

Digital Management

Smart Sustainability

Slide deck 4: Sustainability and CRM (I) 2021

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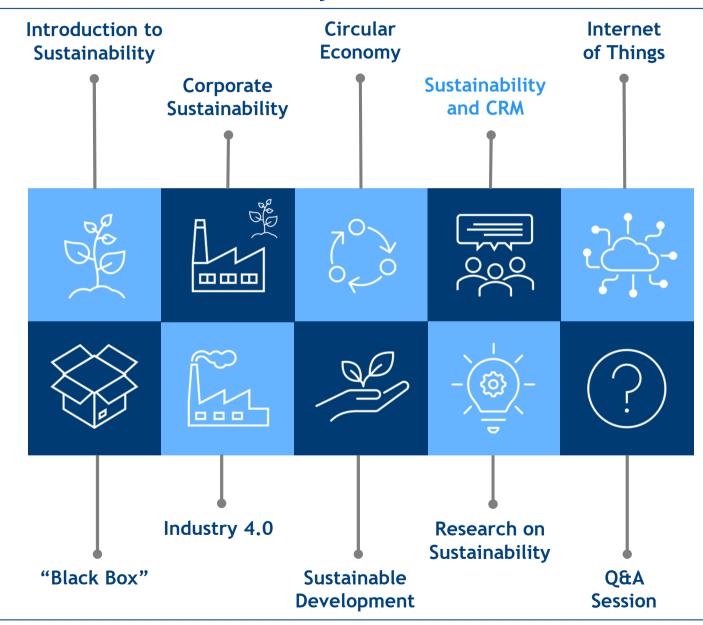






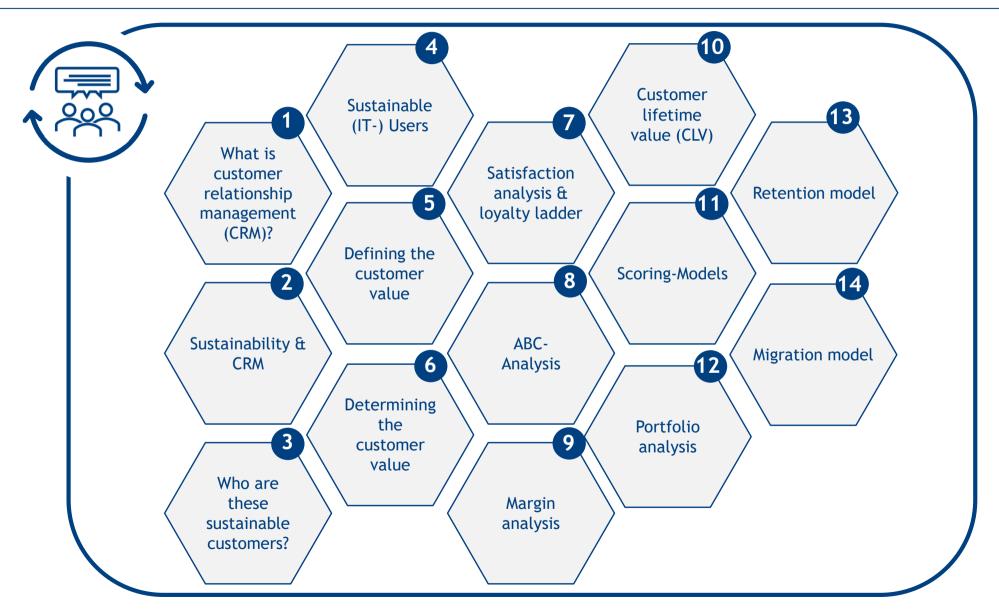


Overview Smart Sustainability





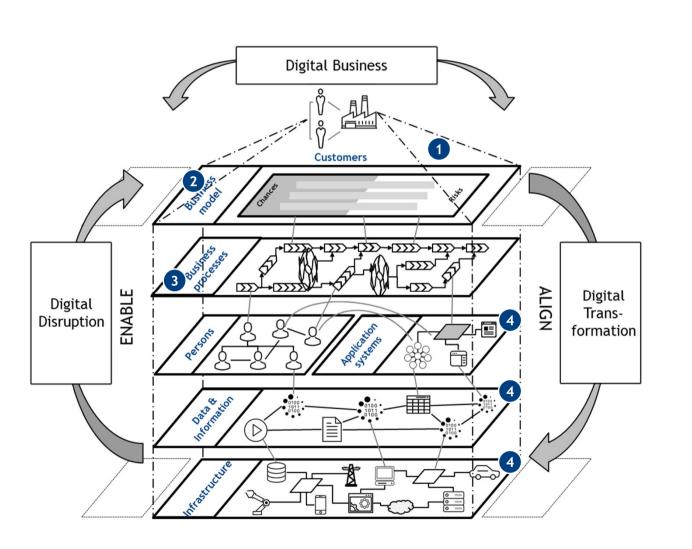




What is customer relationship management (CRM)?

