

# REMOTE WORKING: THE IMPACT OF WORK ENVIRONMENT, WORKLOAD, AND WORK STRESS TOWARDS GENERATION Z EMPLOYEE PERFORMANCE THROUGH WORK ENGAGEMENT

## **UNDERGRADUATE THESIS**

## Submitted as one of the requirements to obtain

Sarjana Manajemen

By:

TABERA CHAREL ULLY

014201900127

FACULTY OF BUSINESS MANAGEMENT STUDY PROGRAM CIKARANG MARCH 2023

### PANEL OF EXAMINERS APPROVAL SHEET

The Panel of Examiners declares that the thesis entitled "REMOTE WORKING: THE IMPACT OF WORKING ENVIRONMENT, WORKLOAD, AND WORK STRESS TOWARDS GENERATION Z EMPLOYEE PERFORMANCE THROUGH WORK ENGAGEMENT" that was submitted by Tabera Charel Ully majoring in Management from the School of Business was passed and approved to have passed the Oral Examinations on 05<sup>th</sup> April 2023.

Panel of Examiners

Liswandi, M.M., Ph.D

**Chair - Panel of Examiners** 

Dr. Bruno Rumyaru, M.A.

Examiner 2

Grace Amin, S.Psi, M.Psi, Psikolog Examiner 3

### STATEMENT OF ORIGINALITY

In my capacity as an active student of President University and as the author of the thesis/final project/business plan stated below:

Name : Tabera Charel Ully

Student ID Number : 014201900127

Study Program : Management

I hereby declare that this <u>thesis</u>/final project/business plan entitled, "**REMOTE WORKING: THE IMPACT OF WORKING ENVIRONMENT, WORKLOAD, AND WORK STRESS TOWARDS GENERATION Z EMPLOYEE PERFORMANCE THROUGH WORK ENGAGEMENT**" is, to best of my knowledge and belief, an original piece of work based on sound academic principles. If there is any plagiarism detected in this thesis/final project/ business plan, I am willing to be personally responsible for the consequences of these acts in accordance with the rules and policies of President University. I also declare that this work, either in whole or in part, has not been submitted to another university to obtain a degree.

Cikarang, 16 March 2023

Chault.

**Tabera Charel Ully** 

## SCIENTIFIC PUBLICATION APPROVAL

As an academic community member of the President University, I, the undersigned:

Name : Tabera Charel Ully

Student ID Number : 014201900127

Study Program : Management

For the purpose of development of science and technology, certify, and approve to give President University a non-exclusive royalty-free right upon my final report with title:

# REMOTE WORKING: THE IMPACT OF WORKING ENVIRONMENT, WORKLOAD, AND WORK STRESS TOWARDS GENERATION Z EMPLOYEE PERFORMANCE THROUGH WORK ENGAGEMENT.

With this non-exclusive royalty-free right, President University is entitled to converse, to convert, to manage in a database, to maintain, and to publish my final report. There are to be done with the obligation from President University to mention my name as the copyright owner of my final report. This statement I made in truth.

Cikarang, 16 March 2023

hault

**Tabera Charel Ully** 

# ADVISOR APPROVAL FOR JOURNAL OR INSTITUTION'S REPOSITORY

As an academic community member of the President University, I, the undersigned:

Name	: Grace Amin, S.Psi, M.Psi, Psikolog.
NIDN Number	: 0421078601
Study Program	: Management
Faculty	: Business

Declare that following thesis:

# Title of thesis :REMOTE WORKING: THE IMPACT OF WORKINGENVIRONMENT, WORKLOAD, AND WORK STRESSTOWARDSGENERATIONZEMPLOYEEPERFORMANCE THROUGH WORK ENGAGEMENT

Name : 7

: Tabera Charel Ully

Student ID Number : 014201900127

Will be published in journal or institution's repository

Cikarang, 16 March 2023

Jacom

(Grace Amin, S.Psi., M.Psi., Psikolog)

## PLAGIARISM REPORT

# Tabera Charel Ully - Plagiarism Test

ORIGINA	LITY REPORT	
	3% 12% 4% 0% STUDENT PUBLICATIONS	APERS
PRMAR	SOURCES	
1	repository.president.ac.id	7%
2	journal.stebilampung.ac.id	1%
3	etd.uum.edu.my Internet Source	1%
4	www.researchgate.net	<1%
5	download.atlantis-press.com	<1%
6	iarconsortium.org	<1%
7	Ika Purwanti, Umar Yeni Suyanto, Muhammad Dzikri Abadi, Darianto Darianto, Dwi Liliana. "The Role of Burnout between Workload, Work Stress, and Employee Performance: Mediation Model", KnE Social Sciences, 2022 Publication	<1%
o	www.scirj.org	

