The Role of Employee Welfare in Improving Work Productivity in Service Companies

Sabil¹, Lukman Hakim², Mohammad Amas Lahat³, Rosento⁴

¹ Universitas Bina Sarana Informatika and sabil.sbl@bsi.ac.id
² Universitas Bina Sarana Informatika and Lukman.lmh@bsi.ac.id
³ Universitas Bina Sarana Informatika and m.amas.mas@bsi.ac.id
⁴ Universitas Bina Sarana Informatika and rosento.rst@bsi.ac.id

ABSTRACT

This comprehensive bibliometric analysis explores the intricate relationship between employee welfare and work productivity in the context of service companies. Examining a diverse body of literature through systematic quantitative methods, the study identifies key themes, trends, and research gaps. The findings highlight the pivotal role of employee welfare, spanning healthcare benefits, workplace safety, and a supportive organizational culture, in shaping a positive work environment. The study underscores the direct impact of employee well-being on engagement, job satisfaction, and overall productivity. Practical implications encompass informed human resource practices, strategic interventions, and the optimization of work environments, offering actionable insights for practitioners and policymakers. Recognizing the strategic advantage in linking employee well-being to organizational success emerges as crucial for attracting and retaining top talent. Furthermore, the analysis points to less-explored research avenues, guiding scholars toward areas such as "work discipline," "business outcomes," and "profitability." In essence, this bibliometric study bridges academia and practice, advocating for a holistic and evidence-based approach to human resource management, positioning employee welfare as a strategic imperative for sustained success.

Keywords: Employee Welfare, Work Productivity, Service Companies, Bibliometric Analysis

1. INTRODUCTION

In the dynamic landscape of the modern corporate world, the relationship between employee welfare and work productivity has emerged as a critical area of focus, particularly within the context of service companies [1], [2]. As organizations strive to optimize their operational efficiency and enhance overall performance, understanding the intricate interplay between employee well-being and productivity becomes imperative [3], [4]. This article embarks on a comprehensive exploration, employing a bibliometric analysis to delve into the extensive body of literature that addresses the pivotal role of employee welfare in shaping work productivity within service-oriented industries.

The term "employee welfare" encompasses a broad spectrum of factors, ranging from healthcare benefits and workplace safety to professional development opportunities and a supportive organizational culture [5]. Recognizing that the workforce is the heartbeat of any service-oriented enterprise, the article aims to illuminate the multifaceted dimensions through which the well-being of employees influences their engagement, job satisfaction, and ultimately, their productivity levels [6].

The use of bibliometric analysis provides a systematic and quantitative approach to synthesizing the existing research landscape, offering insights into the key themes, trends, and gaps in the literature [7]–[9]. By drawing on a diverse array of scholarly contributions, this article endeavors to construct a nuanced understanding of the complex relationship between employee welfare initiatives and the resultant impact on work productivity in service companies.

Furthermore, the discussion will extend beyond the theoretical framework, exploring practical implications for organizations seeking to implement effective strategies that foster employee welfare and, consequently, enhance overall productivity. In an era where attracting and retaining top talent is a competitive advantage, acknowledging the intrinsic link between employee well-being and organizational success is paramount [10].

Through this bibliometric analysis, we aim to not only contribute to the academic discourse surrounding the nexus of employee welfare and work productivity but also provide actionable insights for business leaders, human resource professionals, and policymakers. As we navigate the contours of contemporary service industries, understanding the levers that influence employee welfare and, by extension, organizational productivity becomes not just a scholarly pursuit but a strategic imperative for sustained success in the evolving business landscape.

2. LITERATURE REVIEW

2.1 Important of Employee Welfare

Employee welfare is a critical aspect of organizational success, playing a pivotal role in fostering a positive work environment and enhancing overall productivity. One of the primary reasons for prioritizing employee welfare is its direct impact on morale and job satisfaction. When employees feel supported and valued, they are more likely to be engaged and committed to their work. This, in turn, leads to increased job performance and a higher level of dedication to achieving organizational goals [11]–[13].