Customer Relationship Management (CRM) and how it unfolds in the layered model of organization





Definition

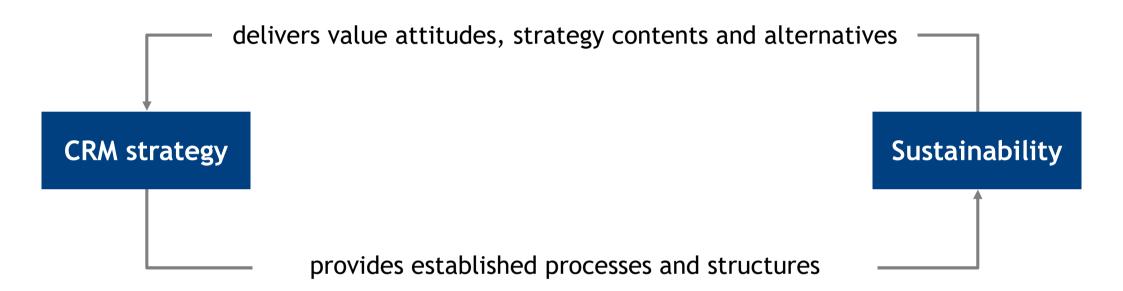
- 1 CRM is a customer-oriented corporate strategy
- which tries to establish and consolidate long-term profitable customer relationships
- through coordinated and individual marketing, sales and service concepts
- with the help of modern information technology (IT).

Gimpel and Röglinger (2017), Leußer et al. (2011)

Sustainability & CRM

Sustainability oriented CRM





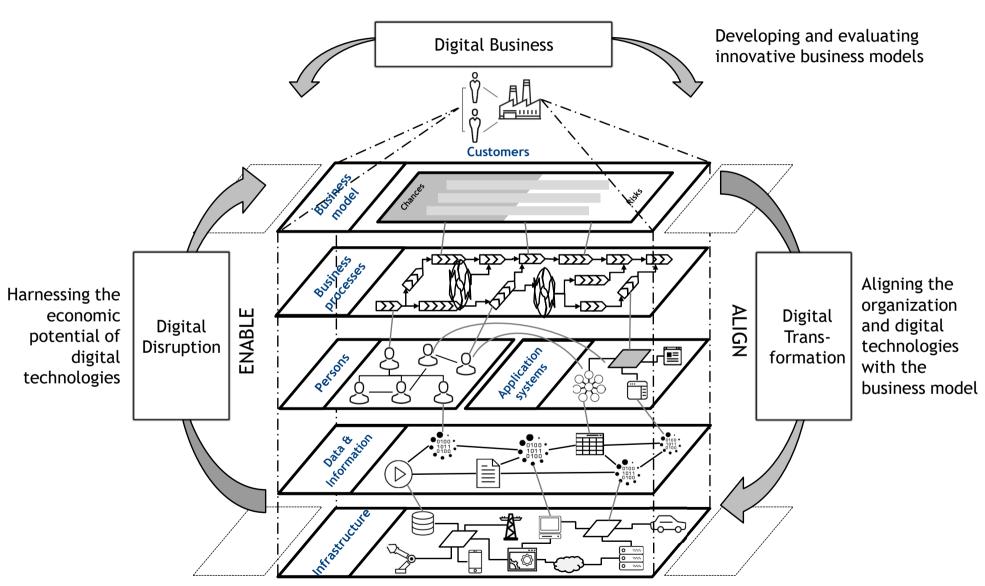
Definition

Sustainability oriented CRM is a customer-oriented corporate strategy which uses modern information and communication technologies, taking into account ecological, economic and social goals, to ensure the establishment and maintenance of long-term profitable customer relationships through coordinated marketing, sales and service concepts.

Ruhwinkel (2013)



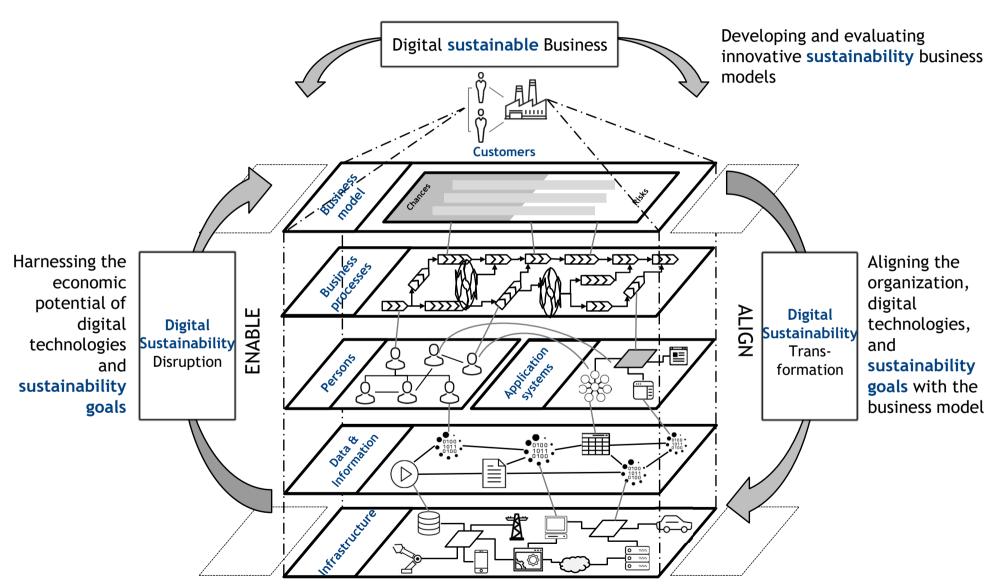
A layered model of an organization



Gimpel and Röglinger (2017)



A layered model of a sustainable organization



Gimpel and Röglinger (2017)

Who are these sustainable customers?