8 www.scirj.org

## **GPTZERO RESULT**

## Stats

# Average Perplexity Score: 104.868

A document's perplexity is a measurement of the randomness of the text

Burstiness Score: 60.757

A document's burstiness is a measurement of the variation in perplexity

**Your sentence with the highest perplexity**, "2 Remote working systems are also being implemented in Indonesia.", **has a perplexity of: 260** 

## ABSTRACT

Remote working is currently popular because the pandemic condition has hit the world and forced humans to work remotely from home. Even when the pandemic almost ended, many workers still demand to work remotely or with hybrid systems. However, there are some issue regarding Generation Z employee performance since they are still new in the current workforce with vague working system used. This study aims to analyze the impact of work environment, workload, work stress towards Generation Z performance through work engagement since these variables seem to be impacted by the remote working condition. The researcher used a quantitative research method using online survey and purposive sampling. The data gained is being processed with SmartPLS 3 with the total gained respondents of 250 which is part of Generation Z who has the experience to work remotely. The findings showed both direct and indirect relationship between variables used in this study. There is a positive and significant direct impact from the work environment towards work engagement and performance. Meanwhile, workload has a negative and insignificant direct relationship with work engagement and performance. As for work stress, it has negative and significant direct impact towards engagement but negative and insignificant direct impact towards performance. Moderated with work engagement, work environment has positive and significant impact towards performance, meanwhile workload has negative and insignificant indirect impact and work stress has negative and significant indirect impact toward performance.

*Keywords:* Work Environment, Workload, Work Stress, Work Engagement, Performance.

#### ACKNOWLEDGMENT

First of all, I want to thank God Almighty for His blessing so I can achieve all of my goals until today. I am also grateful for His grace that I was able to finish my thesis. However, I would also like to thank several people who have been supporting me not only in my happiest time but also when I am down. I would like to say my gratitude to:

- 1. Myself. Thank you for surviving this far. Even though it is hard to be committed to my goals while experiencing a downturn in life, I believe the result will be worth it.
- My parents and siblings. Thank you for supporting me both physically and mentally. I know being thankful is not enough, but I will do my best to repay your kindness in the future.
- Ma'am Grace Amin as my thesis advisor. Thank you for your guidance and for being patient with me. I know I am making slow progress on this thesis, however I managed to finish this thanks to your kindness and advice.
- 4. To my boys circle. Thanks to Kislew, Daniel, Leo, David, Juan, Kelvin, Dimas, Boy, Witha, Chandry and William. Even though I always get distracted because they are always playing games, I hereby thank them for being my runaway whenever I feel stressed.
- 5. To my dear sister Marcellina Indah Permatasari. Thank you for all of your teaching when I was in the internship program. Also thank you for being a good listener and a sister figure that I can always depend on.
- 6. My supporting friends. Thanks to Kezia, Genc, Hael, Cimel and Jenni, thank you for forcing me to work on my thesis and even helping me in the working process.
- Lastly, all of the people who I did not mention above yet still supported me to finish my thesis.

Thank you so much. I promised to be a better person in the future and I will return all of your kindness.

Cikarang, 16 March 2023

Chault

**Tabera Charel Ully** 

# TABLE OF CONTENT

PANEL OF EXAMINERS APPROVAL SHEET ii
STATEMENT OF ORIGINALITY iii
SCIENTIFIC PUBLICATION APPROVAL iv
ADVISOR APPROVAL FOR JOURNAL OR INSTITUTION'S REPOSITORYv
PLAGIARISM REPORT vi
GPTZERO RESULT vii
ABSTRACT viii
ACKNOWLEDGMENT ix
TABLE OF CONTENT xi
LIST OF TABLE xiv
LIST OF FIGURExv
CHAPTER I INTRODUCTION1
1.1 Research Background1
1.2 Problem Identification
1.3 Research Problem
1.4 Research Outline
CHAPTER II LITERATURE REVIEW10
2.1 Review of Literature
2.1.1 Work Environment10
2.1.2 Work Environment Impact on Work Engagement and Performance11
2.1.3 Workload12
2.1.4 Workload Impact on Work Engagement and Performance13
2.1.5 Work Stress14
2.1.6 Work Stress Impact on Work Engagement and Performance15
2.1.7 Work Engagement16
2.1.8 Work Engagement Impact on Performance18
2.1.9 Performance

