



# Organizational Commitment of Racial Minorities in the IT/ICT and Financial Industries in Canada

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# Background

- Why the study of commitment of both White/Caucasian and Visible Minority employees is needed in the Canadian labour force.
  - □ Employer/Organizational Benefits
    - □ Turnover and Profitability (Morrison et al., 2007; Abbasi, 2000)
    - □ Career satisfaction
  - Labour Market Benefits
    - □ Ageing Population (Statistics Canada, 2008; Ramlo & Berlin, 2006)
    - □ Demographic Shifts (Statistics Canada, 2006; HRSDC, 2003)
  - Employee Benefits
    - □ Improved working environment
    - □ Career satisfaction







#### Literature Overview

- □ Factors impacting commitment:
  - □ Age (Ogba, 2008)
  - □ Race (Kirchmeyer, 1995)
  - □ Gender (Burke, 1991)
  - □ Tenure (Johnson & Chang, 2006)
  - □ Overall Satisfaction (Luchak, Pohler & Gellatly, 2008)
  - □ Income (Ogba, 2008)
- □ Limited studies on the commitment levels of Visible Minorities (Cox, 1991; Greenhaus et al., 1990) and even less examining the intersection of Visible Minority status and gender on commitment.
- Contribution
  - ☐ This study explores the intersection of Visible Minority status and gender on commitment.







# Hypotheses

- □ H1: Visible Minorities have higher organizational commitment than White Caucasians.
- □ H2: Women have lower organizational commitment than Men.
- □ H3: Visible Minority Women have the lowest levels of organizational commitment.
- □ H4: Subjective measures provide the greatest explanatory power for organizational commitment.



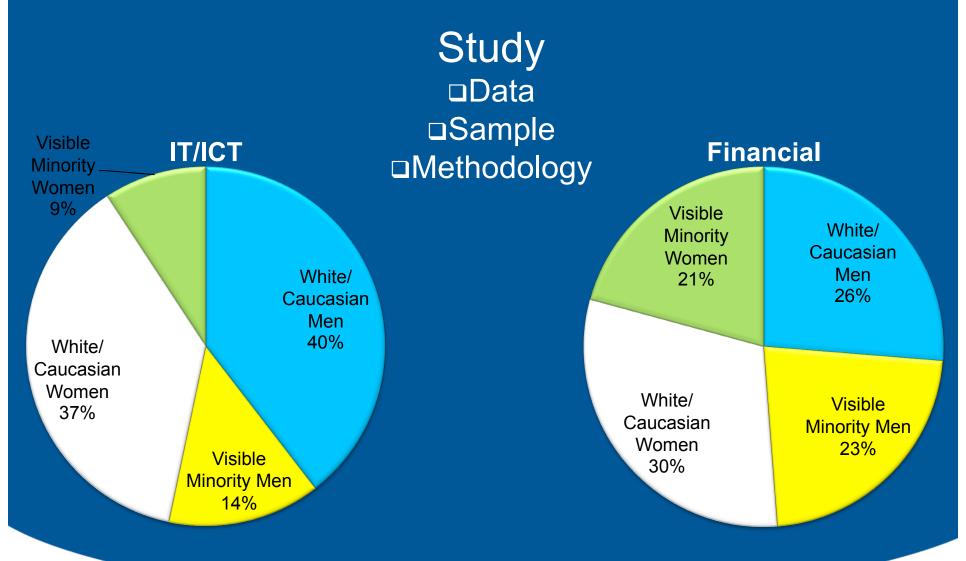
























| Commitment Variable  | White/<br>Caucasian<br>Male | White/<br>Caucasian<br>Female | Visible<br>Minority<br>Male | Visible<br>Minority<br>Female |  |
|--|-----------------------------|-------------------------------|-----------------------------|-------------------------------|--|
| I identify with my organization's core values.   | 91%                         | 93%                           | 90%                         | 91%                           |  |
| I am proud to tell others that I am part of this organization.   | 87%                         | 88%                           | 87%                         | 90%                           |  |
| I am willing to put in a great deal of effort beyond what is normally expected in order to help my organization be successful. | 91%                         | 94%                           | 93%                         | 94%                           |  |
| I intend to stay with my organization.   | 82%                         | 86%                           | 78%                         | 83%                           |  |
| I "talk up" my organization to my friends as a great place to work at.   | 69%                         | 74%                           | 71%                         | 74%                           |  |
| For me, this is the best of all possible organizations to work.  | 53%                         | 63%                           | 56%                         | 61%                           |  |
| I am glad that I chose this organization to work for over others I was considering at the time I joined.                       | 76%                         | 78%                           | 77%                         | 78%                           |  |
| Deciding to work for this organization was a mistake on my part. (reverse)   | 87%                         | 89%                           | 84%                         | 87%                           |  |
| Often, I find it difficult to agree with my organization's policies on important matters. (reverse)                            | 66%                         | 68%                           | 61%                         | 63%                           |  |
| I really care about the future success of my organization.   | 92%                         | 94%                           | 92%                         | 93%                           |  |
| Organizational Commitment Score  | 78%                         | 80%*                          | 79%*                        | 81%*                          |  |

