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#### THE MEDIATING EFFECTS OF ORGANIZATION COMMITMENT AND JOB INVOLVEMENT ON THE RELATIONSHIP BETWEEN QUALITY OF WORK LIFE AND CUSTOMER SERVICE ATTITUDES

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The Mediating Effects of Organization Commitment and Job Involvement on the Relationship Between Quality of Work Life and Customer Service Attitudes

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### The Mediating Effects of Organization Commitment and Job Involvement on the Relationship Between Quality of Work Life and Customer Service Attitudes

#### ABSTRACT

In the last two decades, organizations have recognized, indeed fixated upon, the importance of quality and quality management. One manifestation of this is the emergence of the total quality management (TQM) movement, which has been proclaimed as the latest and optimal way of managing organizations. Likewise, in the domain of human resource management, the concept of quality of work life (QWL) has also received much attention of late from theoreticians, researchers, and practitioners. However, little has been done to build a bridge between these two increasingly important concepts, QWL and TQM. The purpose of this research is to empirically examine the relationship between quality of work life (the internalized attitudes employees' have about their jobs) and an indicator of TQM, customer service attitudes, CSA (the externalized signals employees' send to customers about their jobs). In addition, this study examines how job involvement and organizational commitment mediate the relationship between QWL and CSA.

#### INTRODUCTION

Quality and quality management have become increasingly important topics for both practitioners and researchers (Anderson, Rungtusanatham, & Schroeder, 1994). Among the many quality related activities that have arisen, the principle of total quality management (TQM) has been advanced as the optimal approach for managing people and processes. Indeed, it is considered by some to be the key to ensuring the long-term viability of organizations (Feigenbaum, 1982). Of course, many companies have invested heavily in total quality efforts in the form of capital expenditures on plant and equipment, and through various human resource management programs designed to spread the quality gospel.

However, many still argue that there is insufficient theoretical development and empirical evidence for the determinants and consequences of quality management initiatives (Dean & Bowen, 1994). After reviewing the relevant research literatures, we find that three problems persist in the research on TQM. First, a definition of quality has not been agreed upon. Even more problematic is the fact that many of the definitions that do exist are continuously evolving. Not surprisingly, these variable definitions often lead to inconsistent and even conflicting conclusions, Second, very few studies have systematically examined these factors that influence: the quality of goods and services, the implementation of quality activities, or the performance of organizations subsequent to undertaking quality initiatives (Spencer, 1994). Certainly this has been true for quality-related human resource management interventions. Last, TQM has suffered from an "implementation problem" (Reger, Gustafson, Demarie, & Mullane, 1994, p. 565) which has prevented it from transitioning from the theoretical to the applied.

In the domain of human resource management, quality of working life (QWL) has also received a fair amount of attention of late from theorists, researchers, and practitioners. The underlying, and most important, principles of QWL capture an employee's satisfaction with and feelings about their: work, work environment, and organization.

Most who study QWL, and TQM for that matter, tend to focus on the importance of employee systems and organizational performance, whereas researchers in the field of HRM usually emphasize individual attitudes and individual performance (Walden, 1994). Furthermore, as Walden (1994) alludes to, there are significantly different managerial prescriptions and applied levels for routine human resource management processes, such as selection, performance appraisal, and compensation, than there are for TQM-driven processes, like teamwork, participative management, and shared decision-making (Deming, 1986, 1993; Juran, 1989; M. Walton, 1986; Dean & Bowen, 1994). To reiterate, these variations are attributable to the difference between a mico focus on employees as opposed to a more macro focus on employee systems. These specific differences are but a few of the instances where the views of TQM and the views of traditional HRM are not aligned (Cardy & Dobbins, 1993).

In summary, although TQM is a ubiquitous organizational phenomenon; it has been given little research attention, especially in the form of empirical studies. Therefore, the goal of this study is to provide an empirical assessment of how one, internalized, indicator of HRM effectiveness, QWL, is associated with one, externalized, indicator of TQM, customer service attitudes, CSA. In doing so, it bridges the gap between "employee-focused" HRM outcomes and "customer-focused" TQM consequences. In addition, it examines the mediating effects of organizational commitment and job involvement on this relationship.

#### QUALITY OF WORK LIFE AND CUSTOMER SERVICE ATTITUDES

In this section, we introduce and review the main principles of customer service attitudes, CSA, and discuss its measurement. Thereafter, our extended conceptualization and measurement of QWL will be presented. Finally, two variables hypothesized to function as mediators of the relationship between CSA and QWL, organization commitment and job involvement, will be explored.

#### Customer Service Attitudes (CSA)

Despite all the ruminations about it in the business and trade press, TQM still remains an ambiguous notion, one that often gives rise to as many different definitions as there are observers. Some focus on the presence of organizational systems. Others, the importance of leadership. Many stress the need to reduce variation in organizational processes (Deming, 1986). A number

emphasize reducing costs through quality improvement (P.B. Crosby, 1979). Still others focus on quality planing, control, and improvement (Juran, 1989). Regardless of these differences, however, the most important, generally agreed upon principle is to be "customer focused" (Feigenbaum, 1982). The cornerstone for this principle is the belief that customer satisfaction and customer judgments about the organization and its products are the most important determinants of long-term organizational viability (Oliva, Oliver & MacMillan, 1992). Not surprisingly, this belief is a prominent tenet in both the manufacturing and service sectors alike.

Conventional wisdom holds that quality can best be evaluated from the customers' perspective. Certainly, customers can easily articulate how well a product or service meets their expectations. Therefore, managers and researchers must take into account subjective and cognitive factors that influence customers' judgments when trying to identify influential customer cues, rather than just relying on organizational presumptions. Recently, for example, Hannon & Sano (1994) described how customer-driven HR strategies and practices are pervasive in Japan. An example they cited was the practice of making the top graduates from the best schools work in low level, customer service jobs for their first 1-2 years so that they might better understand customers and their needs.

To be sure, defining quality in terms of whether a product or service meets the expectations of customers is all-encompassing. As a result of the breadth of this issue, and the limited research on this topic, many important questions about the service relationship, particularly those pertaining to exchanges between employees and customers, linger. Some include, "What are the key dimensions of service quality?" and "What are the actions service employees might direct their efforts to in order to foster good relationships with customers?"

