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MEASURE OF SERVICE QUALITY (A CASE STUDY: OTTOMAN RESTAURANT, KYRENIA)

**GRADUATION PROJECT (MAN 400)** 

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**ABSTRACT** 

This is an applied research project measuring the quality service provision at Ottoman

restaurant in Kyrenia, Northern Cyprus using SERVQUAL as the measuring instrument.

Courses of action to the managers/owners of the restaurant were made toward a quality

provision in services designed to match customers' needs ahead of competition and thus

increasing the likelihood of survival in the longer term.

KEYWORDS: Quality Service Provision, Servqual, Small Restaurants.

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#### SECTION I

#### **TERMS OF REFERENCE**

#### 1.1 Introduction

This section introduces the topic area, the problem situation, the problem statement and the objectives set for this project.

## 1.2 Statement of Topic

The scale and importance of the hospitality industry is not difficult to see. All anyone has to do is think of the number of times in any week that they need rest outside their homes. If you add to that days away on business or pleasure and annual vacations, weekend breaks or visits to friends and relatives then the number of occasions when hospitality services are required grows highly. However, despite the size of the industry that serves these needs and glowing numbers of courses, books, journals and conferences with hospitality in their title, there is still no agreement on the scope and coverage of the industry as a whole.

The hospitality industry deals mostly with customers' implied needs. The customer is unlikely to state the implied needs, where through catering field some of these needs may be built into the contract with the client. These needs then become a series of expectations in the customer's mind; expectations about the type of food they would like, how they would like to be greeted how much they are prepared to pay and so on. If these expectations are met or exceeded then the customer will be satisfied and will have had a 'quality' experience. If, however, these unwritten expectations are not met then quality will

not have been provided for that customer and their needs will be left unsatisfied. These gaps between customer expectations and service provision have been well explored by Parasuraman, Zeithaml and Berry, (1985).

The full range of features and characteristics that go to make up any hospitality experience is extremely wide and will vary from customer to customer. Making sense of these complex expectations is difficult but the framework provided in figure 1.1 gives some guidance as to how they can be broken down. The matrix shows that the hospitality product consists of a combination of both tangible and intangible elements, relating to the physical characteristics of the provision (the product) and the interpersonal contact that occurs during the service.

Figure 1.1 The quality characteristics matrix

Characteristics of the experience	Tangible	Intangible	
experience			
	The food and beverage products.	Atmosphere	
Product	Facilitating goods: china, glass, cutlery.	Aesthetics	
Troduct	Information: menu	Feelings	
	Process : eg. Aftpos * terminal.	Comfort	
	Actions	Warmth	
	Process	Friendliness	
Service	Speed	Care	
	Script	Services	
	Corrective action		

<sup>\*</sup>electronic funds transfer at point of service

# 1.3 Problem situation

Quality problems in small a restaurant will lead to customer dissatisfaction and have an adverse effect on profits in the long run. This is also true in the face of the growing number of small restaurants in Northern Cyprus engaged in a fierce competition with each other. Small restaurant owners no longer can rely on price competition but on the variety and the quality of services provided as sought by the increasingly sophisticated customers. Northern Cyprus is going through a phase where visitors to the island not only come from Turkey but also from European tourists and an increasing population of the European settlers around the coastal towns.

There is a need for the small restaurant owners in Northern Cyprus to identify the needs of their targeted segments and the gap between the service that they provide and the identified needs of their customers. As the long-term survival of their business organizations will depend on continuous quality management for customer satisfaction in advance of competition.

# 1.4 Statement of the problem

This project is offering a study on quality management within the hospitality industry and specifically in small restaurants. It will be an applied research to measure the current quality service provision at a selected case of a small restaurant in Kyrenia, Northern Cyprus in relation to the expectations of its targeted group of customers. The project aims to recommend courses of action to the manager/owners of the selected small restaurant toward a quality provision in services designed to match customers' needs ahead of competition and thus increasing the likelihood for survival and profits in the longer term.

# 1.5 Objectives of the project

The following are the objectives formulated for the study:

- 1.5.1 To understand the concept of quality within a context of a hospitality service provision.
- 1.5.2 To understand customers' expectations from a small restaurant as related to the case organization to be selected.
- 1.5.3 To measure the gap between the current services provided by the selected restaurant organization and the expectations of its targeted group of customers.
- 1.5.4 To offer recommendations to the manager/owner of the selected restaurant organization to breach the gap between the current services provided and the expectations of its targeted group of customers.