- □ Percentages represent the agreement/strong agreement with the statement.
- Modified from Richard T. Mowday, Richard M. Steers and Lyman W. Porter, "The Measurement of Organizational Commitment".
   Journal of Vocational Behavior, vol. 14, no. 2 (April 1979): p. 224-227.







# Independent Variables

#### **Demographics**

- □Race
- □Gender
- □Age
- □Foreign Born

#### **Human Capital**

- □Education
- **□**Tenure
- □Foreign Credentials
- □Foreign Tenure

#### **Objective Measures**

- □Developmental Opportunities
- Received
- □Promotions Received
- □Rank in Organization
- □Salary

#### **Subjective Measures**

- □Career Satisfaction
- □Relationship with Manager
- □Fair Talent Identification Process
- □Underutilization of Training/
- Education (reverse)
- □Skills Utilization











### Correlations

| Variable                                  | Mean | s.d. | 1        | 2        | 3        | 4        | 5        |
|---|------|------|----------|----------|----------|----------|----------|
| 1. Commitment                             | 79.4 | 23.4 | (0.87)   |          |          |          |          |
| 2. Career Satisfaction                    | 66.0 | 17.7 | 0.437**  | (0.85)   |          |          |          |
| 3. Relationship with Manager              | 72.2 | 23.0 | 0.422**  | 0.504**  | (0.95)   |          |          |
| 4. Fair Talent Identification Process     | 65.0 | 22.3 | 0.541**  | 0.633**  | 0.601**  | (0.84)   |          |
| 5. Underutilization of Education/Training | 44.1 | 32.5 | -0.237** | -0.395** | -0.312** | -0.370** |          |
| 6. Skills Utilization                     | 76.4 | 24.3 | 0.350**  | 0.478**  | 0.382**  | 0.429**  | -0.390** |

<sup>\*\*.</sup> Correlation is significant at the 0.01 level (2-tailed) with Cronbach's alphas at the diagonals.







# Key Regression Findings

| Independent Variables                  | All Cases | White/ Caucasian |           | Visible Minority |           |
|--|-----------|------------------|-----------|------------------|-----------|
|  |           | Male             | Female    | Male             | Female    |
| Constant (Commitment)                  | 38.649*** | 32.576***        | 45.359*** | 42.028***        | 53.135*** |
| Relationship with Manager              | 0.097***  | 0.118***         | 0.092***  | 0.092***         | 0.060**   |
| Fair Talent Identification Process     | 0.294***  | 0.289***         | 0.301***  | 0.301***         | 0.300***  |
| Underutilization of Education/Training | 0.008     | 0.023*           | -0.006    | -0.006           | 0.005     |
| Skills Utilization                     | 0.068***  | 0.080***         | 0.062***  | 0.062***         | 0.055**   |
| Career Satisfaction                    | 0.080 *** | 0.101 ***        | 0.070 *** | 0.070 ***        | 0.060 **  |
| Adjusted R-Squared                     | 0.35      | 0.37             | 0.35      | 0.37             | 0.33      |
| Number of Cases                        | 9196      | 3196             | 3207      | 1577             | 1216      |

<sup>\*</sup> p < 0.05; \*\* p < 0.01; \*\*\* p < 0.001







#### Discussion

- H1: Visible Minorities have higher organizational commitment than White Caucasians.
  - Supported
- □ H2: Women have lower organizational commitment than Men.
  - □ Not Supported
- □ H3: Visible Minority Women have the lowest levels of organizational commitment.
  - □ Not Supported
- H4: Subjective measures provide the greatest explanatory power for organizational commitment.
  - Supported













#### Conclusion/Recommendations

- □ Application of Findings
- □ Further research
- □ Next Steps
- □ Questions, Comments, Suggestion and Answers















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