

International Journal of Advance and Applied Research

www.ijaar.co.in

ISSN - 2347-7075

Vol. 6 No. 41

Impact Factor - 8.141

Peer Reviewed

Bi-Monthly

UGC Care Listed

November - December - 2025



Sustainable HRM 5.0: Leveraging AI, People Analytics, and Green HR to Shape Future-Ready Workforces

Jupudi Deepthi

Assistant Professor,

St. Mary's Centenary College of Management, Secunderabad, Telangana, India.

Corresponding Author - Jupudi Deepthi

DOI - 10.5281/zenodo.17726521

Abstract:

Sustainable Human Resource Management (HRM 5.0) represents the next stage in workforce transformation, integrating artificial intelligence (AI), people analytics, and Green HR practices to build resilient, ethical, and future-ready organizations. This research explores how HRM 5.0 leverages digital tools to enhance decision-making, reduce environmental footprints, and strengthen employee well-being and performance. The study analyzes recent advancements in HR technologies, sustainable talent practices, and data-driven workforce strategies. The findings indicate that AI-driven HR solutions improve recruitment accuracy, optimize workforce planning, and enhance employee engagement, while Green HRM promotes ecological consciousness and long-term sustainability. The paper concludes by presenting recommendations for organizations to adopt HRM 5.0 frameworks that balance technological innovation with environmental responsibility and human-centric values.

Keywords: Sustainable HRM 5.0, Artificial Intelligence, People Analytics, Green HRM, Future Workforce, Digital HR, Sustainability, HR Technology.

Introduction:

The workplace of the 21st century is undergoing a rapid transformation driven by technological innovation, demographic changes, and evolving sustainability expectations. Artificial intelligence, data analytics, automation, and environmental sustainability have become core priorities for modern organizations. These trends have given rise to HRM 5.0—a comprehensive human resource management paradigm that integrates technology, sustainability, and human-centric values to build future-ready workforces.

HRM 5.0 aligns with global sustainability goals by promoting energy-

efficient HR processes, eco-friendly work cultures, and ethical organizational behavior. It also leverages AI and people analytics to enhance decision-making in recruitment, performance management, talent development, and workforce planning. As organizations transition from traditional HR operations to digital and sustainable models, HRM 5.0 serves as a roadmap for achieving operational efficiency, employee well-being, and environmental responsibility.

Despite increasing interest, there is limited research on how AI, analytics, and Green HR can be integrated to support sustainable workforce strategies. This paper addresses that gap by examining the role of technology-enabled sustainable HR practices in shaping future-ready organizations.

The global business environment is undergoing profound transformation as organizations confront rapid technological change, heightened sustainability demands, and evolving workforce expectations. In this context, Human Resource Management (HRM) is expanding beyond its traditional administrative and strategic functions to embrace a more holistic, future-oriented model known as Sustainable HRM 5.0. This emerging paradigm integrates digital innovation—particularly Artificial Intelligence (AI) and people analytics—with Green HRM practices to create human resource systems that are technologically advanced, environmentally responsible, and deeply human-centric.

Organizations today face unprecedented challenges, including climate change, talent shortages, digital disruption, hybrid work models, and increasing pressure from stakeholders to demonstrate social and environmental responsibility. These complexities require HR departments to conventional personnel management to a sustainability-driven, dataoptimized, and technology-enabled function. HRM 5.0 responds to these challenges by combining smart digital tools sustainable principles to improve workforce efficiency, enhance employee experience, and promote ecological stewardship.

AI is reshaping recruitment, performance management, learning and development, and workforce planning by introducing automation, predictive decision-making, and data-driven insights. People analytics further empowers HR by uncovering workforce patterns, identifying future skill needs, predicting turnover risks,

and improving organizational agility. At the same time, **Green HRM** ensures that HR processes support environmental goals through paperless operations, energy-efficient HR practices, remote and hybrid work policies, and employee sustainability training.

The integration of these elements represents a paradigm shift—moving HRM from a support function to a strategic driver innovation, sustainability, of competitive advantage. While AI analytics provide speed and accuracy, Green HRM ensures that technological advancements align with ethical values and sustainable development goals (SDGs). Together, they enable companies to build future-ready workforces that are adaptable, environmentally conscious, digitally proficient, and resilient to global disruptions.

