

International Research Journal of Management and Commerce

ISSN: (2348-9766)

Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

EMPLOYEE SATISFACTION IN THE CONTEXT OF CORPORATE SOCIAL RESPONSIBILITY

DR. SUJATA CHANDRAKANT PATIL

Associate Professor, HOD (Department of Business Administration)
Commerce Department, Appasaheb Raghunathrao Bhaurao Garud Arts,
Commerce & Science College, Shendurni, Tal.Jamner, Dist. Jalgaon MS 424204

<u>ABSTRACT:</u> In India CSR is not just a legal obligation but also a strategic business tool. CSR strategies can build a positive brand image, improve community goodwill, and attract investors and customers. Successful CSR initiatives may also be useful to enhance employee engagement, reduce business risks. It can be helpful to increase long-term valuation of business.

Employee satisfaction is an important aspect within a business environment. Now a day's Company's involvement in Corporate Social Responsibility (CSR) is increasingly important element influencing satisfaction of employee. CSR play important role in employee satisfaction and engagement. Satisfied employees are more likely devoted with their jobs. This article states how CSR initiatives contribute significantly to enhancing employee satisfaction.

Corporate Social Responsibility (CSR) plays an increasingly important role in driving employee satisfaction. When companies adopt CSR initiatives that reflect their employees' values and contribute to social and environmental causes, they can foster a sense of pride, purpose, and engagement among their workforce. CSR can enhance company culture, attract and retain talent, improve morale, and even boost employee well-being. However, to launch CSR activity effectively to improve employee satisfaction, it must be authentic, well-implemented, and aligned with the company's values and mission. Companies that demonstrate a genuine commitment to CSR often see higher employee satisfaction, greater loyalty, and increased overall organizational success.

OBJECTIVES OF STUDY: This study was undertaken to access the impact of CSR (Corporate Social Responsibility) on employee satisfaction.

METHODOLOGY: This is Descriptive type research. Desk methodology is adopted in this study. A desk study research design is based on secondary data collection. That means collecting data from existing resources. It is preferred by most of the researchers because of its low cost as compared to field research and primary data. As it is based on Secondary method of data collection, data is collected from different books, Journals, websites, articles etc. to satisfy the objectives of research paper.

DATA COLLECTION AND ANALYSIS:

This research study is based on secondary data such as different Journals, books, websites, articles etc. This study is conceptual in nature through the review of valuable literature, journals,



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 **©Association of Academic Researchers and Faculties (AARF)** www.aarf.asia, Email: editoraarf@gmail.com

magazines, web sources and referring to publications, qualitative results have been drawn out in the form of findings & Suggestions.

INTRODUCTION: -CSR is a concept of company's efforts to improve society. These efforts are useful to support local communities. When companies engage in CSR activities, they not only contribute to social activity but also significantly important to boost employee's satisfaction level.

Employee satisfaction is an important aspect within a business environment. Now a day's Company's involvement in Corporate Social Responsibility (CSR) is increasingly important element influencing satisfaction of employee. This article states how CSR initiatives contribute significantly in enhancing employee satisfaction.

DESCRIPTION: CSR commonly known as corporate citizenship, Corporate Social Responsibility. CSR not only responsible just for its stakeholders or shareholders but also towards larger society. When corporations undertake CSR strategies, with their activities wider effect on the society occurs.

Consumer-oriented CSR activity have a direct and positive influence on consumers. It is useful for value perception and trust and commitment. It has a direct and positive influence on perceived value. This sense of belonging and community is important for employee satisfaction. Employees who feel the part of a community are more likely to be happy in their roles.

Corporate Social Responsibility (CSR) and Employee Satisfaction

Corporate Social Responsibility (CSR) refers to the actions and policies that businesses adopt to contribute to the well-being of society, the environment, and their stakeholders. CSR encompasses a wide range of activities, such as environmental sustainability, ethical labor practices, community engagement. On the other hand, employee satisfaction refers to how employees are satisfied with their roles, work environment, compensation, and overall experience at their company.

The relationship between CSR and employee satisfaction is increasingly important, especially in today's workforce, because employee seeks employers who reflect their values and demonstrate a commitment to positive social and environmental impact. CSR affects employee satisfaction. So, Employee Satisfaction in terms of Corporate Social Responsibility (CSR) is important area of study.

Employee satisfaction is a key driver of organizational success, so its relationship with Corporate Social Responsibility (CSR) has become a growing area of interest. CSR refers to a company's efforts to take responsibility for the environmental, social, and economic impacts of its business activities. This extends beyond profit generation to include how businesses contribute to society, address global challenges, and engage with stakeholders, including employees, customers, and communities.