#### 1.6 Conclusion

This section depicted the topic area, the problem situation, the problem statement, and the objectives of this project. The next section covers a brief literature review on total quality management, customers' satisfaction and hospitality industry.

#### **SECTION II**

#### HOSPITALITY INDUSTRY AND TOTAL QUALITY MANAGEMENT

(TQM)

#### A BRIEF LITERATURE REVIEW

#### 2.1 Introduction

This section is a brief review of the literature on hospitality industry and Total Quality Management (TQM) and customer satisfaction with an aim to identify and define the variables involved in quality service provision.

#### 2.2 Hospitality industry and TQM

Total Quality Management (TQM) can be defined as a satisfaction of social shareholders via implementing effective planning, programs, policies, and strategies, as well as using human and other assets efficiently and continually within an organization. This approach will continue to be one of the hot topics among practitioners, academics, and professionals in the new millennium.

According to the literature, only a few studies have been developed on TQM readiness assessment criteria in small- and medium-sized firms. Scholars and others have a common understanding that the more clearly the TQM readiness factors are assessed, the healthier a transition can be achieved to the TQM process. The TQM literature states, Organizations, which are ready for change in climate, have more opportunity to achieve a successful implementation in a shorter period of time (Weeks, Helms, and Ettkin 1995).

A common point endorsed in the literature is that there must be a readiness survey before designing, developing, and implementing a TQM program. (Yavas 1995; Lakhe and

Mohanty 1994; Endowsman and Savage 1991; Derrick, Desai and Obrein 1989). This may help to determine TQM factors within an organization and to identify potential problems that may create resistance to TQM and will help to develop a database for future comparisons.

Walker and Salameth (1990) have stated that only a small percentage of restaurants and hotels have heard the siren call of TQM implementations even in the U.S. It is interesting to note that after 10 years, the literature regarding hotels/restaurants is still sparse. Although some viable hotels in limited geographical areas have reported that their TQM performance resulted in profit increased, employee satisfaction, and better usage of economic resources, only a few case studies have been published. As Bloomquist and Breiter (1998) indicate, "While those case studies are important in elaboration on the theme of quality management, there remain no reliable statistical data on (hotel/restaurant) industry-wide performance credited to quality management." (Bloomquist and Breiter 1998; Camison et al. 1996; Golden 1993).

The hospitality industry deals for the most part with customers' implied needs. The customer is unlikely to state them explicitly. These needs become a series of expectations in the customers' mind — expectations about the type of food they would like, how they would like to be greeted, how much they are prepared to pay and so on. If these expectations are met or exceeded then the customer will be satisfied and will have had a 'quality' experience. If, however, these unwritten expectations are not met then quality will not have been provided for that customer and their needs will be left unsatisfied. These gaps between customer expectations and service provision have been well explored by Parasuraman, Zeithaml and Berry, (1985).

In 1995-88, Parasuraman, Zeithaml and Berry, reduced the service quality elements to five general dimensions. These are: tangibles, reliability, responsiveness, assurance, and empathy. Based on these models a basic model for assessing quality in service provision is developed called SERVQUAL. This model is used as a base for investigations at the selected restaurant case in Northern Cyprus.

# 2.3 Total Quality Challenge for Cyprus Hotel/Restaurant Organizations

Cyprus is the third-largest island in the Mediterranean. Cyprus has a great historical heritage, conserved environment beauties, and a good climate, and after the war in 1974, the island was divided into north and south parts. No study has been conducted on how TQM can be applied in small- and medium-sized hotel/restaurant organizations in North Cyprus, which is a major deficiency since tourism is the leading sector. North Cyprus is certainly not the only country where tourism is the most important business sector. According to the World Tourism Organization (WTO) statistics, tourism in the world is expected to reach a volume of \$US 4 tourism industry in 2010 (WTO).