Arguably, the most readily obvious manifestations of quality for any customer are the service attitudes of employees. In fact, during the employee-customer interaction, conventional wisdom holds that employees' customer service attitudes influence customer satisfaction, customer evaluations, and decisions to buy.

According to Rosander (1980), there are five dimensions of service quality: quality of employee performance, facility, data, decision, and outcome. Undoubtedly, the performance of the employee influences customer satisfaction. This phenomenon has been referred to as interactive quality (Lehtinen & Lehtinen, 1982). Parasuraman, Zeithaml, & Berry (1985) go so far as to suggest that service quality is ultimately a function of the relationship between the employee and the customer, not the product or the price. Sasser, Olsen, & Wyckoff (1987) echo the assertion that personnel performance is a critical factor in the satisfaction of customers. If all of them are right, the relationship between satisfaction with quality of work life and customer service attitudes cannot be understated.

#### Measuring Customer Service Attitudes

The challenge of measuring service quality has increasingly captured the attention of researchers (Teas, 1994; Cronin & Taylor, 1992). While the substance and determinants of quality may remain undefined, its importance to organizations is unquestionable. Nevertheless, numerous problems inherent in the measurement of customer service attitudes still exist (Reeves & Bednar, 1994). Perhaps the complexities involved in measuring this construct have deterred many researchers from attempting to define and model service quality. Maybe this is also the reason why many of the efforts to define and measure service quality have emanated primarily from manufacturing, rather than service, settings.

When it has been measured, quality has sometimes been defined as a "zero defect" policy, a perspective the Japanese have embraced. Alternatively, P.B. Crosby (1979) quantifies quality as "conformance to requirements." Garvin (1983; 1988), on the other hand, measures quality in terms of counting the incidence of "internal failures" and "external failures." Other definitions include "value" (Abbot, 1955; Feigenbaum, 1982), "concordance to specification" (Gilmore, 1974; Levitt, 1972), "fitness for use" (Juran, 1992), "loss avoidance" (Taguchi, cited in Ross, 1989), and "meeting and/or exceeding customers' expectations" (Parasuraman, Zeithaml, & Berry, 1985). All to say, despite the fact there are numerous conceptualizations, definitions and measurements of quality, a single one may not be adequate for understanding the essence of service quality. Furthermore, no one definition of quality is appropriate in every situation (Reeves & Bednar, 1994), especially in service settings (Parasuraman, Zeithaml, & Berry, 1985).

As is well known, the differences between manufacturing organizations and service organizations are numerous and profound. According to Parasuraman, Zeithaml, & Berry (1985), there are three fundamental and well-documented characteristics that make service organizations different from manufacturing ones. First, most services are intangible (Bateson, 1977; Berry, 1980; Lovelock, 1980, 1983; Shostack, 1977). Second, services are heterogeneous (Booms & Bitner, 1981). Third, the production and consumption of services are inseparable (Carmen & Langeard, 1980; Gronroos, 1978, Regan, 1963; Upah, 1980). Considering these differences, it is difficult, perhaps even inappropriate, to apply quality management systems derived in manufacturing settings to service operations. Accordingly, this study will focus only on those constructs most relevant in a service setting.

Recently, other researchers have also begun to isolate and explore the issue of measuring service quality (Teas, 1994; Parasuraman, Zeithaml, & Berry, 1985). However, arguments about the appropriate dimensions, those that can accurately capture the essence of service quality, persist. According to Cronin & Taylor (1992), service quality may either be measured in terms of attitudes, such as CSA, or outcomes, like satisfied, or repeat, customers. These two constructs are certainly related, but they are not equivalent (Cronin & Taylor, 1992). In any event, the overarching principle of TQM, in other words--the predominant endogenous variable, should be "customer-focus" (Parasuraman, Zeithaml, & Berry, 1985). In recognition of this principle, researchers have proposed several measures of service quality (Parasuraman, Zeithaml, & Berry, 1985, 1988; Parasuraman, Berry, & Zeithaml, 1991, 1993; Williams & Zigli, 1987; Sasser, Olsen, & Wycoff, 1987). For example, Parasuraman, Zeithaml, & Berry (1985) suggest that the dimensions of service quality encompass: reliability, credibility, security, tangible, access, communication, competence, courtesy, responsiveness, and understand/knowing. Others, such as Williams & Zigli (1987) and Sasser, Olsen, & Wycoff (1987), offer similar dimensions of service quality.

After reviewing the aforementioned studies, it is apparent that researchers still lack a solid theoretical framework to describe and empirically examine service quality (Cronin & Taylor, 1992; Garvin, 1988; Carman, 1990). Based on the widely accepted systematic perspective, the input-throughput-output model (Katz & Kahn, 1978), the present study uses customer service attitudes (CSA) as its measure of service quality. In doing so, we posit that there are four dimensions that make up customer service attitudes. They include: the "input dimension," for example, knowledge of and confidence in the product (Leigh & McGraw, 1989; Brown, 1991; Deming, 1986; Juran, 1989; M. Walton, 1986; Dobbins, Cardy, & Carson, 1991); the "throughput dimension," such as, friendly interaction with customers, good communications, and attention to customers; the "output dimension," encompassing, patience with customers and resolving problems for customers; and the "contextual dimension," addressing the employee's appearance, work environment, and responsiveness. All four of these dimensions, and variable chosen to represent them, are externalized signals employees send to customers about their job. Figure 1 depicts the systematic framework for service quality that the current study ascribes to.

# Insert Figure 1 Here

#### Quality of Work Life (QWL)

The notion of QWL as we now know it has been the subject of inquiry since the early 1960s. Before this, QWL was, to some degree, addressed under the themes of scientific management, human relations, and job design. Although they have not shared a common nomenclature, the principles of QWL that have been embedded in each of these perspectives are quite similar. Indeed, there is little doubt that QWL has the potential to affect labor relations and human relations in organizational settings. However, when it comes to QWL, few well developed and theoretical perspectives exist. Hence, there are many, related, but different definitions of and frameworks for QWL (Eilon, 1976; Lawler, 1975; R. Walton, 1975; Taylor, 1978). Despite these differences, it is widely believed that QWL significantly increases desirable employee outcomes, such as job satisfaction and organizational commitment. In fact, QWL has been shown to be related to improved organizational performance (Katz, Kochan, Gobeille, 1983). Moreover, it has been shown to reduce many dysfunctional behaviors (Havlovic, 1991) including: absenteeism (Lawler, 1986; Scobel, 1975; Ronchi & Wilken, 1977; Goodman, 1980), work accidents (Macy, 1980; Goodman, 1979), grievances (Ronchi, 1981; Macy, 1980, Straw & Heckscher, 1984; Eaton, Gordon, Keefe, 1992), and turnover (Lawler, 1986; Scobel, 1975; Macy & Mirvis, 1976; Goodman, 1980).