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

When companies effectively integrate CSR into their operations, it can have a profound impact on employee satisfaction. For this some points are given below:

1. Alignment of Values and Purpose:

Employees are increasingly looking for workplaces that align with their potential, personal values and social recognition. When preference is given to CSR, it indicates that business cares employees more than just profits. For example, companies that focus on sustainability, human rights, and community development often attract employees who share these values. Alignment between personal and organizational values is essential task.

A sense of purpose is created within employee improve the contribution of employees. They are motivated by a desire to work for organizations that align with their personal values. When a company actively engages in CSR initiatives that is important social or environmental issues, it helps employees feel that their work contributes to a greater cause.

2. Increased Employee Engagement

Employees are motivated and connected to a company whose aim is purely based on the satisfaction of employees. Engagement is a key component of employee satisfaction. CSR initiatives encourage employee involvement in social causes, volunteer opportunities, or sustainability programs.

- **Shared Values**: Employees are more likely to feel satisfied if they believe the company reflects their personal values, such as sustainability, human rights, or community involvement.
- **Meaningful Work**: CSR initiatives help employees to connect their daily tasks to broader goals. Their work contribution makes employees feel more engaged and satisfied with their roles.
- Active Participation: Companies that involve their employees in CSR activities, such as organizing charity events, environmental campaigns, or volunteer programs, improves a culture of participation. This sense of involvement makes employees feel more valued, which leads to higher job satisfaction.
- **Employee Ownership**: CSR initiatives allow employees to lead or suggest programs related to corporate responsibility. It can increase engagement and satisfaction.

3. Workplace Culture and Morale

CSR can help to shape a positive and inclusive workplace culture in positive ways. A company's commitment to ethical practices, diversity, and community support reflects its values and treat to its employees. Companies that incorporate CSR principles into their daily operations tend to foster inclusive, respectful, and supportive work environments. This can result in:

• **Higher morale**: Companies with strong CSR programs often report higher employee morale because employees feel proud of their organization's contributions to the community and the environment. Employees who see their employer working toward socially responsible goals are likely to experience greater job satisfaction, as they feel that their work environment is positive and aligned with ethical values.



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

- Collaborative spirit: CSR activities often involve teamwork, whether through environmental initiatives or charitable causes. This encourages employees to collaborate across departments, improving interpersonal relationships and boosting overall morale.
- **Inclusive Culture**: CSR initiatives often focus on inclusivity, diversity, and respect for all individuals, contributing to a positive workplace atmosphere. Employees are more likely to be satisfied in a culture where respect and fairness are prioritized.

4. Attraction and Retention of Talent

Employees are more likely to seek out and stay with companies that demonstrate a commitment to CSR. Competitive job market, offers CSR-related benefits as a strong factor in attracting and retaining top talent. Working of the companies socially responsible is useful concept. CSR can make a company more attractive to potential employees who are looking for workplaces that share their ethical concerns.

Additionally, employees who are satisfied with their company's CSR efforts are less likely to leave. It avoid reducing turnover and the associated costs of recruiting and training new staff. The following points should be considered:

- Attracting Top Talent: A company with a well-regarded CSR program can attract employees who are passionate about making a positive impact. For many job seekers, a company's CSR initiatives are a significant factor in deciding whether to apply.
- **Employee Retention**: Employees who are satisfied with their company's CSR efforts are less likely to leave. The alignment of values, a sense of purpose, and the positive impact on society can contribute to lower turnover and increased employee loyalty.

5. Sense of Pride, Purpose and Organizational Commitment

Employees are generally more satisfied and loyal to a company when they feel proud of their employer's impact on the world. CSR initiatives that benefit society or the environment can increase a sense of collective pride. For example:

- **Community involvement**: When employees participate in volunteer programs or know that their company supports local charities, they feel their work contributes to positive social change.
- **Sustainable practices**: Employees may feel pride in working for a company that actively reduces its carbon footprint or implements ethical sourcing practices.
- **Company Reputation**: Employees are more satisfied when they work for a company that has a positive reputation for its CSR efforts. This can enhance their personal brand and give them a sense of pride in their work.
- Social Impact: Many employees feel more motivated and satisfied when they see tangible results from their company's CSR activities, such as helping disadvantaged communities or reducing environmental impact.
- **Sense of Pride**: This pride can translate into higher levels of job satisfaction **and** organizational **commitment**, as employees are more likely to feel engaged and willing to stay with the company long-term.



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

Employees often take pride in working for a company which gives the positive impact on society. When a company is committed to making a difference, employees feel like they are contributing to something larger than themselves.

6. Employee and Work-Life Balance

Some of the CSR programs focus directly on improving employee well-being. These initiatives can enhance employee satisfaction by creating a more supportive and healthy work environment. CSR initiatives that focus on employee well-being—such as offering health and wellness programs, flexible work schedules, or family leave policies—directly impact employee satisfaction. When employees feel that their company cares about their health and personal life, they are likely to experience greater job satisfaction.