# 2.4 Servqual and TQM

In recent years small restaurants have experienced many changes that have affected management styles, board plans, payment methods, menu concepts, and service styles. These changes are in response to the demands of a customer base that is diverse in demographic characteristics, such as age, cultural background, life and educational experience, and eating habits (Bowman, McProud, Usiewicz, Gendreau, & Mitchler, 1995; Chi & Brown, 1996; Tayce, Gassenheimer, & Ingram, 1999). Customers in small restaurants want maximum choice with wide variety, flexibility and customization, and

fresh-prepared food (Buzalka, 2003; Law, 2004). Foodservice managers must be knowledgeable of expectations and perceptions of current customers that affect their satisfaction with services provided.

Hence, it is important for small restaurant food providers to measure perceived service quality and satisfaction as distinct, but related constructs. According to Asubonteng, McCleary, and Swan (1996), the multi-item SERVQUAL developed by Parasuraman, Zeithaml, and Berry (1985, 1988, 1991), is the most widely used instrument to measure expectations, perceptions, and the resulting gap. Two scales were developed to measure (1) the consumer's expectation of quality service from an ideal firm in an industry and (2) the consumer's perception of the service actually received from a specific firm in that industry. Expectations involve the consumers' service quality requirements defined as what they feel a service provider should offer rather than would offer (Parasuraman et al., 1988). Literature has shown that expectations are important in determining satisfaction (Carman, 1990; Spreng & Mackoy, 1996). Customers have two levels of expectations:predictive or what will happen and normative or what should happen (Boulding, Kalra, Staelin, & Zeithaml, 1993; Stevens, Knutson, & Patton, 1995). Service providers need to discover what customers expect because satisfaction can be increased by decreasing expectations (Carrnan, 1990). Becker (2000) suggested that within the general population, expectations may not be homogenous across all customers. Because these vary from one customer to the next, it is desirable to analyze expectations at the individual level.

Boulding et al. (1993) concluded that perceptions result from a combination of(1) predictive and normative expectations and (2) the reality of the service encounter. It is the evaluation of the operation's performance in comparison to a food service quality standard that a customer holds. The resulting gap, or perceived service quality, is "a global

judgment, or attitude, relating to the superiority of the service" (Parasuraman et al., 1988, p. 16). Knowing the gap between expectations and perceptions can assist foodservice managers in benchmarking their performance and making changes needed to increase satisfaction.

Satisfaction, as discussed by Oliver (1989), involves "an evaluative, affective, or emotional response" (p.1). In his book, Oliver (1997) provided a definition that he thought was consistent with theoretical and empirical evidence available to him at the time. He defined satisfaction/dissatisfaction as "the consumer's fulfillment response, the degree to which the level of fulfillment is pleasant or unpleasant" (p.28). Therefore, satisfaction is the customer's overall judgment of the service provider (McDougall & Levesque, 2000). Crompton and MacKay (1989) stated, "Satisfaction is a psychological outcome emerging from an experience, whereas service quality is concerned with the attributes of the service itself' (p. 368).

Oliver (1997) defined disconfirmation as the difference between the customer's expectations of performance and the actual perceived performance of the service. He stated that satisfaction is determined by disconfirmation. If the performance is less than what the customers expect, quality is perceived to be low resulting in negative disconfirmation or dissatisfaction. Conversely, if performance meets or exceeds customer's expectations quality is perceived to be high, resulting in positive disconfirmation or satisfaction (Bitner, 1990; Kandampully, Mok, & Sparks, 2001).

Of the numerous studies that have applied modified SERVQUAL models, few have been specifically for foodservice. Two of these are Dineserv (Stevens et al., 1995), which

measured service quality in its entirety, and TANGSERV (Raajpoot, 2002), which focused on measuring only the tangible dimension. Dineserv adopted the five factor structure of SERVQUAL: tangibles, reliability, responsiveness, assurance, and empathy. The TANGSERV instrument included a three-factor structure for Tangibles: layout/design, product/service, and ambiance/social. Items used in these two scales were considered in the development of the instrument used in this study.

Application of the SERVQUAL to small restaurant foodservice operations is currently lacking. This study investigated the evaluation of customers' perceived service quality and customer satisfaction with the foodservice operation in a small restaurant called the Ottoman Restaurant operating in Kyrenia. The study used a valid and reliable online instrument (Estepa, 2004) to measure customers' perception of service quality and satisfaction in a small restaurants foodservice setting. The study also investigated whether a linear relationship between the customer's perception of service quality and their overall satisfaction rating existed.