Furthermore, a strong focus on employee welfare contributes to the development of a healthy work-life balance. Organizations that provide benefits such as flexible work hours, remote work options, and wellness programs demonstrate a commitment to their employees' well-being outside the office [14]. This not only improves the quality of life for employees but also helps prevent burnout and reduces stress levels [14]. A workforce that is well-rested and balanced is more likely to be innovative, creative, and resilient in the face of challenges [15].

2.2 Employee Welfare and Productivity

Employee welfare plays a crucial role in fostering a positive work environment and ensuring the well-being of workers. Organizations that prioritize employee welfare recognize the importance of providing a safe and healthy workplace [16]. This includes implementing measures to prevent workplace accidents, promoting ergonomic workspaces, and offering health and wellness programs [17], [18]. When employees feel secure and supported in their work environment, it contributes to their overall job satisfaction and engagement. By addressing physical and mental well-being, organizations can reduce absenteeism, enhance morale, and create a foundation for improved productivity [17], [18].

Productivity is a key metric for assessing the efficiency and effectiveness of an organization. Employee welfare has a direct impact on productivity, as content and satisfied employees are more likely to be productive [19]. When organizations invest in employee welfare programs, such as flexible work schedules, childcare support, and mental health initiatives, it can result in a workforce that is more motivated and focused on their tasks [20]. Additionally, offering competitive benefits and compensation packages can attract top talent, further boosting productivity by assembling a skilled and dedicated workforce.
Recognizing and rewarding employees for their contributions also plays a crucial role in fostering a positive work culture that encourages productivity [21].

Employee welfare and productivity are intertwined with the concept of employee engagement [22]. Engaged employees are more likely to be productive and contribute positively to the organization. Establishing open communication channels, providing opportunities for professional development, and recognizing individual achievements are essential elements of fostering employee engagement [23]. When employees feel valued and supported by their organization, they are more likely to be emotionally invested in their work, leading to increased productivity [24]. Creating a workplace culture that encourages collaboration, innovation, and continuous improvement further enhances the connection between employee welfare and productivity [23], [24].

3. RESEARCH METHOD

In our data collection process, we implemented stringent criteria to systematically identify relevant studies for our bibliometric analysis. Inclusion criteria encompassed papers published within the time frame of 2000 to 2023, focusing on the intersection of employee welfare, work productivity, and service companies. We considered peer-reviewed articles, conference papers, and book chapters to ensure a comprehensive exploration of the scholarly discourse. Conversely, exclusion criteria involved non-English language publications, studies not directly addressing the relationship between employee welfare and work productivity, and duplicates or articles lacking sufficient data for bibliometric analysis. For the systematic retrieval of relevant literature, a search strategy was devised, utilizing databases such as PubMed, Scopus, and Web of Science. The search terms comprised a combination of keywords, including "Employee welfare," "Work productivity," "Service companies," and "Bibliometric analysis." Searches were conducted from October 1, 2023 to November 19, 2023, and the results were imported into a reference management system for further screening. The screening process involved an initial evaluation of titles and abstracts, followed by a thorough examination of the full-texts of potentially relevant articles against the inclusion criteria. Throughout this process, we documented the rationale for excluding articles to maintain transparency. Subsequently, the selected articles underwent data extraction, wherein key bibliometric variables such as publication year, authorship, journal source, keywords, and citation counts were systematically recorded. To ensure consistency, the data extraction process followed a standardized protocol, combining automated tools with manual verification. This meticulous approach aimed to construct a robust dataset for our subsequent bibliometric analysis.
4. RESULTS AND DISCUSSION

The first analysis of bibliometrics is to analyze the classification of previous research related to the topic of globalization in finance. Utilizing the network visualization feature produces an image as in Figure 1 below. There are various colors, each of which represents a different group or cluster. Each cluster consists of one or more items. There are 7 clusters with each cluster consisting of more than 7 items. Specifically, we show the composition of the items in each cluster in Table 1.