As has been the case for TQM, it is plausible to argue that some of the most insightful contributions on QWL have more of a practitioner basis than an academic one (Stepp, 1985; Macy, 1980; Straw & Heckscher, 1984; Shamir & Salomon, 1985; Ackoff & Deane, 1984; Lawler, 1986; Marshall, 1987; Stein, 1983; Voos, 1989).

To summarize, since the early 1970's, when the first comprehensive QWL bibliography was developed (Taylor, Landy, Levine, & Kamath, 1973), there have been numerous frameworks to describe QWL, and the managerial practices that affect it (Davis & Cherns, 1975; Biderman & Drury, 1976). In almost all of these cases, though, the emphasis has been on being "employeefocused."

#### Measuring Quality of Work Life

Not surprisingly, there are nearly as many measures for QWL as there are conceptualizations of it (Levine, Taylor, & Davis, 1984). Not surprisingly, there is only minimal consistency and standardization among researchers studying this phenomenon (Golembiewski & Sun, 1990). In the present study, we blend select concepts found in rewards theory and motivation theory with findings from previous studies (Efraty & Sirgy, 1990; Weiner, 1980; Lawler, 1973; Dyer & Parker, 1975; Weitz, Sujan, & Sujan, 1986), to develop a new, more comprehensive set of dimensions for QWL.

As noted, QWL is believed to play a major role in guiding work behavior (Weiner, 1980). Historically, it has usually been conceptualized as having two dimensions at most, intrinsic QWL and extrinsic QWL (Lawler, 1973). With regard to the intrinsic dimension of QWL, Dyer and Parker (1975) proposed that employee assessments relate to the task or job itself. Alternatively, the extrinsic dimension of QWL has been thought to be a function of environmental factors in the work setting that go beyond tasks and duties. According to this typology, the level of intrinsic QWL in a service setting will largely be a function of the degree to which employees find their work or tasks to be inherently interesting and self satisfying. On the other hand, extrinsic QWL will be associated with the extent to which work serves as a means for obtaining tangible rewards, such as money, benefits, and formal recognition (Switzky & Haywood, 1974).

Keep in mind, however, that a distinguishing and important characteristic of service settings is that employees frequently have direct contact with other people, customers. In this setting, the intrinsic-extrinsic framework is insufficient to describe QWL in service settings. Hence, we turn to the Existence-Relatedness-Growth (ERG) model (Alderfer, 1972) and borrow an additional construct to develop a more comprehensive conceptualization of QWL (see Figure 2). Applying this model, existence needs may be thought of as physiological and material desires. In organizational settings, the need for pay, benefits, and physical conditions fall into this category. Next, relatedness needs include those that involve interpersonal relationships with others in working settings. Finally, growth needs are those needs that involve a person's efforts toward creative or personal growth on the job.

# Insert Figure 2 Here

Under the ERG model, an employee's initial assessment of QWL will focus on extrinsic rewards (extrinsic QWL). Without a doubt, compensation systems play an important role in the motivation and control of employees. Accordingly, compensation policies and practices are usually the means for delivering for extrinsic QWL. Judgments about the job itself and performance feedback (Hammond, McClelland, & Mumpower, 1980; Jacoby, Mazursky, Troutman, & Kuss, 1984) are usually present as well (intrinsic QWL). Given these historical foci, it is not surprising that job characteristics (tasks, duties, and pay) have received the most empirical attention when these two dimensions of QWL has been studied (Hackman & Oldham, 1980).

To the intrinsic and extrinsic dimensions of QWL, this study adds social QWL (Wiggings & Steade, 1976; Salancik & Pfeffer, 1978). Essentially, this dimension reflects an evaluation of employees' relationships, those with supervisors, co-workers, and customers (social QWL). By including this, previously unexplored, dimension of QWL a more complete conceptualization and evaluation of QWL is possible.

#### The Relationship Between QWL and CSA

In the service sector, the effectiveness of an organization is determined in large part by the quality of the interactions that take place between employees and customers. Quite simply, meeting the expectations of customers is expected to lead to increased sales and profits. Of course, organizations can also meet, indeed create and meet, expectations through other activities, like marketing strategies (pertaining to: products, prices, channels, and promotions). Whatever the strategy, conventional wisdom holds that in order for a company to be successful, the most important factor is having willing, able, and motivated employees who will provide satisfactory customer service. If organizations do not provide acceptable working conditions and work environments, this may diminish employee motivation and eliminate the incentives to serve and satisfy customers. Moreover, it will be difficult for employees to maintain long-term relationships with customers if they do not enjoy mutually edifying relationships with their co-workers, supervisors, and customers. Figure 3 depicts the interdependent relationships that exist between the organization, its employees, and its customers.

## Insert Figure 3 Here

Recall that customer service attitudes are manifest in the form of external employee signals and quality of work life assessments are internal employee evaluations about their work, rewards, and relationships. Given this theoretical backdrop, we hypothesize the following: Hypothesis 1: There will be a positive relationship between intrinsic quality of work life and the four dimensions of customer service attitudes.

Hypothesis 2: There will be a positive relationship between extrinsic quality of work life and the four dimensions of customer service attitudes.

Hypothesis 3: There will be a positive relationship between social quality of work life and the four dimensions of customer service attitudes.

In the past, the main setting in which research into customer service quality has been conducted has been in the procurement of tangible goods in single occurrence transactions, and the role of employees in multiple-interaction service contexts has received limited attention (Crosby, Evans, & Cowles, 1990). This is the case even though most service exchanges involve repetitive, if not continual, streams of interactions between employees and customers over time (Lovelock, 1983). In recent years, however, the customer service literature has increasingly addressed the importance of these interactions in creating satisfied customers (Crosby & Stephens, 1987; Parasuraman, Zeithaml, & Berry, 1985; Solomon, Suprenant, Czepiel, & Gutman, 1985). In these encounters between employees and customers, this form of service quality has been proposed to be a precursor to relationship quality (Crosby, 1989).

