

Available online at http://www.journalcra.com

International Journal of Current Research Vol. 9, Issue, 12, pp.63682-63685, December, 2017 INTERNATIONAL JOURNAL OF CURRENT RESEARCH

# **RESEARCH ARTICLE**

## FACTORS AFFECTING PERFORMANCE HOSPITAL MANAGERS: CASE STUDY IN 'PKU MUHAMMADIYAH DELANGGU HOSPITAL, CENTRAL JAVA, INDONESIA

### \*Qurratul Aini

Magister of Hospital Management, Universitas Muhammadiyah Yogyakarta

#### **ARTICLE INFO**

## ABSTRACT

Article History: Received 14<sup>th</sup> September, 2017 Received in revised form 23<sup>rd</sup> October, 2017 Accepted 08<sup>th</sup> November, 2017 Published online 31<sup>st</sup> December, 2017

*Key words:* Performance Manager, Leadership Skill, Commitment, Motivation.

The lack of managers who have been trained on management management results in less effective management systems. In general, management capacity has been classified as weaknesses in various areas of health managers' expertise. The success and future of an organization depends on the performance generated by the leadership of the hospital manager. As a complex organization, RS has interaction among various professions, so the conflict is not an abnormality that occurs in hospital is a characteristic of a hospital. Health services in hospitals is a comprehensive health service (comprehensive and holistic) which includes promotive, preventive, curative and rehabilitative. Hospital Health Promotion is an important part of health programs designed to bring improvement in the community as well as in the organization and environment as a process to improve the community's ability to maintain and improve their health. The purpose of this research are analyze the factors that affect the performance of managerin PKU Muhammadiyah Delanggu Hospital, Central Java, Indonesia. The analysis in this study using SEM analysis to test the performance model of hospital managers and hypothetical relationships that exist in the model. The findings in this study show the performance of hospital managers, from the five factors that predict, influenced by motivation, commitment and leadership. Two other predictors were found to have no significant effect, ie job satisfaction and organizational culture. Motivation becomes the factor with the strongest influence on performance. The strong influence after motivation is commitment and then leadership.

*Copyright* © 2017, *Qurratul Aini*. This is an open access article distributed under the Creative Commons Attribution License, which permits unrestricted use, distribution, and reproduction in any medium, provided the original work is properly cited.

Citation: Qurratul Aini, 2017. "Factors Affecting Performance Hospital Managers: Case Study in 'PKU Muhammadiyah Delanggu Hospital, Central Java, Indonesia", International Journal of Current Research, 9, (12), 63682-63685.

### INTRODUCTION

The hospital industry in Indonesia has become an attractive industry for investors both at home and abroad. Not from business or business, still awake, but on the confidence of more and more investors in this sector and make competition between hospitals is getting tighter. This is the business view of the developing hospital (MOH, 2003). Hospitals as one subsystem integrated health services two types of services for the community that is health services and administrative services. Medical services between medical services, medical support services, medical rehabilitation and nursing services. The services are conducted through emergency unit, ambulatory unit, and inpatient unit. In the development of hospital services can not be separated from the economic development of society. Hospitals in the subordinate only provide care services (curative) to patients through hospitalization. Hospital exposure then shifted due to the advancement of specialized science in medicine, income generation and community education.

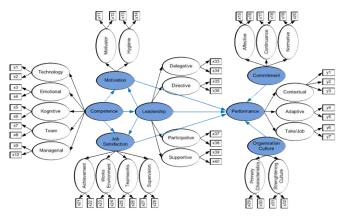
### \*Corresponding author: Qurratul Aini,

Magister of Hospital Management, Universitas Muhammadiyah Yogyakarta.

