### THE INFLUENCE OF LEADERSHIP AND THE SYSTEM APPRECIATION OF WORK MOTIVATION AND PERFORMANCE

### UmmuHanik<sup>1</sup> Imam Suroso<sup>2</sup> MuhaiminDimyati<sup>3</sup>

Higher Education of Economic Mandala Email: stie-mi@stie-mandala.ac.id

### **ABSTRACT**

This research aims to know and analyze the influence of leadership and the award system to performance through work motivation. The subjectsof this research are the employees of Technical Implementation Unit for Services Revenue East Java province all ordinate of Probolinggo that consist of 77 people.

This research uses explanatory research. As the independent variable is leadership (X1) and award system (X2), the intervening variable work motivation (Y1), and the dependent variable is performance (Y2). Analyses of the data used are validity and reliability, the classic assumption test, the suitability of the model test and path analysis. The result shows that the leadership has a significant effect on work motivation, reward systems have a significant effect on work motivation, leadership does not significantly influence the performance, reward systems have a significant effect on performance, and work motivation has significant effect on performance.

The coefficient of determination (R2) for *path model* is 0.9841 or 98.41% in the form of a percentage. It means the diversity of data that can be explained in this study is 98.41%. The information contained in the data amounted to 98.41% can be explained by the *path model*. While the rest of 1.59% are explained by other variables which arenot examined in this study.

Keywords: leadership, reward systems, work motivation, performance

### INTRODUCTION

In an effort to provide quality public services and mobilize human potential as their resources to the optimum utilization, so it is required to maximize the factors that can encourage employee performance. Performance is a condition that must be known and confirmed to certain parties to know the level of achievement of results correlated withthe vision that has byan organization or company and know the

positive and negative impacts of an operational policy.Knowledge things related to productivity and performance also ways of improving their work performance should be mastered for the progress of the organization. According to Luthans (2005).according to behavioral approaches in management, performance is the quantity or quality of something produced or services that given by a person who does the job.

Leadership is the management's efforts to influence employees provide better working results and useful reviewed in quantity qualityin order to advance and expedite the achievement of the organization that has been set.A leader can be said to be successful if it is able to be a creator and driving force for employees to create an atmosphere and culture that can spur growth and development employee performance. Leaders must have the ability to provide a positive influence for employees to perform work as directed in order to achieve the set goals. According Wielligh (2006), leadership is the process of influencing others to understand and agree on about things that needs to be done and how to do it effectively, facilitating process the efforts of individuals and groups to achieve common goals.

In addition to leadership, reward systems are an important part of the design of any organization. The award system is very suitable to be applied in the system of the organization because it has a significant impact in increasing the performance motivation and employees in the organization. According to Mulyadi and Setiawan (2001), the reward system is one of the important control tool used by the company (not the purpose of personnel people) with behaviors in accordance with the behavior expected by the company (not the behavior preferred by personnel in private).

The ability of the leaders and their reward system becomes a powerful impetus in an organization to advance its human resources. Both of these factors can be used by organizations to raise the motivation of employees working inside and can improve the performance of this employee. According Wibowo (2012), motivation is the encouragement of a process of human behavior to goal achievement. While the elements contained within includes elements evoke motivation, drive, maintain, showing the intensity, continue and there are purposes.

According to Reni's research (2015), shows that the leadership have a significant effect on work motivation, while research Sinollah (2010), and shows that the leadership has no significant effect on work motivation, Danish and Usman research (2010), show that the reward system have a significant effect on work motivation, while research and NoermijatiFarid (2014), shows that the reward system has no significant effect on work motivation.

Ryan's research (2014), shows that the leadership and reward systems have a significant effect on performance, while research and NoermijatiFarid (2014), shows that the leadership and reward systems have no significant effect on performance. Kusuma's research (2012),showed that motivation significantly influence the performance, while Ida's and Angus's research (2008),showed motivation did not have a significant effect to performance.

This research was conducted at the Technical Implementation Unit,Revenue Service in East Java province Coordinator Probolinggo which covers an area of Probolinggo, Pasuruan, Lumajang and Situbondo. Technical Implementation Unit Revenue Service, East Java province is implementing elements of technical and operational areas that carry out some tasks in the Office of operational techniques of local revenue collection, public servant and administrative tasks.Performance Indicators Revenue Service of East Java province which refers to the goals and objectives of Medium Development Plan East Java province are performance indicators that directly indicates the performance achieved Revenue Service of East Java province in the next 5 years as a commitment to support the achievement of objectives and objectives of the Medium Term Development Plan East Iava Province.

