., Malang. According to Hofstede (5), arguing that in the perspective of a strong organizational culture has a high potential for performance. This condition is in line with the results of the thesis study by Arifin (6) that there is a significant influence of organizational culture on employee performance.

According to Suwandi (7) found that Organizational Culture has no effect on employee performance, this shows that the weak or strong organizational culture in an Organization does not affect performance. Chasanah (8) found a positive influence between organizational culture on job satisfaction, this happens because employees have understood the meaning of organizational culture in their daily work activities.

According to Arifin (6) found that organizational culture has no significant influence on employee job satisfaction. The reason for this discovery is because the
values and characteristics of organizational culture have little influence in creating an impact on employee job satisfaction. According to Karatepe (9) stated that Work engagement and positive work results are one way for employees to pay off the benefits provided by an organization, employees are enthusiastically willing to devote all the resources in completing their work. This theory reinforces the findings of Xiaobei et al (10), Hasanah (11) and Septiadi et al (12) who found a significant positive relationship between Work engagement on employee performance.

According to Belias et al.(13), resulting in a study of the assessment of organizational culture and Greek banking job satisfaction with the results there are significant differences in all aspects of the type of organizational culture. Researchers take cultural aspects and job satisfaction for comparison through analysis of banking research with different locations and methods

**Literature Review**

**Organizational Culture**

Culture is an element or heritage inherited from generation to generation, this condition is not much different from the culture in an organization, where the rules, norms, behavior, habits and formally in the form of policies that have been carried out continuously from year to year by itself will form a culture. Organizational Culture is defined as a basic style and assumptions developed in a group to overcome group problems, from internal and external adaptations that have worked well, are quite relevant to consider (14). According to O'Reilly and Chatman (15) Culture is defined as a set of norms and values that are widely owned and strongly owned throughout the organization. Organizational culture brings members of the organization to think and act against various problems and opportunities (16). According to Cameron and Quinn (17) there is a model of Organizational Culture measurement based on the Competing Values Framework dividing into 4 types of culture: 1) Clan Culture; 2) Adhocracy Culture; 3) Market Culture; 4) Hierarchy Culture. (Figure 2.1).

- Dominant characteristics
- Organizational leadership
- Employee Management
- Organizational Glue
- Strategic Emphasis
- Success criteria

**Work Engagement**

In a work environment there is a strength that is latent but will be able to influence the work process as a whole, a high level of concern among colleagues to be able to help each other in trouble, together discussing to one point a solution to a problem, translating the boss's commands positively towards desired destination.

An employee who shows high job involvement identifies himself with his work and thinks of the job even when he is out of work (18). Work engagement is a positive state of mind, associated with work activities and manifested in Vigor, dedication, and Absorption (19). Several factors that influence work engagement include organizational characteristics, supervisory behavior, and individual differences (20). Schaufeli et al (19) describes several dimensions in work engagement, namely : 1) Vigor; 2) Dedication; 3) Absorption.
The above cultural types are applied in all organizations, BRI Syariah Bank implements seven elements of Organizational Culture in a productive work environment, strengthened by the rules arranged in Standard Operation (SOP) and various very strict Business Policies from Management, supported by a very strong control system from the level of directors to the operation unit level.

The conditions of applying this culture can be concluded that BRI Syariah Bank applies the culture type "Hierarchy Culture" (17). Explanations of the four types are summarized in the Competing Values Framework as follows: Rich et al. (21), in his study found no significant direct relationship in the model that includes a shared relationship with the direct effect of the independent variable on the dependent variable.

In previous research it was also said that engagement that employees must have is very important, because they tend to display high-quality performance in the workplace and meet the requirements of their formal role for business success (9). Work engagement is a positive mind condition, related to work activities and manifested in Vigor, dedication, and Absorption (19).

**Job Satisfaction**

Job satisfaction is a reflection of conditions that are subjective so that it is difficult to measure, there are differences in the nature, attitudes and character of each human being, in terms of the fulfillment of the desire, there will be other desires, the effect on behavior is quite large (22). Job Satisfaction in an Organization is a Multidimensional Phenomenon, which is influenced by several internal and external factors such as the values, principles, personality and expectations of individuals, the nature of work, the opportunities given and others (23).

According to Mathis and Jackson (24) that job satisfaction is a form of emotional employees who are constructive on the results of evaluating a work experience. Job satisfaction is also defined as the extent to which people like their work both in its entirety or with respect to certain conditions or rewards (25).