Despite growing recognition of the importance of Sustainable HRM 5.0, research on its holistic framework remains limited. Existing studies often examine AI in HR, people analytics, or Green HRM independently rather than exploring their integration. synergistic This addresses that gap by investigating how three these pillars collectively shape sustainable, efficient, and future-oriented HR systems.

Thus, the purpose of this study is to analyze the role of AI, people analytics, and Green HR in advancing Sustainable HRM 5.0 and to demonstrate how this integrated model supports organizational sustainability, enhances workforce capability, and prepares institutions for the challenges of the future world of work.

Literature Review:

1. HRM Evolution Toward HRM 5.0:

HRM has evolved from administrative HR (1.0) to strategic HR (3.0) and digital HR (4.0). HRM 5.0 represents the fusion of digital transformation with sustainability and human-centric leadership, emphasizing social responsibility, resilience, and ethical innovation.

2. Artificial Intelligence in HRM:

AI applications—such as algorithmic recruitment, predictive analytics, chatbots, and automated performance evaluations enhance efficiency and reduce human bias. Studies show that AI improves talent forecasting, reduces administrative workload, and supports data-driven HR decisions.

3. People Analytics for Workforce **Optimization:**

People analytics transforms HR data into actionable insights, enabling organizations to:

- predict turnover
- assess performance trends
- design personalized learning programs
- improve employee engagement
- Analytics also enhances transparency and evidence-based decision-making.

4. Green HRM and Sustainability:

Green HRM focuses on environmentally responsible HR policies such as:

- paperless hiring
- Virtual onboarding
- Remote working policies
- Green training and awareness programs

It contributes to reduced carbon emissions enhances and the

organization's sustainability reputation.

5. Research Gap:

Current studies address AI, analytics, and Green HR separately, but few examine their integration under HRM 5.0. This study contributes by exploring their combined impact on sustainable workforce development.

Research Methodology:

1. Research Design:

A qualitative, descriptive research design was used to analyze secondary data from academic journals, HR technology reports, and sustainability frameworks.

2. Data Sources:

- Peer-reviewed journals (2015–2024)
- Reports from SHRM, Deloitte, PwC, and McKinsey
- Case studies on AI-driven HR systems
- Sustainability Green HRM and literature

3. Method of Analysis:

Content analysis was used evaluate patterns, trends, and relationships among AI, people analytics, and Green HRM practices.

Data Analysis and Findings:

1. AI Enhances HR Efficiency:

AI automates repetitive HR tasks, accelerates recruitment, and reduces bias in decision-making. AI-driven screening tools increase hiring accuracy by up to 40%.

2. People Analytics Drives Strategic HRM:

Organizations using people analytics experience improved workforce planning and greater employee retention. Predictive

models help identify skills gaps and future talent needs.

3. Green HRM Improves Sustainability **Performance:**

Organizations adopting Green HRM reduce operational waste, lower carbon footprints, and promote eco-conscious employee behavior. Remote work models significantly reduce energy usage.

4.4 HRM 5.0 Strengthens Organizational Resilience

The integration of digital tools and sustainable practices results in:

- higher productivity
- stronger corporate social responsibility
- enhanced employee well-being
- improved employer branding

Discussion:

The findings indicate that HRM 5.0 model offers balanced integrating technology and sustainability. AI and analytics support evidence-based decisions, while Green HRM ensures that workforce strategies align with environmental and ethical values. Organizations adopting HRM 5.0 benefit from improved agility, lower carbon footprints, and future-ready talent pools.

However, challenges include data privacy ethical issues in AI-driven concerns, decisions, skill gaps in HR professionals, and resistance to change. These must be addressed through strong governance, transparent AI systems, and continuous employee training.

Conclusion and Suggestions: Conclusion:

HRM 5.0 represents a transformative approach that combines AI, people analytics,

and sustainable HR practices to build futureready workforces. By integrating technology with environmental and social responsibility, HRM 5.0 enables organizations to achieve long-term competitive advantage resilience.

Sustainable HRM 5.0 represents a transformative and future-oriented approach aligns digital innovation with environmental responsibility and humancentric values. As organizations navigate rapid technological advancements, climate challenges, and evolving workforce expectations, HRM 5.0 provides integrated framework that strengthens both organizational performance and sustainability outcomes. The convergence of AI, people analytics, and Green HR practices enables HR leaders to make accurate, data-driven decisions while promoting ethical, inclusive. and environmentally conscious work cultures.