Figure 1. Network Visualization

Table 1. Cluster Composition

<table>
<thead>
<tr>
<th>Cluster</th>
<th>Items (Occurrence)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Bank (16), company performance (18), costumer (15), effectiveness (18), employee job performance (12), employee motivation (17), employee retention (18), employee performance (185), hospitality industry (13), human resource management (12), job performance (118), organizational commitment (44), profitability (15), service quality (23), skill (13), training (34), work life balance (20)</td>
</tr>
<tr>
<td>2</td>
<td>Better job (13), challenge (14), employment (28), firm performance (26), innovation (19), labor productivity (15), labor welfare (10), work life (20), worker (10)</td>
</tr>
<tr>
<td>3</td>
<td>Health (11), high performance worker (28), hpws (11), organizational performance (44), safety (19), service industry (49), turn over (31)</td>
</tr>
<tr>
<td>4</td>
<td>Compensation (33), effort (21), employee performance (185), motivation (46), profit (15), work discipline (10), work engagement (15), work environment (21), work motivation (11), work performance (36), work productivity (24)</td>
</tr>
<tr>
<td>5</td>
<td>Concerns (17), employee wellness (16), employer (19), organizational support (13), service provider (36)</td>
</tr>
<tr>
<td>6</td>
<td>Covid (15), stress (35), wellbeing (116), worker wellbeing (10)</td>
</tr>
<tr>
<td>7</td>
<td>Business outcome (10), corporate social responsibility (24), employee satisfaction (30), engagement (86)</td>
</tr>
</tbody>
</table>
After qualifying previous research by finding that there are 7 research groups, the researchers will then analyze the research trends over the last 2 decades. It is interesting to find out what topics are still interesting to discuss because they have appeared recently and not many have discussed them. Referring to the existing timeline bar, darker colors indicate older occurrences and lighter colors indicate that the topic appeared more recently. Thus, topics such as work discipline and work motivation are still new in this field and show that these topics are still interesting to research compared to old topics such as labor welfare and labor productivity. We also identified the most significant studies in this area. Table 3 below shows the 10 studies with the highest number of citations.

<table>
<thead>
<tr>
<th>Citations</th>
<th>Authors and year</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>31623</td>
<td>RS Kaplan (1992)</td>
<td>The balanced scorecard measures that drive performance</td>
</tr>
<tr>
<td>15975</td>
<td>ME Porter, MR Kramer (2018)</td>
<td>Creating shared value: How to reinvent capitalism-And unleash a wave of innovation and growth</td>
</tr>
<tr>
<td>5072</td>
<td>WE Sasser, LA Schlesinger, JL Heskett (1977)</td>
<td>Service profit chain</td>
</tr>
<tr>
<td>4474</td>
<td>E Brynjolfsson (1993)</td>
<td>The productivity paradox of information technology</td>
</tr>
<tr>
<td>4000</td>
<td>M Salanova, S Agust, JM Peiro (2005)</td>
<td>Linking organizational resources and work engagement to employee performance and customer loyalty: the mediation of service climate</td>
</tr>
</tbody>
</table>
Next, analysis will be carried out to identify potential topics that can be used as material for future research. By utilizing the density visualization feature, the analysis results are as depicted in Figure 3 above. A bright light shows that the term is frequently used and is a general term. For example, the terms worker, employee performance, job performance, and engagement are terms that are already common and are not recommended to be used again because they are already saturated and do not give rise to gap research. Meanwhile, terms such as work discipline, work motivation, business outcomes and profitability are still dim, indicating that the gap is still wide and wide and has great potential for analysis in the future. As reinforcement, we also identified the terms that appeared most frequently as well as the terms that appeared least frequently. Table 4 below shows the specifics of these terms.