#### 2.5 Conclusion

This section has conducted a brief review of the literature on TQM and the hospitality industry with specific reference to Northern Cyprus. The next section will give information about the Ottoman Restaurant.

#### **SECTION III**

#### OTTOMAN RESTAURANT

#### 3.1 Introduction

This sections introduces and explains the service experience, characteristics and the decorative parts of the Ottoman Restaurant.

#### 3.2 Ottoman Restaurant

I would like to give a brief information about my restaurant in Kyrenia which the name in Turkish is 'Osmanlı Lokantası' which means the "Ottoman Restaurant" is English.

The restaurant is right in front of the Kyrenia Municipality and its address is Ramadan Cemil Avenue, Hürriyet Caddesi, no:101. The place looks like an Ottoman house which I mean the balcony of the second floor is closed with wooden coverings as well as the first floor. The entrance door is at the middle of the building. There are three silver and square shaped tables outside with twelve chairs in total right in front of the restaurant. There are two small green trees on the right hand side and the left hand side of the restaurants' outdoor.

As we enter inside the restaurant, the readily made stew Turkish food and the doner kebab is on the right side of the restaurant. There are blue ceramic coverings behind the food bar and nearly 15 kinds of food dishes are served everyday.

At the begenning of the food bar, there are knifes, forks and spoons with trays under them next to the food bar there is a small table where the bread is cut and served and next to that the desert fridge where the desert, yogurts and salads are kept. The service style is self service but ofcourse if the customers ask to serve them to the table, it is the duty of the waiters to do so. There are white curtains on the windows where the outside can be seen while eating inside. Inside the restaurant there are two large chandeliers on the ceiling with many spot lights around them. The capacity of the restaurant is 52 maximum with 14 tables which two of them are in square shaped and the rest in rectangular shaped covered with white coverings and glass mirrors on them.

The chairs are very comfortable where each table has maximum capacity of chairs around them. The floor and the stairs are covered with white tiles. The colour of the walls are creamy yellow and there are green coloured wooden coverings with a meter height all around the in restaurant. On the walls there are lamps in flower shape and pictures of the mosques in Istanbul between the lamps. Also on the tables there are salt, pepper, tissues, toothpicks and ashtrays, where the ashtrays are always tried to be kept clean.

There are four employees working at the Ottoman Restaurant and they start working at 6.00 am. Three of the workers work at upstairs where the kitchen is. The cook prepares the food and his duty is to cook the food by 10.00 am. The second cook prepares the doner kebab and makes it ready by 10.00 am. The dishwasher is responsible of cleaning the kitchen and helping the cooks when they need. The fourth employee, who is the waiter, is responsible of cleaning the dining hall of the restaurant, clean the tables and make them ready for the service. He also dries the glasses, knives, forks and spoons, prepares the tissues and the trays on the food bar for the customers to use, checks the fridges and supplies the deficient

products. By 10.00 am everything is ready for the service. The customers go to the food bar straightaway and chosse their meals, any information about the foods can be taken from the cook. The customers can either carry their meals with the trays or ask the waiter to carry for them, then the drink orders are taken and served. The bill is paid over the tables or on the cashier desk.

After the lunch service the shopping for the next day and the preparations are done, the gas and the meat orders are given by the phone. The dining hall of the restaurant and the toilets are cleaned again in the afternoon. The Ottoman Restaurant is open until 7.00 pm in the evening where the service style is self service. Customers vary from local small business man, students, office workers and shopping tourists. Prices starts from 6 YTL per portion and the restaurant is open seven days a week.

# 3.3 Conclusion

This section has given information about the Ottoman Restaurant. The main variables identified and their correlations are discussed in the next section.

#### **SECTION IV**

## THEORETICAL FRAMEWORK

#### 4.1 Introduction

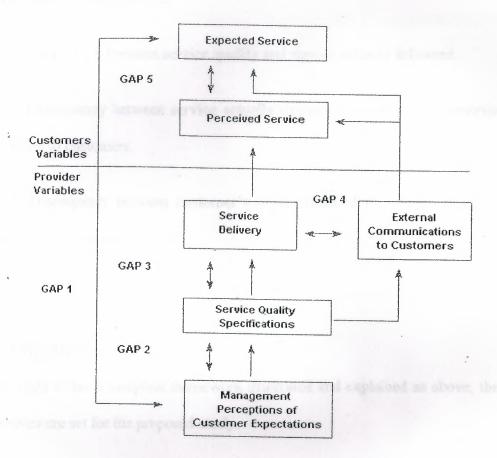
This section introduces and explains the theoretical framework of the project.