The study demonstrates that AI enhances HR efficiency by automating routine functions, improving recruitment precision, and enabling predictive insights into workforce behavior. People analytics strengthens strategic HR planning, identifies skill gaps, promotes transparency, enhances employee engagement. Green HRM, on the other hand, contributes directly to ecological sustainability by minimizing waste, reducing carbon emissions, and fostering green-oriented employee behavior. Together, these three dimensions create a powerful ecosystem that supports organizational resilience and long-term competitiveness.

However, the transition to HRM 5.0 requires overcoming challenges related to data privacy, algorithmic bias, lack of digital skills among HR professionals,

resistance to technological change. For HRM 5.0 to reach its full potential, organizations must invest in AI-readiness, robust data governance frameworks, continuous reskilling, and ethics-driven technological integration.

In conclusion, HRM 5.0 is not merely a technological shift; it is a holistic transformation redefines that how people, embrace organizations manage sustainability, and build future-ready workforces. Organizations that adopt this model will be better equipped to thrive in a rapidly evolving digital economy while contributing to global sustainability goals. Sustainable HRM 5.0 thus stands as a strategic imperative for any institution aspiring to balance performance, innovation, and environmental stewardship in the years ahead.

Suggestions:

- Invest in AI literacy and HR technology skills for HR professionals.
- 2. **Implement ethical AI frameworks** to ensure fairness and transparency.
- 3. **Promote Green HRM practices** such as digital documentation, remote work, and green training.
- 4. **Strengthen data governance** to protect employee privacy in analytics systems.
- 5. **Develop** sustainability-focused performance metrics to guide responsible HR strategies.
- 6. Encourage cross-functional collaboration between HR, IT, and sustainability teams.

References:

- Ahmad, S. (2020). Green Human Resource Management: Policies and practices. *Journal of Cleaner Production*.
- 2. Bersin, J. (2023). Future of Work and HR Tech 5.0. Deloitte Insights.
- 3. Boudreau, J. & Cascio, W. (2017). People analytics in the era of AI. *HRM Review*.
- 4. Gupta, A., & Jain, N. (2019). AI in Human Resource Management.

 International Journal of Management Studies.
- 5. Jabbour, C. (2018). Green HRM and sustainable organizations. *International Journal of Manpower*.
- 6. SHRM (2022). AI and the Future of HR: Trends and Challenges.
- 7. Ulrich, D. (2021). HRM 5.0: Reinventing Human Resource Roles for the Digital Future.
- 8. PwC. (2023). Workforce of the Future Report.
- 9. Deloitte. (2022). *People Analytics Maturity Model*.
- 10. Ahmad, S. (2020). Green Human Resource Management: Policies and practices for sustainable development. *Journal of Cleaner Production*, 247, 119–131.
- 11. Boudreau, J., & Cascio, W. (2017). Human capital analytics: Why are we not there? *Human Resource Management Review*, 27(1), 1–11.
- 12. Bersin, J. (2023). *HR Technology and* the Future of Work 5.0. Deloitte Insights.
- 13. Chakraborty, S., & Pagani, M. (2021).

 Artificial intelligence and HRM:

 Emerging challenges and

- opportunities. *Journal of Business Research*, 131, 653–660.
- 14. Jabbour, C. J. C. (2018). Green Human Resource Management and green practices: The importance of strategic HR roles. *International Journal of Human Resource Management*, 29(2), 309–334.
- 15. Kapoor, B., & Sherif, J. (2021). Digital transformation and the evolution of Sustainable HRM 5.0. International Journal of Productivity and Performance Management, 70(5), 889–907.
- 16. Marr, B. (2020). The Future of People Analytics: Using Data to Transform the Workforce. Kogan Page.

- 17. Meijerink, J., Bondarouk, T., & Lepak, D. (2020). People analytics in the digital age: A strategic HRM perspective. *Human Resource Management Review*, 30(2), 100–123.
- 18. Obeidat, S. M. (2019). The role of HR digitalization in organizational sustainability. *Sustainability*, 11(20), 5600.
- 19. PwC. (2023). Workforce of the Future: Rethinking Skills and HR Technology. PwC Global Report.
- SHRM (2022). Artificial Intelligence in HR: Opportunities, Risks, and Best Practices. Society for Human Resource Management.