![Figure 3. Density Visualization](image)

<table>
<thead>
<tr>
<th>Most Occurrence</th>
<th>Fewest Occurrence</th>
</tr>
</thead>
<tbody>
<tr>
<td>Term</td>
<td>Occurrence</td>
</tr>
<tr>
<td>Employee performance</td>
<td>185</td>
</tr>
<tr>
<td>worker</td>
<td>183</td>
</tr>
<tr>
<td>Job performance</td>
<td>118</td>
</tr>
<tr>
<td>wellbeing</td>
<td>116</td>
</tr>
<tr>
<td>Engagement</td>
<td>86</td>
</tr>
</tbody>
</table>

The table reveals the frequency of terms in a workplace-related context. "Employee performance" is the most common term (185 occurrences), indicating a significant focus on
evaluating and enhancing employee contributions. "Worker" follows closely with 183 occurrences, suggesting a general emphasis on the workforce. Terms like "Job performance" and "wellbeing" also appear frequently (118 and 116 occurrences, respectively), indicating attention to both task effectiveness and overall employee welfare. On the other hand, terms like "Work discipline," "Business outcome," "Worker welfare," and "Human resource management practice" occur the least (each 10 occurrences), suggesting these aspects are less emphasized in the discussions or documents related to this context. In summary, the table highlights a predominant concern for employee-related matters, with less emphasis on certain specific aspects like work discipline or business outcomes.

**Comparison with Previous Study**

Bibliometric analysis in terms of employee welfare involves using quantitative and qualitative methods to analyze the body of literature on topics such as employee engagement, wellbeing, and disclosure. Several studies have utilized bibliometric methods to identify research trends, group relevant articles, and assess the extent of disclosure on occupational health and safety issues. For example, a study on employee engagement conducted a thorough analysis of 786 articles to map the research landscape during 2016–2022 [7]. Another study focused on employee well-being and innovativeness, using bibliometric methods to identify and group relevant articles, as well as to detect potential links between different research clusters [25]. Additionally, a bibliometric review assessed the extent to which companies disclose information on occupational health and safety issues [26].

**Implication**

This paper presents a comprehensive analysis of the scholarly landscape surrounding the nexus between employee welfare and work productivity within service companies. Through a meticulous bibliometric approach, the authors examine the existing body of literature to identify key themes, trends, and gaps in research pertaining to this crucial relationship. The implications derived from this study extend beyond mere academic discourse, offering valuable insights for practitioners and policymakers alike. By elucidating the empirical foundations and theoretical underpinnings of the interplay between employee welfare and work productivity, the paper equips service companies with evidence-based knowledge to enhance their human resource management practices. Additionally, the findings may inform the development of targeted strategies and interventions aimed at optimizing employee well-being, thereby fostering a more productive and sustainable work environment. In essence, this bibliometric study not only contributes to the scholarly conversation on employee welfare and productivity but also serves as a practical guide for organizations seeking to elevate their performance through enhanced employee well-being.

**CONCLUSION**

In conclusion, the comprehensive bibliometric analysis reveals the intricate dynamics between employee welfare and work productivity within service companies. The multifaceted nature of employee welfare, encompassing healthcare benefits, workplace safety, and a supportive organizational culture, emerges as pivotal in fostering a positive work environment. This study emphasizes the direct influence of employee well-being on engagement, job satisfaction, and productivity, underscoring the strategic imperative for organizations to invest in holistic welfare programs. The implications extend to informed human resource practices, strategic interventions, and the optimization of work environments, providing actionable insights for practitioners and policymakers. Recognizing the intrinsic link between employee well-being and organizational success becomes a strategic advantage for attracting and retaining top talent. Moreover, the identification of less-explored topics in the density visualization guides future research, offering scholars opportunities to contribute to the evolving discourse on employee welfare and productivity.
In essence, this bibliometric study not only enriches academic understanding but also serves as a practical guide, advocating for a holistic and evidence-based approach to human resource management that positions employee welfare as a strategic imperative for sustained success in the evolving business landscape.

REFERENCES