# 4.2 Conceptual framework for achieving TQM at a small restaurant: (SERVICE QUALITY IMPROVEMENT PRIORITIES)

This project is based on the theoretical model called Servqual as discussed in Section III. Servqual provides management and key players with feedback about the organizations ability to provide quality service. The results of a service quality audit assist management to identify service strengths and weaknesses (GAPS). The benefit to the organization is that specialist groups such as Marketing and Human Resources are able to support the business plans focus on customers by continuously listening to the customer - using a service quality information system - and making needed changes to the following 5 key drivers that influence customers' perceptions of service quality.

Tangibles	The appearance of physical facilities, equipment, personnel and communication materials.
Reliability	Ability to perform the promised service dependably and accurately.
Responsiveness	Willingness to help customers and provide prompt service.
Assurance	Knowledge and courtesy of employees and their ability to inspire trust and confidence.
Empathy	Caring individualized attention the firm provides its customers.

This instrument assists organizations to establish ongoing listening systems to develop continuous insight about customer service needs. More informed decision making to improve service quality comes from a continuous series of snapshots taken from various angles and through different methods form the essence of systematic listening.



The possible contributing factors for each of the organizational Gaps are listed below. The challenge to the organization is to isolate which variables are influencing service quality perceptions negatively and how to eliminate them. Of key importance to the organization is Gap 1. Gap 5 relates to the overall perception your client-base has of the unit's ability to deliver on service commitments made.

Gap I: Discrepancy between actual customer expectations and management perceptions of those expectations.

- Gap 2: Discrepancy between management perceptions of customer expectations and service- quality specifications.
- Gap 3: Discrepancy between service quality and service actually delivered.
- Gap 4: Discrepancy between service actually delivered and what is communicated about the service to customers.
- Gap 5: Discrepancy between customer's expectations of the service provider and their perceptions of provider delivery.

#### 4.3 Objectives set

In the light of the conceptual framework illustrated and explained as above, the following objectives are set for the proposed study.

- 4.3.1 To understand the concept of quality within a context of a hospitality service provision
- 4.3.2 To understand customers' expectations from a small restaurant as related to the case organization to be selected.
- 4.3.3 To measure the gap between the current services provided by the selected restaurant organization and the expectations of its targeted group of customers.
- 4.3.4 To offer recommendations to the manager/owner of the selected restaurant organization to breach the gap between the current services provided and the expectations of its targeted group of customers.

#### 4.4 Conclusion

This section has illustrated the theoretical framework and the objectives of the study. The next section includes the methodology of the study.

#### **SECTION V**

#### **METHODOLOGY**

#### 5.1 Introduction

This section includes the methodology of this project.

#### 5.2 Methodology

Data were collected from a sample of small restaurant (Ottoman Restaurant) participating in kebab and traditional Turkish food in Kyrenia. Customers were mainly living in Kyrenia and the majority of whom were men.

The survey was composed of three primary scales to measure the customers' expectations, perceptions, and satisfaction. The expectation scale included 21 attributes that the customers expect from any dining center, while the perception scale asked the respondents to evaluate the performance of the Ottoman Restaurant which is operation on the same set of attributes. The three-item satisfaction scale measured the customers' overall satisfaction with the services that they receive from the facility. All scales used a 7-point Likert scale ranging from 1, strongly disagree, through 7, strongly agree.

The instrument also included a section for the customers to rank the importance of the five SERVQUAL (Parasuraman et al., 1988, 1991) dimensions in their evaluation of service quality. The demographics section included questions such as age and gender. The survey concluded with an open-ended question that provided the respondents an opportunity to indicate their comments or suggestions regarding their dining experiences at the facility.

All statistical procedures were done using the Statistical Package for Social Science (SPSS). Descriptive statistics were used to summarize means and standard deviations. Perception minus expectation gap scores per attribute and dimension were calculated and interpreted. Multiple regressions were conducted with the perception scores as the independent variable and the total satisfaction score as the dependent variable to test for a relationship between these variables.