According to Rivai and Sagala (3) There are Various Reasons why an Organization Must pay Attention to job Satisfaction, Namely

- Humans have the right to get fair and respectful treatment. Job satisfaction is part of the expression which is an extension of reflection on good treatment.
- Job Satisfaction can foster positive behavior towards work functions and activities.

**According to Marihot (22) Describes About 6 (six) Factors of Influence of job Satisfaction, Namely**

- Salary, is a sum of money in the form of reciprocity for the work done
- The work itself, meaning work activities carried out whether there is an element of fun and satisfying or not.
- Co-workers, meaning to whom an employee interacts, whether his coworkers can support each other or not
- one up level, namely the methods applied by a superior in giving instructions in accordance with the way we want or not.
- Promotion, meaning that the process of promotion / rank is open or not, because on average a person will feel that he / she is able to assume a higher position.
- Work Environment, the purpose includes the physical and environmental environment in the sense of psychology.

According to Lawler III (26), that the size of the effect of job satisfaction depends on a reality can be accepted as part of the compensation and labor provided. Edward Lawler in his theory model known as the Equity Model Theory is explained that the main cause between Satisfaction and dissatisfaction is based on the difference between a hope and reality received by an employee. Some indicators that influence the level of job satisfaction according to Lawler are

1) Attendance;
2) Employee Turnover;
3) Work discipline;
4) Loyalty;
5) Conflict in the work environment.

**Employee Performance**

Performance is the manifestation of the behavior that is shown by each person as part of an achievement in accordance with its
role in an organization (3). Performance is also a testament to the results or level of success of a person in completing a task and or job with a certain level of ability and with detailed understanding of the work plan and how and what to do it, compared to the target or target or criteria as standard work that has been determined in advance and mutually agreed (3). According to Rivai and Jauvani Sagala (3), states that an organization carries out performance appraisal based on two main reasons, namely:

- Manager's interests, an objective evaluation of employee performance is needed, so that it can be used to make HR decisions in the future.
- Employee interests, a manager must assist employees in improving their performance, so that effective tools are needed.
- Gomes (27) argues, based on the description of behavior then concluded several types of job performance criteria:
  - Work Quantity (Quantity of work), namely the acquisition of work results in a certain period.
  - Quality of work, namely the quality of production in accordance with the standards that have been set.
  - Knowledge (Job knowledge), namely the skills and knowledge as support in working.
  - Creativity (Creativeness), namely the emergence of ideas and actions in solving problems
  - Cooperative, which is easy to coordinate, work well together between members of the organization.
  - Dependability, which can be trusted through awareness that has grown especially in the presence and completion of work
  - Initiative (Initiative), which is a large responsibility capable of fostering enthusiasm in deciphering new tasks.
  - Personal qualities, including leadership, personality, self integrity & hospitality

According to Dessler (4), suggests that work performance or performance is a form of comparison between work results and expected standards in an organization. Management creates work standards for the job description of each position in an organization. There are 6 categories used as a measure of employee performance (Dessler), namely:

- Quality: the result of an activity that has fulfilled the expected goals according to the standard set.
- Quantity: the amount that has been completed (recorded in the unit)
- Timeliness: completion of activities at the limit of a time determined as standard completion
- Effectiveness: maximize resources in an organization to increase profits and reduce costs optimally.
- Independence: work functions performed by employees without the help of others and utilizing the supervisory function to avoid losses.
- Work commitment: discipline of an employee in carrying out his responsibility activities towards the organization.

Methodology

Research Design

This study utilizes a combination of two research methods that are quite effective in its application, namely: descriptive and explanatory. According Sugiyono (2011) delivered descriptive method is the application of methods to describe and analyze a research result but not used to create broader conclusions. In this study descriptive method is used to explain the relationship of the variables in the study, namely how the respondent responds about the existence of organizational culture, work engagement, job satisfaction and employee performance.

While explanatory research presents an explanation of the influence of organizational culture and work engagement on employee performance and whether there is influence of organizational culture and work engagement on job satisfaction and job satisfaction on employee performance at PT Bank BRI Syariah Malang.

Research variableThe variables in this study related to the constructs and indicators that are used from various theoretical bases, then
Population and Sample
Determination of the population in this study were all employees of PT. Bank BRI Syariah, Tbk., Malang Main Branch Office as many as 152 employees consisting of 9 locations of Sub-Branch Office under the coordination of Malang Main Branch Office.