Health services in hospitals today can not be curative (healing), but also recovery (rehabilitative). Preventive Implementation). Thus, the goal of hospital health services is not only for individual patients, but also for the families of patients and the general public. The focus of attention is indeed the patients who come or who care as individuals and part of the family. On the basis of such attitudes, health care in hospitals is a comprehensive health service for promotive, preventive, curative and rehabilitative scopes (Widayat, 2010). Leadership in an organization is a factor that determines the success or failure of an organization or business. Effective leadership. An effective leadership mark is the regularity, outcome, and development in the organization. But the effort to show the existence of effective leadership. Leadership is highly dependent on the personality that expands the position of leader. Any effective leadership skills should be inherent in every leader, regardless of the scope of responsibility. Attitudes and style and behavior greatly influence the organization he leads, even worse to the productivity of his organization (PERSI, 2015).

### **MATERIALS AND METHODES**

This study focuses on the individual's performance on job competencies according to the person-job fit (Goodstein and Prien, 2006). Important performance model built for the establishment of a performance model are identified according to the needs of an invention through the exploration of performance-related aspirations of the organization (Bogner and Thomas, 2012) and critical success in doing the job (Schoemaker, 2012). Theoretical studies above provide a conceptual basis of the relationship with job satisfaction motivation competence and performance.



**Figure 1. Research Frameworks** 

The analysis in this study using SEM analysis to test the performance model of hospital managers and hypothetical relationships that exist in the model. The identification of the variables in the model are described as follows.

**Endogenous variables**: performance (Y1), motivation (Y2), job satisfaction (Y3), and Leadership (Y4)

**Exogenous variables**: competence (X1), commitment (X2), organizational culture (X3), motivation (Y2), job satisfaction (Y3), and Leadership (Y4) (exogenous to performance).

#### **RESULT AND DISCUSSION**

This study used a sample of 30 hospital managers of PKU Delanggu which is one of the business entities of the Muhammadiyah organization. The result shows the description by age category, the category of working life and education category of hospital managers. The result described three categories of hospital managers, including age, tenure, and education level. A total of 12 (39.6%) managers had  $\leq$ 10 years of tenure, whilethe number of managers with 10.1 to 15 years of tenure was 10 (36.0%), and 8 (24.4%) managers had > 15 years of tenure. The latest education level was dominated by undergraduate level, as many as 14 (48.1 percent) managers, then followed by postgraduate and diploma level, with approximately 11 managers (36.0%) and 5 managers (15.5%) of managers respectively.

#### SEM Model of Hospital Manager Performance

The influence of competence on motivation has coefficient 0,193 with CR 2,224 (P = 0,026 <0,05). The value of P at competence <0.05 thus this result rejects H0 and accepts Ha. Where competence has a positive effect on motivation. The influence of organizational culture on motivation has a coefficient of 0.279 with CR 4,058 (P = 0,000 <0.01).

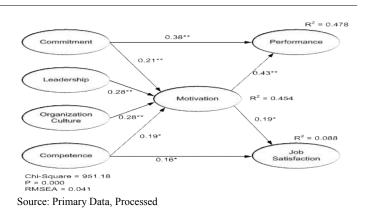


Figure 1. The results of Structural Equation Modelling (SEM) Hospital Performance Manager

P value in organizational culture <0.01 thus this result rejects H0 and accepts Ha. Where organizational culture has a positive effect on motivation. The influence of leadership on motivation has a coefficient of 0.282 with CR 3.024 (P = 0.002<0.01). The value of P in leadership <0.01 thus this result rejects H0 and accepts Ha. Where leadership has a positive effect on motivation. The influence of commitment on motivation has a coefficient of 0.208 with CR 2,294 (P = 0.022<0.05). The value of P on commitment <0.05 thus this result rejects H0 and accepts Ha. Where commitment has a positive effect on motivation. Based on the results of the factors that influence the motivation can be seen that leadership is the biggest factor influence on motivation because it has the highest coefficient. Organizational culture becomes the second factor that has the highest influence on motivation. Motivation has a value R2 of 0.454 which means that of the four factors that affect motivation has an influence contribution of 45.4%. The influence of competence on job satisfaction has coefficient 0,160 with CR 2,384 (P = 0,017 < 0,05). The value of P at competence <0.05 thus this result rejects H0 and accepts Ha. Where competence has a positive effect on job satisfaction of hospital managers.