Assessment of work motivation is very needed to measure the level of employee performance against the responsibilities given. Motivation is an important factor in contributing to employee performance to measure how big aemployees motivation for the job. There are some employees who less the motivation that will affect to the performance for the employee. Besides the leadership of the firm is also not enough to be able to increase the motivation and will have an impact on employee performance.On the other handfirm leader is also not enough to be able to increase the work motivation and will have an impact on employee performance. The award system that apply can be felt the impact for the employee. The award system is applied can be felt the impact on employees. The factors of leadership and reward systems are very closely related to motivation and performance employees Implementation ofTechnical Unit Services Revenue. Eastlava ProvinceCoordinator Probolinggo and more dominant than the other factors.

Based on the research gap and the phenomena above, this research took the title Analysis of Effect of Leadership and Respect for PerformanceSystemthroughWork for the Technical Motivation **Implementation** Unit Services of Revenue, EastJava ProvinceCoordinator Probolinggo.

### RESEARCH METHODS

This research was conducted on Technical Implementation Unit Services Revenue, EastJava ProvinceCoordinator Probolinggo. This study is limited to civil servants and carried out during the three months from July to September 2016.

The sampling technique used in this study is a sample census means that all members of the population used as a sample. So samples in this study were all employees at Technical Implementation Unit of Services Revenue, EastJava ProvinceCoordinator Probolinggoconsist of 77 people.

The variablesthat will be analyzed in this study classified into three types as follows:

- 1. Independent Variable: leadership (X1) and award system (X2)
- 2. Dependent variables: performance (Y2)
- 3. Intervening variables: employee motivation (Y1)
  Operational definitions of study variables as follows:

Indicators of leadership variable in this research is oriented on task andoriented on sub oriented. Indicators of the variable reward system that rewards should be appreciated by the recipient, the award must be large enough to be able to have an impact, the

award should be announced widely in order to have an impact on the recipients, the award should be understood by the recipient, the award should be given in a timely manner, the impact of the award must felt in the long term and award should be changed.

Indicators of work motivation is physiological needs, safety needs, social esteem needs needs. and selfactualization needs. Indicators of performance variables, the namely quality, quantity, duties and responsibilities.

The methods of collection data in this research is done by using questionnaires, interviews, and literature.

Data analysis methods include the validity and reliability, classical assumption (normality test, multico linearity and heteroscedasticity test), path analysis; test the suitability of the model and path calculation.

### **RESULTS ANALYSIS**

The results of the analysis are presented in the following table:

Table 1. The path coefficients direct influence

Tabel 1. Path coefficient direct influence

No	Variabel <i>Independent</i>	Variabel <i>Dependent</i>	Koefisien <i>Standardize</i>	P	Keterangan
1	Leadership	Work motivation	0.675	0.000	Significant
2	Award system	Work motivation	0.278	0.001	Significant
3	Leadership	Performance	0.034	0.705	notSignificant
4	Award system	Performance	0.703	0.000	Significant
5	Work motivation	Performance	0.248	0.009	Significant

Sources: Primary data processed in 2016

According to the table above, the model in the form of a path diagram the path coefficient test results are presented in Figure 1.

## Figure 1. Testing Results Path Analysis

Based on the test results the path coefficients presented in Table 1, the obtained results of hypothesis testing as follows:

H1 = Leadership significant effect on motivation (accepted).

H2 = System award significant effect on motivation (accepted).

H3 = Leadership significant effect on performance (rejected).

H4 = System awards a significant effect on performance (acceptable).

H5 = Motivation significant effect on performance (acceptable).

### INTERPRETATION

## 1. Leadership significant effect on work motivation

The test results showed that the leadership path coefficients significant effect on work motivation. The test results Showed that the leadership path coefficients significant effect on work motivation. Based on these test results, it

can be concluded that the first hypothesis leadership stating significantly influence employee motivation accepted. The facts show that when given the task, the leader of Technical Implementation Unit always discussed is the most important on the leadership Technical Implementation Unit of Services Revenue, East Java Province Coordinator Probolinggo.