Determination of a decent number of samples in the study is between 30 to 500, and can use purposive sampling, which is a sample determination technique with certain considerations (28), so that the sample in this study is permanent employees of PT. Bank BRI Syariah Tbk., Malang as many as 56 employees, 37% of the total employee population of BRI Syariah Malang.

Data Collection
The procedure for collecting and collecting data that is used by researchers in the preparation of this thesis: 1) observation, 2) Interview, 3) Questionnaire, 4) documentation

Research Instruments
This study uses a questionnaire with all the statements provided by the answer (closed method), the respondent receives a questionnaire directly. Spread is evenly distributed and structured where there are 9 locations of questionnaire distribution which will be used as distribution objects.

Tabel 1: Variabel Indicator

<table>
<thead>
<tr>
<th>Construct</th>
<th>Variabel Indicator</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>X1: Dominant Characteristics</td>
</tr>
<tr>
<td>(Cameron and Quinn, 2006)</td>
<td>X2: Organizational Leadership</td>
</tr>
<tr>
<td></td>
<td>X3: Management of Employees</td>
</tr>
<tr>
<td></td>
<td>X4: Organizational glue</td>
</tr>
<tr>
<td></td>
<td>X5: Strategic Emphasis</td>
</tr>
<tr>
<td></td>
<td>X6: Success Criteria</td>
</tr>
<tr>
<td>Work Engagement</td>
<td>X7: Vigor</td>
</tr>
<tr>
<td>(Schaufeli et al, 2002)</td>
<td>X8: Dedication</td>
</tr>
<tr>
<td></td>
<td>X9: Absorption</td>
</tr>
<tr>
<td>Job Satisfaction</td>
<td>X10: Absentee Level</td>
</tr>
<tr>
<td>(Lawler III, 1998)</td>
<td>X11: Employee Turnover</td>
</tr>
<tr>
<td></td>
<td>X12: Work Discipline</td>
</tr>
<tr>
<td>Employee Performance</td>
<td>X13: Loyalty</td>
</tr>
<tr>
<td>(Dessler, 1997)</td>
<td>X14: Conflict in the work environment</td>
</tr>
<tr>
<td></td>
<td>X15: Quality</td>
</tr>
<tr>
<td></td>
<td>X16: Quantity</td>
</tr>
<tr>
<td></td>
<td>X17: Timeliness</td>
</tr>
<tr>
<td></td>
<td>X18: Effectiveness</td>
</tr>
<tr>
<td></td>
<td>X19: Independence</td>
</tr>
<tr>
<td></td>
<td>X20: Work Commitment</td>
</tr>
</tbody>
</table>

The measurement scale of the value to be obtained using a Likert scale, the meaning is that there is a measure of value by presenting a certain number so as to facilitate respondents in filling out. A respondent will mark how much the degree of agreement or disagreement from each statement is presented. There are 5 choice answers from respondents with a range of answers strongly disagree to very agree (29).

Data Analysis
Data analysis in the study using Structural Equation Modeling (SEM) approach using Partial Least Square (PLS) analysis method and with the help of SmartPLS 3.0 application program

Result
Measurement Models
Convergent validity of the measurement model with reflexive indicators can be seen from the score correlation item with the variable score. Indicators are declared valid if the correlation value (loading factor) on convergent validity is above 0.5 (30). Here are the results of convergent validity tests.
A variable is declared to satisfy discriminant validity if it has an AVE value > 0.50. Here are the results of the Average Variance Extracted (AVE) test:

**Table 2: Result average variance extracted (AVE)**

<table>
<thead>
<tr>
<th>Variable</th>
<th>AVE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Organizational Culture</td>
<td>0.604</td>
</tr>
<tr>
<td>Work Engagement</td>
<td>0.677</td>
</tr>
<tr>
<td>Job Satisfaction</td>
<td>0.637</td>
</tr>
<tr>
<td>Employee Performance</td>
<td>0.617</td>
</tr>
</tbody>
</table>

Variables are declared reliable if the composite reliability value is above 0.70. Here are the results of the composite reliability process:

**Table 3: Result composite reliability**

<table>
<thead>
<tr>
<th>Variable</th>
<th>Composite Reliability</th>
</tr>
</thead>
<tbody>
<tr>
<td>Organizational Culture</td>
<td>0.901</td>
</tr>
<tr>
<td>Work Engagement</td>
<td>0.863</td>
</tr>
<tr>
<td>Job Satisfaction</td>
<td>0.897</td>
</tr>
<tr>
<td>Employee Performance</td>
<td>0.904</td>
</tr>
</tbody>
</table>

The Measurement Model Bootstrapping (Figure 4.2), is used to see the relationships between constructs and significance values. Ghozali (30) describes the Path Coefficients or inner model score shown by the t-statistic value must be above 1.96 to test the hypothesis on alpha (the level of research error) of 5%.
The Results of Testing Hypotheses Are Summarized in the Following Table

| Hypothesis | Direct Effect | Original Sample (O) | T Statistics (|O/STERR|) | P Values | Keterangan |
|------------|---------------|---------------------|-----------------|----------|------------|
| H1: Organizational Culture (X1) → Employee Performance (Y) | 0.352 | 2.067 | 0.039 | Significant |
| H2: Work Engagement (X2) → Employee Performance (Y) | 0.114 | 0.815 | 0.416 | Non Significant |
| H3: Organizational Culture (X1) → Job Satisfaction (Z) | 0.497 | 3.976 | 0.000 | Significant |
| H4: Work Engagement (X2) → Job Satisfaction (Z) | 0.315 | 2.308 | 0.021 | Significant |
| H5: Job Satisfaction (Z) → Employee Performance (Y) | 0.404 | 2.621 | 0.009 | Significant |

The Explanation for the Results of the Analysis Process Above is as Follows

Hypothesis 1: Organizational Culture has a positive effect on Employee Performance. The results of the analysis based on the Path Coefficients table indicate that the positive path coefficient is 0.352 with a statistical T value of 2.067 which is greater than 1.96 with a value of p < 0.05. So that the first hypothesis is proven and accepted. The coefficient of Organizational Culture variables is 0.352, meaning that every change in the variables of organizational culture activities will have a positive effect on employee performance of 0.352. Positive coefficient values show a direct effect, meaning that if the organizational culture variable rises 1%, it will affect the increase in employee performance variables by 0.352, and vice versa.
This finding is in line with Hofstede's (5), theory and confirms the previous research conducted by Arifin (6).

Leadership from leaders is able to act as role models for employees. Emphasis on action through setting high work targets will produce quite good performance. Togetherness created through regulations and management policies of PT. Bank BRI Syariah, Tbk., Malang is able to foster mutual trust, as well as mutual support among employees. Hypothesis 2: Work Engagement has a positive effect on employee performance Statistical T value of 0.815 is smaller 1.96 with a value of p> 0.05. so that the second hypothesis is not proven and rejected, so it is concluded that Work engagement has no effect on Employee Performance.

Strong or weak engagement on BRI Syariah has no impact on employee performance figures. Increasing or decreasing factors of enthusiasm, dedication and comfort level of employees does not affect the rise or fall of employee performance in supporting the organization's business development. This condition is not in line with the study conducted by Rich et al (21), Karatepe (9), Xiaobei et al. (10), Hasanah (11), Septiadi et al.(12).

The survey results illustrate that employees lack recognition and / or praise when employees successfully complete their tasks and responsibilities. Employee dedication is pretty good, they understand the best performance and maximum results expected by management, but due to lack of recognition from leaders or management it will reduce the employee's comfort factor at work. The superior assessment of employee dedication should be used positively by PT.

BRI Syariah Syariah Malang to increase employee enthusiasm and comfort factors so as to support the creation of good performance. This result requires verification and confirmation in further research in different organizations to find out the comparison of the deeper problems. Hypothesis 3: Organizational culture has a positive effect on job satisfaction Based on the results of data analysis, it shows that organizational culture has a significant effect on employee job satisfaction, with a statistical value of 3.976 and a significant value of 0.000. These results prove the third hypothesis in this study which reads "Organizational culture has an influence on Employee Job Satisfaction of PT. Bank BRI Syariah Malang "is proven and accepted. These results can be seen from the coefficient of organizational culture variables of 0.497, meaning that any changes in organizational culture variables will have a positive effect on employee job satisfaction of 0.497.

The results of this study are in line with Chasanah's (8) opinion that there is a positive influence between organizational culture on job satisfaction, this is because employees have understood the intent and purpose of an organization in implementing organizational culture. and in line with the opinion of Robbins (31) who argued that employees feel the importance of organizational culture in increasing job satisfaction.