The findings in this study show the performance of hospital managers, from the five factors that become predictors, by motivation, commitment and leadership. Two other predictors were found to have no significant effect, ie job satisfaction and organizational culture. Motivation becomes the factor with the strongest influence on performance. A strong influence after motivation is commitment and leadership. Performance in this work performance is a multi-dimensional concept, in which many forming factors and individual determinants have/high performance (Sonnentag et al., 2008). The strong influence of motivation on the performance of foresight because the individual needs encouragement to do and achieve a goal. Maslow's motivational concept explains the lower fulfillment objectives, encouraging individuals to achieve higher goals (Pardee, 1990). The goal or purpose of the individual is full of. In this case, individuals who achieve a certain (low) performance, encourage to achieve higher performance. By satiety, motivation becomes a factor that has a strong influence on the performance of managers in the hospital. The individual's desire to serve, work, and survive in the organization of individual causes has a high performance. Strong organizational commitment makes individuals provide the best for the organization. Although organizational commitment differs for one individual against another individual (Mayer-Allen, 1991), the commitment itself exists to organize an organization.

Organization or so-called normative commitment. Provisions made by the organization not only as binding members but also in terms of work standards. This explains the stronger the commitment to the organization, the higher the individual's performance on the organization. Individual performance is also influenced by leadership. The nature of leadership that is a relationship leads to a leadership factor (Locke, 1991), although influential on performance, but not as strong as motivation and commitment. In this case it is due to the nature of leadership that can be said to be an external agent to the individual. Unlike the motivations and commitments that can come from within the individual or from outside the individual. Individuals who have feelings in accordance with a particular type of leadership tend to be motivated to do something according to the direction of the leader.

Job satisfaction does not show significant influence on the performance of hospital managers. In this case the explanation of high job satisfaction from hospital managers not necessarily provide maximum performance. Job satisfaction is formed by many factors from the nature of moral (intangible) to job satisfaction that is material (tangible). Performance is generally determined by clear standards and indicators. In other words, job satisfaction derived from within the manager of the hospital is not necessarily the same as achieving the performance of the program or activities run by managers. Another explanation does not affect the job satisfaction on the performance of managers is the absence of reward system that is run in Muhammadiyah and Aisyiyah hospitals. As mentioned that one aspect of job satisfaction comes from material satisfaction, such as incentives and rewards. Without incentive and reward system support on performance achievement, job satisfaction felt by managers stems not from reciprocal achievement of performance. In addition to job satisfaction, organizational culture shows results that have no significant effect on the performance of managers.

The appropriate organizational culture provides reinforcement to work motivation. Strengthening work motivation will encourage individuals to do the job as much as possible. Organizational culture is closely related to the values that exist in the individual. Individuals whose values are in harmony with the values of the organization have a strong impetus to work better. Performance as described, is a standard achievement and the indicators are clear. Thus, without the support of organizational culture in accordance with the expected hospital managers, is still able to provide performance in accordance with established standards. In this case the manager does not have the drive to provide more performance or maximize the ability and only aimed at achieving specific targets. Not influencing organizational culture on performance can also be explained organizational culture does not give direct effect, but mediated by motivation factor.

### Conclusion

The relationship formed in the modified model found that performance is influenced by motivation and commitment. Motivation also plays an explanatory factor related to job satisfaction. According to the modification model, performance and job satisfaction are variables that have no relationship or influence with each other. The role of leadership, managerial competence, commitment and organizational culture is to elevate the manager's work motivation. In the end, the competence of the hospital manager becomes an important factor. Competence of hospital managers plays a role in motivation, job satisfaction and leadership. The competence of managers is also necessary to achieve high performance, especially in hospital health promotion and show the central role of motivation as a mediator variable in raising job satisfaction and performance in the modified model of hospital manager performance.