The results of this study are consistent with the opinion of Hasibuan (2008). Moreover these results are also consistent with research conducted Farid and Noermijati (2014), and Reni (2015) showing that leadership and significant positive effect on work motivation. However, this study is not consistent with research Sinollah (2010) showing that leadership is not how the influence on work motivation.

# 2. The award system has a significant effect on work motivation

The test results show that the path coefficient reward system have a significant effect on work motivation. Based on these test results, it can be concluded that the second hypothesis which states the reward system have a significant effect on work motivation is received. The evidence suggests that the impact of the award can be felt in a long time employee is the cornerstone of the perceived reward system employee of Implementation Technical Unit Services Revenue, East Java Province Coordinator Probolinggo.

The results of this study are consistent with the opinion of Robbins (2001). In addition the results of this study are also in line with Danish research and Usman (2010), which

shows that the appreciation significant effect on work motivation. However, this study is not consistent with research conducted Farid and Noermijati (2014), which shows that the award had no significant effect on work motivation.

## 3. Leadership significant effect on performance

The results test show that the path coefficients leadership has no significant effect on performance. Based on these test results, it can be concluded that the third hypothesis which states a significant effect on the performance leadership rejected.

The results of this study are not in line with the opinion of Robbins (2007). In addition the results of this study also inconsistent with research by Ida and Agus (2008); Kusuma (2012); and Ryan (2014), which concluded that the leadership has a significant effect on performance. But this study is consistent with the research and NoermijatiFarid (2014), which shows that the leadership has no significant effect on work motivation.

Leadership does not significantly influence employee performance **Implementation** Technical Unit Services Revenue, East Java Province Coordinator Probolinggo. This is due to frequent turnover of leadership and also change the policies applied. So that the new change of leadership is not too felt by employees. Although leadership is always a change, but the duties of employees will remain and the increase is not significant.

## 4. The award system has significant effect on performance

The test results show that the path coefficient reward system have a significant effect on performance. Based on these test results, it can be concluded that the fourth hypothesis which states the reward system received a significant effect on performance. The evidence suggests that the impact of the award can be felt in a long time employee is the cornerstone of the perceived reward system to employee of Technical Implementation Unit of Services Revenue, East Iava Province Coordinator Probolinggo.

The results of this study are consistent with the opinion of Tohardi (2002). In addition the results of this also study are consistent denganpenelitian Ryan (2014), which states that the system rewards positive and significant effect on performance. However, this study is not consistent with research Royani, Junaiti and Mustiksari (2012), which states that the reward system is no connection with the performance, study and NoermijatiFarid (2014), which shows that the award does not significantly influence the performance

# 5. Work motivation significant effect on performance

Results of testing the path coefficients indicate that motivation significantly influence performance. Based on these test results, it can be concluded that the fifth hypothesis which states significantly influence the work motivation acceptable performance. The fact that the salary received in the field are in accordance with the needs of employees is the cornerstone of motivation felt Technical Implementation Unit of Services Revenue, East Java Province all coordinator Probolinggo.

The result of this study is consistent with the opinion of Istijanto (2010). Moreover this result is also consistent with research Kusuma (2012), Farid and Noermijati (2014) which showed that motivation significantly influence performance.But this study is not same with research Ida's and Agus' (2008), which showed that motivation did not significantly influence performance.

### CONCLUSION

Based on the results of data analysis and interpretation, it can be concluded that the leadership have a significant effect on work motivation, reward system have a significant effect on work motivation, there is no significant effect on performance of leadership,reward system have a significant effect on performance, and motivation have a significant effect on performance.

### IMPLICATION

This study refuses the theory that states, leadership has significantly influence performance, whilein the study of leadership has no significant effect on performance. In the final result of this research, in order to improve performance, the system of rewards and motivation should be improved.

### REFERENCES

Brahmasari Ida Ayu dan Suprayetno Agus. 2008. *Pengaruh Motivasi Kerja, Kepemimpinan dan Budaya Organisasi terhadap Kepuasan* 

- Kerja Karayawan serta Dampaknya pada Kinera Perusahaan (Studi kasus pada PT. Pei Hai International Wiratama Indonesia). Jurnal Manajemen dan Kewirausahaan, Vo. 10, No. 2, September 2008, 124-135.
- Danish, R.Q, dan Ali, Usman. 2010.