Organizational Culture is well understood and implemented by all employees, management has been able to create a familiar place in the office, help each other in various problems between employees and are controlled by leaders who can be used as role models, all of which will have an impact on job satisfaction each employee.

Hypothesis 4: Work engagement has a positive effect on job satisfaction Work Engagement has a positive and significant effect on employee job satisfaction, with a statistical T value of 2,308 and a significant value of 0.021. These results prove the fourth hypothesis in this study which reads "Work Engagement Has a Positive Effect on Job Satisfaction of PT. Bank BRI Syariah Branch Malang "is proven and accepted. The results of the study are in accordance with the opinion of Schaufeli et al. (19), Work engagement derives from positive and satisfying mind conditions related to work, this condition is characterized by vigor , dedication and comfort. Likewise with the opinion of Lawler III (26) who argued that Work engagement in an organization will bring a strong sense of togetherness, problems that arise will be easily resolved so that there will be a sense of satisfaction in taking responsibility for its task activities.

If this job satisfaction is not obtained by
employees, it will have an impact on other instruments in an organization, for example employees become lazy to work. Hypothesis 5: Job satisfaction has a positive effect on employee performance. Work Engagement has a positive and significant effect on employee job satisfaction, with a statistical T value of 2.621 and a significant value of 0.009.

These results prove the fifth hypothesis in this study which reads "Allegedly Job Satisfaction has a positive effect on Employee Performance of PT. Bank BRI Syariah Malang Branch "is proven. The results of the study are in accordance with the opinion of Chasanah (8) who found that job satisfaction has a positive effect on employee performance.

In line with the opinion of Lum et al., who argued that creating good relations between employees and management, providing promotion opportunities as well as providing a clear increase in salary scale will be able to increase the role of employees towards performance. Job satisfaction is part of a measure of the quality of living in an organization. The results of the survey on the level of employee satisfaction in working at PT.

Bank BRI Syariah, Tbk., Quite well, discipline in carrying out corporate order is a positive factor that must be maintained in the organization. The level of attendance and concern among employees also plays a very important role. Employees are able to work effectively and efficiently, but little need to get attention regarding the elements of work environment conflict that will affect performance if not immediately handled properly by management.

Conclusion

Based on the Results of the Research, and the Previous Discussion, Some Conclusions Can be Drawn, so That the Questions can be Answered

- Organizational Culture has a positive effect on Employee Performance of PT. Bank BRI Syariah Branch Malang. Therefore, organizational culture contains a meaning of the fundamental values, methods and thinking norms that are owned by BRI Syariah Bank so that it influences the actions and behavior of organizational members to improve their performance.

- Work engagement has no effect on Employee Performance of PT. Bank BRI Syariah Branch Malang. Therefore, Work engagement is a condition of someone who is not just just knowing, a positive emotional state of the activities of employees of Bank BRI Syariah Malang Branch, the spirit factor needs to be improved in quality so as to maintain the dedication that has grown well among employees.

- Organizational Culture has a positive effect on Job Satisfaction of PT. Bank BRI Syariah Branch Malang. Employee satisfaction of Bank BRI Syariah employees has been fulfilled by management, the survey results of all indicators show a fairly good value, most dominantly formed by work discipline, which is in line with the high results-oriented corporate culture, the work done is compulsory and employees are very competitive and work-oriented. The better the organizational culture of the company, the greater the effect on employee job satisfaction.

- Work engagement has a positive effect on Job Satisfaction of PT. Bank BRI Syariah Branch Malang. This is consistent with the results of the research description that BRI Syariah Malang Employees generally prioritize responsibility for their obligations as employees, as evidenced by the results of the analysis of dedication to get the highest score. Understanding to be given the freedom to work as well as possible from management is interpreted positively by all employees, this condition has a major influence on employee satisfaction.

- Job Satisfaction has a positive effect on Employee Performance of PT. Bank BRI Syariah Branch Malang. The analysis results illustrate that the average employee has understood his duties and responsibilities properly. Performance results in the form of numbers (quantity) become the top priority that must be fought for, commitment and responsibility of employees deserve appreciation.

Employee independence in working shows the level of professionalism as an employee of Bank BRI Syariah, this condition is also supported by discipline in completing tasks in a timely manner and is able to work effectively and efficiently with a focus on maximum results.
References