2.2 Hypothesis	20
2.3 Previous Research	22
2.3 Theoretical Framework	25
2.4 Research Gap	26
CHAPTER III RESEARCH METHODOLOGY	27
3.1 Research Design	27
3.1.1 Methodology	27
3.1.2 Research Framework	27
3.2 Sampling Design	28
3.2.1 Population	28
3.2.2 Sampling Method	28
3.2.3 Sample Size	28
3.3 Operation Definition of Variable	29
3.4 Data Collecting Design	34
3.4.1 Questionnaire	34
3.4.2 Source of Data	35
3.5 Data Analysis Design	35
3.5.1 Respondent Characteristic	36
3.5.2 Descriptive Analysis	36
3.5.3 Partial Least Square Structural Equation Model (PLS-SEM)	
CHAPTER IV ANALYSIS AND DISCUSSION OF FINDINGS	42
4.1 Respondent Data	42
4.1.1 Remote Working Experience	42
4.1.2 Generation	43
4.2 Descriptive Analysis Result Statistic	44
4.3 SEM Analysis	46
4.3.1 Outer Model Analysis	46
4.3.2 Inner Model Analysis	54
4.4 Discussion	59
4.4.1 The Impact of Work Environment on Work Engagement	62

4.4.2 The Impact of Workload on Work Engagement
4.4.3 The Impact of Work Stress on Work Engagement64
4.4.4 The Impact of Work Environment on Performance
4.4.5 The Impact of Workload on Performance
4.4.6 The Impact of Work Stress on Performance
4.4.7 The Impact of Work Engagement on Performance69
4.4.8 The Impact of Work Environment on Performance through Work Engagement
4.4.9 The Impact of Workload on Performance through Work Engagement
4.4.10 The Impact of Work Stress on Performance through Work Engagement
CHAPTER V CONCLUSION AND RECOMMENDATION72
CHAPTER V CONCLUSION AND RECOMMENDATION72
CHAPTER V CONCLUSION AND RECOMMENDATION72 5.1 Conclusion
CHAPTER V CONCLUSION AND RECOMMENDATION72 5.1 Conclusion
CHAPTER V CONCLUSION AND RECOMMENDATION
CHAPTER V CONCLUSION AND RECOMMENDATION
CHAPTER V CONCLUSION AND RECOMMENDATION
CHAPTER V CONCLUSION AND RECOMMENDATION       72         5.1 Conclusion       72         5.2 Recommendation       Error! Bookmark not defined.         5.2.1 Generation Z Employee       74         5.2.2 Companies       74         5.2.3 Future Researcher       74         REFERENCES       76
CHAPTER V CONCLUSION AND RECOMMENDATION       72         5.1 Conclusion       72         5.2 Recommendation       Error! Bookmark not defined.         5.2.1 Generation Z Employee       74         5.2.2 Companies       74         5.2.3 Future Researcher       74         REFERENCES       76         APENDIX       83

## LIST OF TABLE

Table 2.1 Previous Research	.20
Table 3.1 Operational Definition	.27
Table 3.2 Likert Scale	.35
Table 3.3 The Measurement of Outer Model	.38
Table 3.4 R <sup>2</sup> Value Interpretation	.39
Table 4.1 Respondent's Remote Working Experience	.41
Table 4.2 Respondent's Generation	.41
Table 4.3 Descriptive Analysis Result	.42
Table 4.4 Outer Loading	.45
Table 4.5 AVE Result	.47
Table 4.6 VIF Result	.48
Table 4.7 HTMT Ratio	.50
Table 4.8 Consistency Reliability	.51
Table 4.9 Coefficient of Determinant R <sup>2</sup>	.53
Table 4.10 Path Coefficient of Total Direct Impact	.53
Table 4.11 Path Coefficient of Total Indirect Impact	.55
Table 4.12 Work Environment on Work Engagement	.57
Table 4.13 Workload on Work Engagement	.59
Table 4.14 Work Stress on Engagement	.60
Table 4.15 Work Environment on Performance	.61
Table 4.16 Workload on Performance	.62
Table 4.17 Work Stress on Performance	.63
Table 4.18 Work Engagement on Performance	.64
Table 4.18 Work Environment on Performance through Work         Engagement	.65
Table 4.20 Workload on Performance through Work Engagement	.66
Table 4.21 Work Stress on Performance through Work Engagement	.63

## LIST OF FIGURE

Figure 1.1 Workforce Composition Based on Generation	3
Figure 1.2 Generation Z Performance 2018 - 2021	4
Figure 1.3 Cause of Generation Z Performance Decrease	5
Figure 2.1 Theoretical Framework	23
Figure 3.1 Research Framework	25
Figure 4.1 Data Concluded from the Measurement Outer Model	52
Figure 4.2 Data Concluded from the Measurement Inner Model	57