Relational selling refers to the behaviors undertaken by service employees to strengthen long-term organization-customer loyalties. The extent to which these behaviors positively influence this relationship depends in large part on the attitudes employees exhibit towards customers (Porter, Steers, Mowday, & Boulian, 1974). Indeed, the effort to nurture customer relationships has been identified by many as a key determinant of long-term customer loyalty in the service sector (Crosby, 1984; Greenwich Associates, 1987).

Recently, the relationships between organizational commitment and job involvement and QWL have also been examined, in sales and other related settings (Futrell & Parasuraman, 1984; Field & Thacker, 1992; Bluedoren, 1980; Locke, 1976; Mobley et al., 1979; Mobley, 1982a, 1982b; Steers, 1977; Steers & Porter, 1983). Several of these studies have reported a small, negative correlation between QWL and turnover, an indicator of organizational commitment. To

examine this relationship, between QWL and organizational commitment, models of withdrawal for the turnover process have also been developed (Bluedoren, 1980; Forrest, Cummings, & Johnson, 1977; Locke, 1976; Mobley, 1977; Porter & Steers, 1973; Price, 1977). In these models, QWL is the explanatory variable used to predict an employee's intention to quit, intention to search for a new job, and shirking on the job.

As noted, although a few recent studies have examined the association between QWL and the likelihood of quitting--a measure of organizational commitment (Parasuraman & Futrell, 1983); the relationship between QWL and job involvement has been virtually ignored in service settings. Recently, though, the relationship between employee effort, which is somewhat related to job involvement and organizational commitment, and satisfaction, which is somewhat related to QWL was explored; and a positive relationship was been found (Brown & Peterson, 1994).

In summary, QWL deficiencies seem to reduce employees' commitment to their organizations, seen in their intention to quit; their jobs, evident as shirking or freeloading; and their customers, manifest as substandard customer service attitudes (Porter, Steers, Mowday, & Boulian, 1974; Mitchell, 1979). In addition, high commitment and high involvement are hypothesized to be positively correlated with favorable customer service attitudes (Aderson, Rungtusanatham, & Schroeder, 1994; Deming, 1986; Hackman, Oldham, Jason, & Purdy, 1975).

In the current study, we examine a number of relationships between QWL (extrinsic, intrinsic, & social), job involvement, organizational commitment, and CSA, customer service attitudes. Figure 4 shows the research framework that under girds this study. To reiterate, low organization commitment and low job involvement are expected to result in inferior customer service attitudes

Insert Figure 4 Here

In accordance with the theoretical perspectives discussed previously and the limited findings to date, we hypothesize the following:

Hypothesis 4: There will be a positive relationship between organizational commitment and the four dimensions of customer service attitudes.

Hypothesis 5: There will be a positive relationship between job involvement and the four dimensions of customer service attitudes.

As outlined previously, there is some reason to believe that job involvement and organizational commitment may mediate the effects that the three dimensions of QWL (extrinsic, intrinsic, and social) have on customer service attitudes. In short, being committed to one's job or organization may offset dissatisfaction with or supersede satisfaction with one's rewards, work, or relationships. Therefore,

Hypothesis 6: Organizational commitment will mediate the strength of the relationships between quality of work life and customer service attitudes.

Hypothesis 7: Job Involvement will mediate the strength of the relationships between quality of work life and customer service attitudes.

#### **DATA MEASURES, AND METHODS**

#### Data

The sample for the present study was collected from department store, convenience store, restaurant, and fast-food store employees in Taiwan. Because we collected the responses through personal interviews, our response rate was quite high. Of the 500 questionnaires sent, we were able to schedule follow-up meetings with 402 people, or 80.4%. After complete or abbreviated interviews, ten of the these questionnaires were deemed usable. Therefore, there was an effective response rate of 392 persons (78.4%). The response rate by industry was as follows: Department stores, 128 of 140 (85.7%); convenience stores, 81 of 120 (67.5%); restaurants, 91 of 120 (75.8%); and fast-food, 92 of 120 (76.7%).

#### Measures

#### **Dependent Variables**

*Customer Service Attitudes.* The measure of customer service attitudes, which was based on Parasuraman, Zeithaml, & Berry (1985), is divided into four dimensions (see Appendix 1). The *input* dimension includes items tapping knowledge of and confidence in the product. There are six items for this dimension, and the Cronbach alpha is 0.69. The *throughput* dimension includes four items about friendliness, communication skills, and attention to customers. Its Cronbach alpha is .68. The *output* dimension includes four items, two pertaining to patience with customers and two regarding solving problems for customers. The reliability for this dimension is 0.71. The *contextual* dimension is made up of seven items assessing the service setting (including attire, environment, and courtesy). Its Cronbach alpha is 0.81. For each of the four dimensions of CSA, a six-point Likert scale was used.

#### **Explanatory** Variables

*Quality of Working Life.* The measure of quality of working life, which was based on Levin et al. (1984) and Hackman & Oldham (1980), is divided into two conventional constructs: intrinsic and extrinsic, and a new one, social (see Appendix 2). Intrinsic QWL taps the degree of satisfaction with the job itself and related factors. The items include: participation (3 items), promotion (3 items), skill-learning (1 item), self-esteems (2 items), and job characteristics (5 items: skill variety, task identity, task significance, autonomy, and feedback). In total, there are 14 indicators for this dimension, and its Cronbach alpha is 0.88. The second dimension, extrinsic QWL, has 8 items. They include the reward system (3 items), the benefits program (3 items), and job stability (2 items). Cronbach alpha for this variable was 0.82. The last dimension is social QWL. This dimension focuses on supervisor, coworker, and customer relationships. Comprised of ten items, it addresses is broken down as follows: supervisors (3 items), coworkers (4 items), and customer (3 items). The Cronbach alpha is 0.91. For each dimension of QWL, a six-point scale ranging from 1, strong disagree, to 6, strongly agree, was used.

#### **Mediating Variables**

Organization Commitment. Our measure of organizational commitment, which was based on Porter, Steers, Mowday, & Boulian (1970), was obtained using a consolidated scale consisting of four items. Each was measured on a six-point scale. These attitudinal organizational commitment indicators include: willingness to help the organization to be successful, willingness to accept any task assigned by the company, being proud to be a member of the company, and concern for the future of company. The Cronbach alpha for this variable is 0.91.