- Health and Wellness Programs: CSR initiatives that include health and wellness
 programs like gym memberships, counselling services, or stress management programs,
 mental health support, or wellness challenges, contribute to employees' physical and
 mental well-being, increasing job satisfaction. Companies that provide resources for
 physical, mental, and emotional health often see higher levels of employee happiness and
 reduced burnout.
- Work-life balance: CSR policies that support flexible work arrangements, family leave, and other work-life balance initiatives show that the company cares about the personal well-being of its employees, which improves employee satisfaction and reduce stress.

7. Job Security and Stability Increased

In some cases, CSR can improve job security and overall business stability. Companies that engage in sustainable practices such as responsible sourcing, reducing waste, and increasing operational efficiency often perform better in the long run. This stability, helps employees feel more secure in their roles and confident in the future of the company.

Additionally, CSR-focused businesses may be less susceptible to reputational risks or scandals, leading to fewer disruptions and greater overall stability. CSR efforts that focus on sustainable business practices and ethical decision-making contribute to long-term stability and security for employees. A company that is committed to social responsibility and sustainability is more likely to have a strong reputation and be financially stable, which benefits employees.

- **Business Sustainability**: Companies with effective CSR strategies are often better prepared for the future, minimizing risks and enhancing business stability.
- **Ethical Leadership**: Employees tend to trust and feel secure in companies with strong ethical standards. Trusted Leadership is a key factor for job satisfaction.

8. CSR as a Motivational Tool

Incorporating CSR into organizational goals can enhance employee motivation. CSR can serve as a powerful motivational tool. Employees who are motivated by more than just financial rewards are likely to find fulfillment in contributing to social and environmental causes. Many employees feel more motivated to perform when they understand that their actions contribute to the achievement of socially responsible goals. For instance:



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

- Incentive programs tied to CSR goals: Some companies tie CSR-related goals to
 incentive programs, such as bonuses or recognition for employees who participate in
 CSR activities. This motivates employees and adds a sense of accomplishment to their
 work. Employees may be more motivated to meet targets if they know broader social or
 environmental cause.
- **Employee empowerment**: In companies with strong CSR programs, employees may be given opportunities to suggest and lead social impact initiatives, which fosters a sense of ownership and responsibility. CSR initiatives often empower employees to take leadership roles in social or environmental projects, boosting their confidence, engagement, and satisfaction.

Challenges to Employee Satisfaction in the Context of CSR

CSR can enhance employee satisfaction, but there are some challenges that need to be considered. i.e. Despite its benefits, the relationship between CSR and employee satisfaction can also be complicated. Some challenges include:

- **Tokenism**: If CSR initiatives are seen as superficial or simply for marketing purposes (e.g., "greenwashing"), employees may feel disillusioned which can diminish satisfaction.
- **Inconsistent implementation**: If a company talks about CSR but fails to implement it effectively, employees may perceive the company as inauthentic, leading to frustration and disengagement.
- Excessive workload: In some cases, CSR initiatives might lead to increased pressure on employees (e.g., additional volunteer hours, extra reporting on CSR performance) without adequate support, which can negatively impact on job satisfaction.
- **Perceived Superficiality**: Employees may feel disillusioned if they perceive CSR efforts as superficial or merely for marketing purposes. For positive affection on satisfaction, CSR needs to be genuine and integrated into the company's culture.
- **Overburdening Employees**: If employees are expected to participate in CSR activities without adequate support or recognition, it can lead to burnout and dissatisfaction.
- Lack of Participation: If CSR initiatives are imposed without involving employees in the decision-making or implementation process, they may feel disconnected or disengaged.

CONCUSION: Employee satisfaction is closely related with Corporate Social Responsibility. When businesses align their values of social and environmental goals, they create a work environment that promotes employee well-being, loyalty, and engagement. However, for CSR to genuinely enhance satisfaction, it must be authentic, well-executed, and meaningfully integrated into the organization's culture. Employees are more likely to feel valued and satisfied when they see that their employer is committed to making a positive impact on the world, and that they are part of that effort. Ultimately, CSR can serve as a powerful tool for improving both employee satisfaction and the broader organizational success.



Impact Factor 7.098 Volume 12, Issue 02, Feb 2025 © Association of Academic Researchers and Faculties (AARF)

www.aarf.asia, Email: editoraarf@gmail.com

REFERANCES:-

- 1. Psico-smart Editorial Team.CSR increases customer retention and loyalty, August 28, 2024
- 2. Simone R. Barakat, The influence of corporate social responsibility on employee satisfaction, October 2016
- 3. www.wikipedia.com
- 4. www.google.com