  Impact of Reward and Recognition on Job Satisfaction and Motivation: An Empirical Study from Pakistan.

  International Journal of Business and Management, Vol. 5, No. 2, February, 159-167.
- Dioemadi Rokhman Farid dan 2014. Moermijati. Pengaruh Pimpinan Karakteritik dan Penghargaan terhadap Motivasi Kerja dan Kinerja Karyawan (Studi pada PT Visi Karya Agritama). Iurnal **Aplikasi** Manajemen, Volume 12, Nomor 12, Juni 2014, 239-247.
- Hasibuan, Malayu S.P. 2008. *Manajemen Sumber Daya Manusia*. Jakarta: PT. Bumi Aksara.
- Istijanto. 2010. *Riset Sumber Daya Manusia.* Jakarta : PT Gramedia
  Pustaka Utama.
- Kusuma, Mahendra. 2012. Pengaruh
  Gaya Kepemimpinan Partisipatif,
  Kompensasi dan Motivasi
  terhadap Kinerja Karyawan di
  Sekolah Tinggi dan Politeknik
  Cahaya Surya Kediri. Jurnal Ilmu
  Manajemen, Revitalisasi, Vol. 1,
  No. 3, Desember 2012.
- Luthans, F. 2005. *Organizational Behavior*. New York: McGrawhill..
- Mulyadi dan Setyawan. 2001. Sistem Perencanaan dan Pengendalian

- *Management.* Edisi 2. Jakarta: Penerbit Salemba Empat.
- Reni. 2015. Pengaruh Kepemimpinan terhadap Motivasi Kerja Karyawan pada UD. Surya Phone di Samarinda. E-Journal Ilmu Administrasi Negara, 2015, 3 (4), 966-978.
- Robbins, Stephen. 2001. *Perilaku Organisasi*. Jakarta: PT. Prehallindo.
- \_\_\_\_\_. 2007. *Organizational Behaviour.* New Jersey: Prestice
  Hall International Inc.
- Royani, Sahar Junaiti dan Mustikasari.
  2012. Sistem Penghargaan
  terhadap Kinerja Perawat
  Melaksanakan Asuhan
  Keperawatan. Jurnal
  Keperawatan Indonesia, Vo. 15,
  No. 2, Juli 2012, 129-136.
- Sinollah. 2010. Pengaruh Gava Kepemimpinan Situasional terhadap Motivasi Kerja Karyawan CV. Duta Bangsa Pasuruan. Jurnal Otonomi, Vol. 10, No. 2, Nopember 2010, 135-145.
- Subhi Ryan Emil. 2014. Pengaruh Kepemimpinan Transformasional terhadap Kinerja Karyawan dengan Penghargaan sebagai Variabel Moderating. Jurnal Ilmu dan Riset Manajemen, Vo. 3, No. 2, 2014.
- Tohardi, Ahmad. 2002. *Pemahaman Praktis Manajemen Sumber Daya Manusia*. Cetakan I. Bandung: Penerbit CV. Mandar Maju Universitas Tanjung Pura.
- Wibowo. 2012. *Manajemen Kinerja.* Edisi Ketiga. Jakarta: PT RajaGrafindo Persada.

Wielligh, M H. 2006. Scientist's Leadership Style in a Scientific *Organization*. Pretoria: University of South Africa (UNISA).

### **BIOGRAPHY**

Ummu Hanik was born in Lumajang (East Java) ummu on July 29th 1966. The child of Muhammad Anshori and ZainLutfiyah and my beloved husband named Sugito. I started my education at the basic level at the MI Nurul Islam and graduated in 1980. I proceed to the next level, namely at SMPN Tempeh and graduated in 1986. Then followed the next level at SMAN 2 Lumajang and graduated in 1986.

I started a career in Technical Implementation Unit East Java Provincial Revenue Office in 1987 and at the same time continuing education S1 at STIH SudirmanLumajang and graduated in 1993 majoring in legal studies. Then proceeded to thenext level S2 at Economy Instituteof Mandala Jember