Job Involvement. Our measure of job involvement used in this study was based on the work of Farrell & Rusbult (1981) and its Cronbach alpha is 0.87. The five items we used were: expending extra effort during off-work time, caring about the work even in non-work time, setting job goals for oneself, engaging in more one task simultaneously, and setting high standards and goals.

#### Methods

Following the procedure for analyzing the effects of mediators suggested by Cohen & Cohen (1983), we performed multiple regression analysis to examine the relationships between quality of work life and customer service attitudes (see, for example, Parasuraman, Greenhaus, Rabinowitz, Bedeian, & Mossholder, 1989). First, the three dimensions of QWL (extrinsic, intrinsic, and social) were regressed on a dimension of total quality management. In the next step, the two mediating variables (organizational commitment and job involvement) were included, one at a time. This enables their individual effects on that dimension to be isolated and tested. If the relationship between any dimension of QWL and CSA was substantially changed by the addition of either of the two hypothesized mediators, we can conclude that it plays a mediating role.

#### RESULTS

#### Intercorrelations

The means, standard deviations, coefficient alphas, and intercorrelations for the dependent, independent, and mediating variables may be found in Table 1. The alphas indicate internal consistency. Note that the reliabilities for input and throughput CSA were somewhat lower than the conventional 0.70 level (Nunnally, 1978). They were, however, extremely close to that level (0.68 and 0.69). As expected, all of the first order correlations between QWL and CSA were positive and significant (min.: r=.12, max.: r=.45, mean r=.28).

Regarding the proposed mediators, intrinsic QWL had a positive relationship with organizational commitment (r=.23, p<.01) and job involvement (r=.57, p<.01). Thus, making the work itself rewarding seems to engender more commitment to the organization and increased job involvement. Likewise, extrinsic QWL had a positive relationship with organizational commitment (r=.22, p<.01) and job involvement (r=.41, p<.01). So, the provision of tangible rewards has a positive association with organizational commitment and job involvement. Finally, social QWL had a positive relationship with organizational commitment (r=.41, p<.01) and job involvement (r=.41, p<.01). That is to say, improving the social setting and social relations is associated with increased employee commitment to the organization and more job involvement.

Insert Table 1 Here

#### The Mediating Effects of Organizational Commitment and Job Involvement on CSA

#### CSA--input

Table 2 shows the regression results for the *input* dimension of customer service attitudes. As far as the direct effects of QWL on this dimension of CSA are concerned, only social QWL had a significant positive effect on CSA--*input*. This finding provides partial support for H<sub>3</sub> and no support for H<sub>1</sub> and H<sub>2</sub>. After either mediator is added, note that both organizational commitment (b=.35, p<.001) and job involvement (b=.13, p<.01) were positively related to CSA- *-input*, providing some evidence for  $H_4$  and  $H_5$ . Contrary to  $H_6$  and  $H_7$ , however, when either of the mediating variables (organizational commitment and job involvement) were added, the regression coefficient for social QWL, though reduced, remained significant.

# Insert Table 2 Here

#### CSA--throughput

Turning to Table 3, observe that intrinsic QWL and social QWL both induce significant initial effects for the *throughput* dimension of customer service attitudes. These findings provide some support for H<sub>1</sub> and H<sub>3</sub>. Again, both organizational commitment (b=.26, p<.001) and job involvement (b=.25, p<.001) have positive direct effects on CSA--*throughput* providing some confirmation for H<sub>4</sub> and H<sub>5</sub>.

With respect to their roles as mediators, observe that when organizational commitment is included, the effect of social QWL reduces to non-significance (from b=.34, p<.001 to b= .17, p>.05). This indicates that the effect of social QWL on the *throughput* dimension of customer service attitudes is mediated by organizational commitment. In addition, the direct effect of intrinsic QWL reduces to non significance when job involvement is added (from b=.26, p<.001 to b= -.10, p>.05). Therefore, the relationship between intrinsic QWL and CSA--*throughput* is mediated by job involvement. Hence, for this dimension of CSA, there is some evidence for H<sub>6</sub> and H<sub>7</sub>, which hold that organizational commitment and job involvement will mediate the relationship between QWL and CSA.

# Insert Table 3 Here

#### CSA--output

As may be seen in Table 4, only intrinsic QWL is observed to have a significant effect on the *output* dimension of customer service attitudes. Once more, this finding confirms  $H_1$ . For this dimension of CSA, job involvement (b=.43, p<.01), but not organizational commitment (b= .09, p>.05), is positively related to CSA--*output*. This result lends support to  $H_5$ , but, given that there is not a direct effect for organizational commitment,  $H_4$  is not confirmed here. Note also that the direct effect of intrinsic QWL reduces to non-significance when job involvement is included as a mediator (b=.33, p<.001 to b=.06, p>.05). This provides further evidence for H<sub>7</sub>, which proposes that job involvement mediates the relationship between quality of work life and customer service attitudes. Organizational commitment does not act as a mediator in this case, so H<sub>6</sub> is not confirmed here.

Insert Table 4 Here

#### CSA--contextual

As may be seen in Table 5, as was the case for CSA--*throughput*, intrinsic QWL and social QWL have a direct, positive effect on the *contextual* dimension of CSA (b= .23, p<.001 and b= .18, p<.01). These findings provide further evidence for  $H_1$  and  $H_3$ .

When organizational commitment is added as a mediator the effect of intrinsic QWL remains significant (from b= .23, p<.001 to b= .23, p<.001), but the effect of social QWL diminishes to non significance (from b= .18, p<.01 to b= .15, p>.05). Note, also, that organizational commitment does not have a direct effect on CSA--*contextual*. Thus, there is no evidence here for H<sub>4</sub>. When the second mediating variable, job involvement, is included, both intrinsic QWL (from b=.23, p<.01 to b= -.09, p>.05) and social QWL (from .18, p<.01 to b= .12, p>.05) reduce to non significance. Therefore, the results for CSA--*contextual* provide some additional evidence for H<sub>6</sub> and H<sub>7</sub>, which specify that organizational commitment and job involvement will mediate the relationship between QWL and CSA.

Insert Table 5 Here

#### **CONCLUSIONS AND IMPLICATIONS FOR FUTURE RESEARCH**

In the current study, we find some of the first empirical evidence for a relationship between quality of work life (QWL) and customer service attitudes (CSA). Moreover, we also find that under certain conditions organizational commitment and job involvement mediate the strength of the relationship between QWL and CSA.