Changing consumer behavior





- **((** — Green consumer

A green consumer is a consumer whose purchasing behavior is also influenced by environmental and social factors.

Shrum et al. (1995)

66 ← Green consumption

Green consumption considers purchasing decisions made on also the basis of ecological and social criteria.

Peattie (1995)

))

Image: Clker-Free-Vector-Images on pixabay.com

LOHAS





▲ ■ LOHAS (Lifestyles of Health and Sustainability)

LOHAS refers to a market segment that endorses and promotes a variety of products, services and corporate activities that are environmentally conscious, socially responsible and sustainable for people and the planet

Lowitt et al. (2009)

LOHAS core values

Authenticity Honesty **Naturalness**

Responsibility **Engagement Activism**

Holistic approach

Harmony

Autonomy

LOHAS goals

Fair society

Truth, reality Justice

Healthy environment

Shaping

Participation

Community

Body, mind and soul in harmony

Self-knowledge

Self-realization

Personal development

LOHAS properties

Critical

Scrutinizing Questioning

Authentic

Actively engaged

Social

Curious

Idealistic

Holistic

Ecological

Confident

Creative

Ambitious

Harmonious Multi-optional

based on Glöckner et al. (2010)

In addition to LOHAS, further sustainability movements and generations are forming





Fridays for Future 25.01.2018 Berlin by fridaysforfuture CC BY 2.0

Sustainable (IT-) Users

Research Question





What factors influence individuals to behave in an environmentally sustainable manner across the different life cycle stages of information technology (IT)?

Baumbach et al. (2018)

Life Cycle of IT



Manufacturing / Buy of IT

Use of IT

Disposal of IT



A consumer's attention to the production of IT, which can be considered within the IT purchase process.

The stage captures an individual's behavioral intention to buy sustainably manufactured IT.



Concerns an individual's behavioral intention to use IT with the aim of increasing sustainability.

An increased sustainability can either be due to adjusting energy-saving settings of IT or to buying "Green-IT".



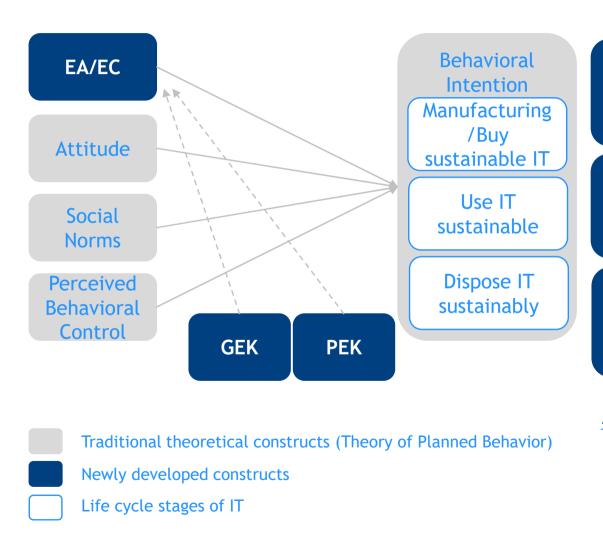
Focuses on the way IT is disposed.

Intention is described as the behavioral intention to dispose IT sustainably.

Baumbach et al. (2018)

Where in this lifecycle does sustainability play a role from a customer's perspective?





EA/EC

ENVIRONMENTAL AWARENESS / ENVIRONMENTAL CONCERN: Concern about the environment.

When I think of the consequences of IT on the climate, I am very worried.

General EK

GENERAL ENVIRONMENTAL KNOWLEDGE: Common understanding of environmental related issues.

Fossil fuels produce carbon dioxide in the atmosphere when burned.

Personal EK

PERSONAL ENVIRONMENTAL KNOWLEDGE

Specific personal environmental knowledge and understanding

I know the meaning of the labels affixed on the sustainable technologies (e.g., energy-efficient devices).

Analysis

- · Development of questionnaire
- Conduction of Online Survey >300 participants
- Application of Structural Equation Modeling

Ajzen (1985); Ajzen and Fishbein (1980); Baumbach et al. (2018)

Results and Implications



Results

"Environmental
Factors are positively
related to the
intention of
environmentally
sustainable behavior
across the life cycle
of IT"

Managerial Implications

Managerial Implications

- Individuals prefer to buy IT which is sustainably produced → sustainable manufacturing and marketing campaigns
- Individual's use IT to behave sustainable → IT
 may be designed to offer sustainability
 attributes during usage (e.g., improving
 carbon footprint)
- Individuals pay attention to the disposal of IT
 → IT should be designed to offer simple and sustainable way of recycling

Baumbach et al. (2018)



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