## REFERENCES

- Alghazo, A.M., and Al-Anazi, M. 2016. "The Impact of Leadership Style on Employee's Motivation," International Journal of Economics and Business Administration, Vol. 2, No. 5, pp. 37-44.
- Amy J Nelson. 2002. Using a Modifed Delphi Methodology to Develop Competency Model for Vet Practitioners. A Paper Presented in Partial Fulfullment Of the Requirements of RM502E – Advanced Study in Resedarch Methods, amyjonelson@earthlink.net
- Andrew J. Marsiglia. 2005. The Relationship between leadership and personality, Between Leadership and Personality.www.lead-inspire.com. August 2005
- Armstrong, M. 2006. *A Handbook of Human resource Management Practice*, Tenth Edition, Kogan Page Publishing, London, p. 264.
- Anton, C. 2009. "The impact of role stress on workers' behaviour through job satisfaction and organizational commitment," *International Journal of Psychology*, Vol. 44, No. 3, pp. 187–94.
- Armstrong, M. 2006. *A Handbook of Human resource Management Practice*, Tenth Edition, Kogan Page Publishing, London, , p. 264.
- Aziri, B. 2011. "Job Satisfaction: a literature review," *Managemen Research and Practice*, Vol. 3, Issue 4, pp. 77-86.
- Bauer, T., and Erdogan, B. 2012. *An Introduction to Organizational Behavior*, Mountain View: Creative Common.
- Beheshtifar, M dan Zare, E. 2013. "Relationship between competencies career and organizational success," *jcrb.webs.com.* Interdisciplinary Journal Of Contemporary Research In Business. May 2013 Vol 5, No 1.
- Bogner, W. C., and Thomas. 2012. A longitudinal study of the competitive positions and entry paths of European firms in the US pharmaceutical market. *Strategic Management Journal*, 17 (2): 85-107.
- Boyatzis, R.E. 1982. *The Competent Manager: A Model for effective performance*. New York: John Wiley & Sons.
- Boyatzis, R.E. 2000. Developing Emotional Intelligence. To be published in Cherniss, C., Boyatzis, R.E., and Elias, M. (eds.) (in press). *Developments in Emotional Intelligence*. San Frasneisco: Jossey-Bass.
- Boyatzis, R.E., Cowen, S. S. and Kolb, D. A. 1995. *Inovation in Professional Education: Steps on a Journey from Teaching to Learning.* San Francisco: Jossey-Bass.
- Cuyper, N. D and Witte, H. D. 2009. "Temporary Employment: Associations With Employees' Attitudes, Well-being and Behaviour. A Review of Belgian Research," *Psychologica Belgica*. 2009, 49-4, 249-273.
- Davis, K., and Nestrom, J.W. 1985. *Human Behavior at work: Organizational Behavior*, 7 edition,McGraw Hill, New York, p.109.