More specifically, intrinsic QWL had a direct effect on three of the four dimensions of CSA (*throughput, output, contextual*). This provides partial support for  $H_1$ , which holds that people who are satisfied with the tasks and duties of their work will have better attitudes towards customers. Social QWL was also observed to have a direct effect on three dimensions of CSA (*input, throughput, contextual*). So  $H_3$ , the assertion that having better relationships and working in more desirable settings will have better customer service attitudes, is partially confirmed. Given these findings, it appears that employees' customer service attitudes, and, presumably, subsequent service quality can be increased by improving the intrinsic and social quality of work life of employees.

In this study, however, we found that the extrinsic dimension of QWL was not strongly related to customer service attitudes. Thus  $H_2$ , was not even partially confirmed. To the contrary, we found that intrinsic and social QWL had the greatest effect on customer service attitudes. According to Herzberg Mausner, & Snyderman (1954), extrinsic compensation may be a type of hygiene factor, but not a motivating factor. To be sure, we do not deny the importance of reward systems for service quality, but based upon the results in this research, what we suggest is that more attention should be given to the non-remunerative dimensions of reward systems to increase the well-being of employees. In turn, this should engender improved customer service attitudes and eventually translate into increased customer satisfaction.

All else equal, organizational commitment was observed to have a direct impact on customer service attitudes when it was added to the model. It had positive relationships with two of the four dimensions of CSA (*input*, and *throughput*). Therefore,  $H_4$  is partially confirmed. The more committed a person is to their organization, the better will be their customer service

attitudes towards confidently introducing themselves and their products. Strong and positive associations between job involvement and all four of the dimensions of CSA (*input*, *throughput*, *output*, and *contextual*) were detected. Hence  $H_5$ , which holds that job involvement and customer service attitudes will be positively related, received the strongest support of any of the explanatory variables.

The results of this study also demonstrate that organizational commitment and job involvement have mediating effects on the relationships between QWL and CSA. Organizational commitment was observed to play a mediating role in two of the six instances where direct effects between QWL and CSA were originally found. Accordingly, there is partial support for  $H_6$ . In addition, for four of the six cases where initial direct effects were observed, job involvement mediated these effects between QWL and CSA. Consequently, there is even stronger support for  $H_7$ .

In summary, the results support the two basic propositions of this research study: quality of work life has a positive effect on customer service attitudes, and organizational commitment and job involvement mediate this relationship. As stated previously, there has not been an empirical investigation to test these propositions to date, although, the role of employee satisfaction on customer service attitudes and quality has been referred to frequently (Cortada, 1993).

Prescriptively speaking, it appears that service organizations should strive to increase organizational commitment and job involvement. It certainly seems intuitive that employees who have strong organizational commitment and job involvement will devote themselves to nurturing relationships with customers and providing them with superior service. Undoubtedly, this can be facilitated through the introduction and implementation of improved human resource processes.

Though there are some noteworthy contributions in the present study, some issues related to it constrain the interpretation of its findings and suggest new directions for further research. For example, as noted, we use customer service attitudes as indicators of service quality. The inherent assumption is that the customer service attitudes will be strongly related to service delivery, purchasing decisions, and customer satisfaction. Of course, there are numerous other factors that can influence customer satisfaction; and customer service attitudes are but one of these influential factors. Further research should test the link between customer service attitudes and these other outcomes to more precisely quantify their relationships.

A second and related limitation is that we emphasize a human resource management perspective when examining service quality. The main point here is that an organization can improve customer service and satisfaction through means other than increasing the quality of work life of its employees. Obviously, QWL is not the only means by which customer service can be improved. For example, product quality, the physical plant, and marketing strategies (with regard to: products, prices, and promotions) can also influence customer service. Therefore, it may be useful for researchers to investigate the interactions between human resource management outcomes, like QWL, and business outcomes besides customer service attitudes, like service delivery, purchasing decisions, and customer satisfaction.

Finally, the measurement of customer service attitudes itself merits future attention. In this study, we developed a tentative theoretical framework and a set of measures to study this construct and its different dimensions. Other researchers might attempt to use different methods to confirm this scheme or obtain even more valid and reliable measurements.

In the end, this study has several important implications for academics and practitioners. As mentioned, there are but a few empirical studies that focus on the relationship between human resource management system outcomes, like employee assessments of their quality of work life, and total quality management outcomes, in the form of customer service attitudes. Naturally, we believe that human resource management has an important role in total quality management, especially in service settings. While the QWL--TQM issue has frequently been addressed conceptually and pragmatically, there is still too little research evidence on this topic. Indeed, as total quality management practices have proliferated, there is little doubt that human resource management interventions are increasingly linked to quality management initiatives. The spread of semiautonomous work teams is but one example. Without a doubt, the psychological implications and human factors inherent in these TQM activities must also be understood to ensure their successful implementation. For example, the need to improve employees' relationships with coworkers highlights the importance of social QWL. Among others, there is a need for communications skills training. Likewise, managing relationships with supervisors raises issues of leadership and control. Job design and performance feedback are also undeniably important to intrinsic QWL and service quality. Finally, human resource management activities in service settings have, and will continue to, focus on reward systems, commissions, and performance evaluations (Eisenhardt, 1988), which affect extrinsic QWL.

To summarize, an increasing number of authors have argued that human resource management practices should be closely aligned with the principles and processes of total quality management. Focusing on total quality management represents a shift from a individual performance and attitudinal assessments to more of an organizational performance and collective fulfillment perceptive. The findings in this study should be useful for both human resource management and total quality management adherents. In addition, further examinations into how QWL and CSA intersect are sure to provide many more insights into these ever-evolving fields of study.

