

SUS15

The Effect of Sustainability Practices on Operational Slacks

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Abstract

Nowadays, many firms have adopted diverse sustainability practices as part of their commitment to social responsibility and adaptation to the modern business and economic environment. This study utilizes reporting data derived from Global Reporting Initiatives (GRI) guidelines to undertake an in-depth examination of its impact on the firm's operational efficiencies. Specifically, we aim to provide insights into the effect of sustainability practices on firms' capacity slack, inventory slack, and supply chain slack. Our empirical analysis has revealed mixed results, indicating that sustainability practices play distinct roles in various forms of operational slacks and efficiency.

Conference Track

Sustainability Issues in Decision Making