- Davis, B., L., Skube, C. J., Hellervik, L. W., Gebelin, S., H., and Sheard, J.L. 1996. *Successful manager's handbook*. (5<sup>th</sup>ed.). Minneapolis, MN: Personnel Decisions International.
- De Cuyper, N; Notelaers, G; De Witte, H. 2009. "Job insecurity and employability in fixed-term contractors, agency workers, and permanent workers: Associations with job satisfaction and affective organizational commitment". *Journal of Occupational Health Psychology.* 14 (2): 193–205.
- Depkes RI. 2003. Indikator Indonesia sehat 2010 dan Pedoman Penetapan Indikator Provinsi Sehat dan Kabupaten/Kota Sehat. Jakarta.
- Dirani, K. M., and Kuchinke, K.P. 2011. "Job satisfaction and organizational commitment: Validating the Arabic satisfaction and commitment questionnaire (ASCQ), testing the correlations, and investigating the effects of demographic variables in the Lebanese banking sector". *The International Journal of Human Resource Management*. 22 (5): 1180.
- Hoang long, N. 2010. Need Assessment on Managerial Competency Development at Provincial and District Hospitals [Internet]. [cited 2016 Sept 19] Available from: http://jahr.org.vn/downloads/Nghien%20cuu/Quan%20ly %20quan%20tri%20y%20te/BaocaodanhgiaQLBV(Eng). Final.doc?phpMyAdmin=5b051da883f5a46f0982cec605 27c597
- Hofrichter, DA dan LM Jr. Spencer. 1996. "Competencies: The right foundation for effective human resources management," *Compensation and Benefits Review*, Vol. 28, No. 6, pp. 21-24.
- Locke. Edwin A et al., (1991). The Essence of Leadership: The Four Keys to Leading Successfully. Lexington Books An Imprint of Macmillan, Inc. New York. Maxwell MacMillan Canada Toronto, Maxwell Macmillan International New York. Oxford, Singapore, Sydney.
- Meyer, J.P., and Allen, N.J. 1991. "A Three-Component Conceptualization of Organizational Commitment," *Human Resource Management Review*, Vol. 1, No. 1, pp. 61-89.
- Naik, Y., and Bisht, M. 2014. "Struktural Equation Model for Effectiveness of Technical Manager in Information Technology Industry," *International Journal of Supply Chain Management*, Vol.3, No. 3, pp. 172-181.
- O'reilly III, C., Chatman, J. and Caldwell, D.F. 1991. "People And Organizational Culture: A Profile Comparison Approach To Assessing Person-Organization Fit," *Academy of Management Journal*. Vol. 34, No. 3, 487-516.

- Ozguner, Z and Ozguner, M. 2014. "A Managerial Point of View on the Relationship between of Maslow's Hierarchy of Needs and Herzberg's Dual Factor Theory," *International Journal of Business and Social Science*, Vol. 5, No. 7, pp. 207-215.
- Pardee, R. L. 1990. "Motivation Theories of Maslow, Herzberg, Mc.Gregor & Mc.Clelland. A Literature Review of Selected Theories Dealing with Job Satisfaction and Motivation," *Working Paper*.
- Porter, J. A. 2003. The Relationship Between Competencies Perceived to be Important for Administrative Effectiveness and the Higher Education Administration Doctoral Program of Study : A Needs Assessment. Marshall University Marshall Digital Scholar.
- Ravasi, D., and Schultz, M. 2006. "Responding to organizational identity threats: Exploring the role of organizational culture," *Academy of Management Journal*, Vol. 49, No. 3, pp. 433–458.
- Shang, K-C and Marlow, P.B. 2007. "The effects of logistics competency on performance," *Journal of International Logistics and Trade*, Vol. 5, No. 2, pp. 45-66.
- Shih, M.L., Lin, S., Hsiao, S.H., Huang, L.M., Chiu, C., and Chen, K.Y. 2009. "The Study of the Correlation among Personality Traits, Leadership Competence and Organizational Performance," WSEAS Transactions on Business and Economics, Issue 1, Vol. 6, pp. 11-20.
- Shortell and Kaluzny. 1983. *Health Care Management: A Text In Organization Theory and Behaviour*. University of Michigan. Wiley.
- Smith, K. K. and Gunzenhauser, J. D. and Fielding, J. E. 2010. *Reinvigorating Performance Evaluation: First Steps in a Local Health Department. Public Health Nursing.* 27(5), 425–432. ISSN 0737-1209.
- Sonnetag, S., Volmer, J., and Spychala, A. 2008. "Job Performance," *Sage Handbook of Organization Behavior*, Vol. 1, pp. 427-447.
- Yukl, G. 1989. Managerial leadership : A review of theory and research. *Journal of Management*, 15 (2), 251-289.
- Zeidner, M., Matthews, G., and Roberts, R. D. 2009. *What We Know About Emotional Intelligence*, MA : The MIT Press.
- Zaim, H., Yasar, M.F., and Unal, O.F. 2013. "Analyzing The Effects of Individual Competencies on Performance: A Field Study in Service Industries in Turkey," *Journal of Global Strategic Management*, Vo. 7., No. 2., pp. 67-77.

\*\*\*\*\*\*