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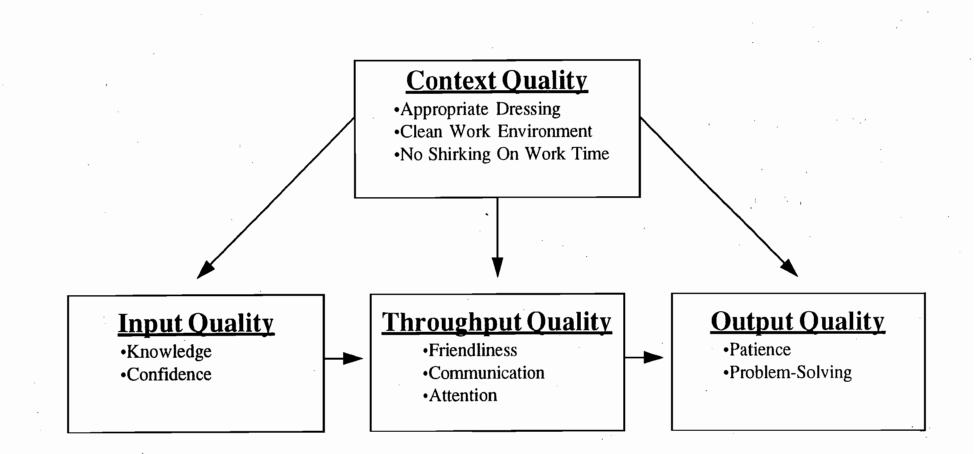
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**Figure 1: The Measurement System of Service Quality** 

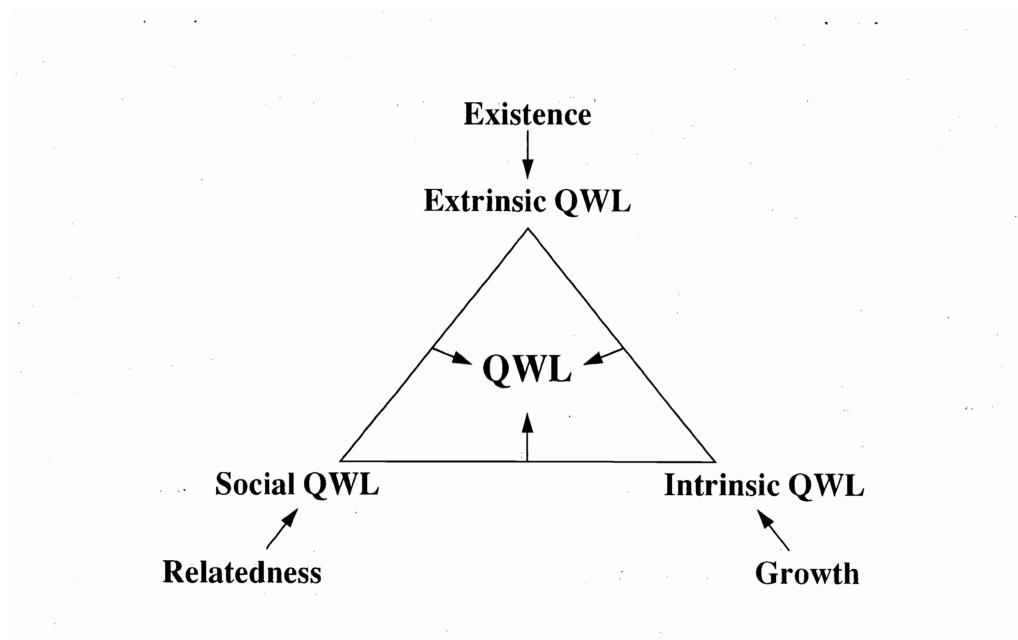


Figure 2: The Measurement System of QWL for Service Settings

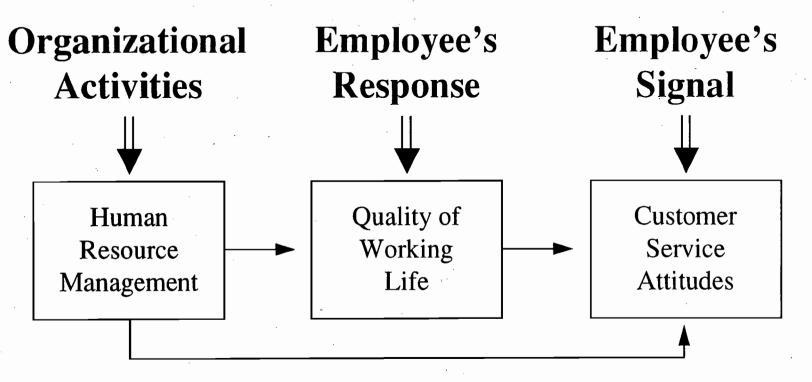
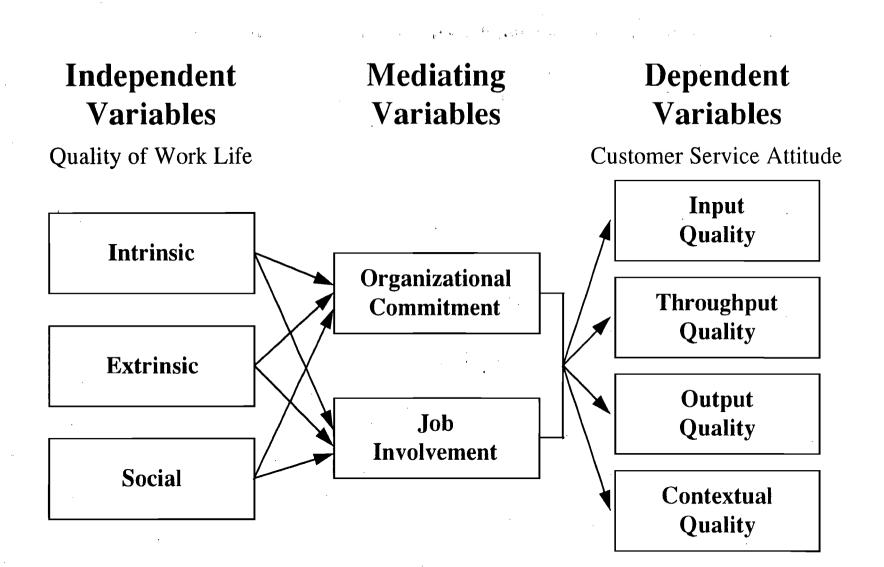


Figure 3: The Organizational Activities, Employee's Response, and Employee's Signal



**Figure 4: Conceptual Framework** 

Variables	mean	s.d.	alpha	1	2	3	. 4	5	6	7	8
Independent Variables									.*		
1. Intrinsic QWL	4.21	0.48	0.82								
2. Extrinsic QWL	4.32	0.61	0.88	0.68							
3. Social QWL	4.27	0.48	0.91	0.67	0.61						
Dependent Variables											
4. CSA-input	4.44	0.61	0.69	0.30	0.27	0.45					
5. CSA-throughput	4.31	0.55	0.68	0.39	0.28	0.42	0.62				
6. CSA-output	3.59	0.66	0.71	0.23	0.12	0.18	0.34	0.47			
7. CSA -contextual	3.76	0.44	0.81	0.27	0.13	0.26	0.34	0.38	0.45		
Mediating Variables			i							•••	
8. Job Involvement	4.00	0.66	0.87	0.57	0.41	0.49	0.31	0.45	0.42	0.39	
9. Organizational Commitment	4.86	0.63	0.91	0.23	0.22	0.41	0.48	0.41	0.44	0.14	0.15

### Table 1: Intercorrelations Among Variables

(r > |.12|, p<.01)

(n=392)

OWL and CSA HHL3.doc November 29, 1994 page A-1

Variables	Direct Effect	<u>Including</u> Organizational Commitment	<u>Mediators</u> Job Involvement
Independent Variables			
1. Intrinsic QWL	0.002	0.06	0.06
2. Extrinsic QWL	-0.01	-0.01	-0.01
3. Social QWL	0.57***	0.34***	0.53***
Mediating Variables 4. Organizational Commitment		0.35***	
5. Job Involvement			0.13**
R <sup>2</sup>	0.20***	0.31	0.21
$\Delta R^2$	0.20***	0.11	0.01

### Table 2: Results of Regression Analysis Predicting CSA--input

(\*\*\*p<0.001, \*\*p<0.01, \*p<0.05, one-tail) (+++p<0.001, ++p<0.01, +p<0.05, two-tail)

Variables	Direct Effect	<u>Including</u> Organizational Commitment	<u>Mediators</u> Job Involvement
Independent Variables			
1. Intrinsic QWL	0.26***	0.29***	-0.10
2. Extrinsic QWL	-0.04	-0.04	-0.04
3. Social QWL	0.34***	0.17	0.27***
Mediating Variables			
4. Organizational Commitment		0.26***	
5. Job Involvement			0.25***
R <sup>2</sup>	0.20	0.27	0.26
$\Delta R^2$	0.20	0.07	0.06

### Table 3: Results of Regression Analysis Predicting CSA--throughput

\*\*p<0.001, \*\*p<0.01, \*p<0.05, one-tail) (+++p<0.001, ++p<0.01, +p<0.05, two-tail)

Variables	Direct Effect	<u>Including</u> Organizational Commitment	<u>Mediators</u> Job Involvement
Independent Variables			
1. Intrinsic QWL	0.33***	0.34***	0.06
2. Extrinsic QWL	-0.09	-0.09	-0.08
3. Social QWL	0.10	0.04	-0.01
Mediating Variables			
4. Organizational Commitment		0.09	
5. Job Involvement			0.43**
R <sup>2</sup>	0.06	0.06	0.18
$\Delta R^2$		0.00	0.12

### Table 4: Results of Regression Analysis Predicting CSA--output

(\*\*\*p<0.001, \*\*p<0.01, \*p<0.05, one-tail) (+++p<0.001, ++p<0.01, +p<0.05, two-tail)

Variables	Direct Effect	<u>Including</u> Organizational Commitment	<u>Mediators</u> Job Involvement
Independent Variables		-	
1. Intrinsic QWL	0.23***	0.23***	-0.09
2. Extrinsic QWL	-0.11	-0.11	-0.11
3. Social QWL	0.18**	0.15	0.12
Mediating Variables			
4. Organizational Commitment		0.03	
5. Job Involvement			0.22***
R <sup>2</sup>	0.10***	0.10	0.17
$\Delta R^2$		0.00	0.07

### Table 5: Results of Regression Analysis Predicting CSA--contextual

(\*\*\*p<0.001, \*\*p<0.01, \*p<0.05, one-tail) (+++p<0.001, ++p<0.01, +p<0.05, two-tail)

#### APPENDIX 1

#### CUSTOMER SERVICE ATTITUDES (CSA)

#### CSA-input

- F. I can explain every question about the product. I can help the customers when they have some problems with the product. I have knowledge about the product.
- G. I believe our product is the best.I have confidence in our product.I have the confidence to provide good service to customers.

#### CSA-throughput

H. It is easy to establish friendship with customers. It is more important to keep good relationships with customers than just selling the product.

2

- I. I always listen to the customer's opinions.
- J. I always try to remember the customer's name.

#### CSA-output

- A. I care for customer's feelings. I try to help every customer no matter how busy I am.
- B. I answer the questions about the products. ... I help customers find the product.

- - -

#### CSA-contextual

- C. I keep my attire clean. I keep myself looking good.
- D. I keep the workplace clean before the customers come.
   I keep the products in the proper place.
   I keep the workplace clean when customers are leaving.
- E. I do not talk with co-workers when customers are coming. I do not criticize the customers when they are leaving.

#### APPENDIX 2

#### **QUALITY OF WORK LIFE (OWL)**

#### Intrinsic OWL

- A. The company is glad to let us express our opinions. The company will let us participate in the decision. The company offers many channels to let us express opinions.
- B. Promotion decisions are fair.
   Every employee has equal opportunity to get a promotion.
   I believe I will get a promotion if I perform well.
- C. I can learn a lot from my job. The company offers some useful training programs to me. I believe I can learn a lot from this company.
- D. I feel my job is very important from the viewpoint of the company. I feel my job is respected by those outside the company.
- E. My job involves doing the whole piece of work.
  I must use a variety of skills and talents to do the job.
  I feel my job is very important.
  My supervisor will let me know how well I am doing on my job.
  I have the chance that permits me to decide on my own job.

#### Extrinsic OWL

- F. As far as my contribution is concerned, my pay is fair. As far as my need is concerned, my pay is quite enough. I am satisfied with my pay.
- G. I am satisfied with my benefits.
   The company offers some useful benefit programs.
   The company takes care of my personal problems.
- H. My job is very stable (i.e., I'm not afraid of being fired). The company will not fire the employee without a good reason.

#### Social OWL

- I trust my supervisor. My supervisor always takes are of my personal problems. My supervisor is very friendly.
- J. I establish good relationships with my co-workers. The peers will help each other. My co-workers are just like my family. It is interesting when I work with my peers.
- K. I establish a good relationship with customers.
   I talk to the customers just like a friend.
   Because of my job, I make friendships with customers.

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