#### 5.3 Conclusion

This section has described the methodology of this project in relation to the characteristics of the research design. The next section will include the results and discussions of this project.

#### SECTION VI

#### **RESULTS AND DISCUSSIONS**

#### 6.1 Introduction

This is the last section of the project that includes the results and discussions.

#### 6.2 Sample

Although 270 customers attended the questionnaire, only a total of 187 completed responses were obtained.

Based on information from a small restaurant's dining services, the demographics of the sample used for analysis was reflective of the actual characteristics of customers. The majority of the respondents were students from universities, predominantly female, with a mean age of 22. Table 1 provides a summary of the demographic information.

Table 1. Demographic Characteristic of Respondents.

Demographic Characteristic		N	<u>%</u>	
Gender	Male		44	23.5
	Female	•	143	76.5
Classification	Student		120	64.2
	Retired		33	17.6
	Teacher		22	11.8
	Cashier		11	5.9
	Architect		1	0.5

# 6.3 Expectations and Perceptions

Through factor analysis, the 21 service quality attributes were categorized according to the extracted dimensions of Tangibles, Reliability, Customer Relations, and Food (Estepa, 2004). Table 2 shows the means and standard deviations for the 17 expectation and perception items retained for analysis.

Table 2. Perception, Expectation, and Gap Scores for Each Item and Each Extracted Dimension<sup>a</sup>

Dimensions	Perceptions	Expectations	Gap	
	Mean ± SD	Mean ± SD		ł
Dimension 1: Tangibles <sup>b</sup>	4.69 ± 1.24	5.20 ± 1.35	-0.51	
Employees of Ottoman Restaurant are neat and appropriately	5.43 ± 1.27	5.72 ± 1.23	-0.29	
The service and dining areas at Ottoman Restaurant are	5.12 ± 1.40	$5.72 \pm 1.49$	-0.60	
Customers can be confident that safe food practices are followed in the presentation and certains of food	4.88 ± 1.61	5.45 ± 1.75	-0.58	
Ottoman Restaurant has visually appealing serving and dining	4.71 ± 1.51	$5.20 \pm 1.48$	-0.49	
areas. The food presentation at _ Ottoman Restaurant is appealing.	4.47 ± 1.59	$4.87 \pm 1.72$	-0.40	
Employees of Ottoman Restaurant can answer questions about	4.35 ± 1.60	4.78 ± 1.60	-0.42	
Ottoman Restaurantias operating hours convenient to all their	3.85 ± 2.01	4.68 ± 2.11	-0.82	1
Dimension 2: Reliability	5.30 ± 1.31	5.70 ± 1.20	-0.40	
Ottoman Restaurant provides their services at the time they	5.51 ± 1.41	5.87 ± 1.23	-0.36	
promise to do so.  Ottoman Restaurant effectively communicates service hours.	5.46 ± 1.61	5.68 ± 1.59	-0.22	
Ottoman Restaurant is consistent and reliable.	5.29 ± 1.59	$5.65 \pm 1.40$	-0.36	
Ottoman Restaurant performs the service right the first time.	5.27 ± 1.40	5.73 ± 1.23	-0.46	

5.01 ± 1.57	5.57 ± 1.56	-0.56
5.08 ± 1.30	5.46 ± 1.29	-0.38
5.25 ± 1.42	$5.73 \pm 1.39$	-0.48
5.25 ± 1.41	$5.59 \pm 1.40$	-0.34
4.74 ± 1.45	5.06 ± 1.48	-0.32
4.67 ± 1.64	5.17 ± 1.64	-0.50
5.02 ± 1.77	5.52 ± 1.70	-0.50
4.32 ± 1.87	4.82 ± 1.93	-0.50
	$5.08 \pm 1.30$ $5.25 \pm 1.42$ $5.25 \pm 1.41$ $4.74 \pm 1.45$ $4.67 \pm 1.64$ $5.02 \pm 1.77$	$5.08 \pm 1.30$ $5.46 \pm 1.29$ $5.25 \pm 1.42$ $5.73 \pm 1.39$ $5.25 \pm 1.41$ $5.59 \pm 1.40$ $4.74 \pm 1.45$ $5.06 \pm 1.48$ $4.67 \pm 1.64$ $5.17 \pm 1.64$ $5.02 \pm 1.77$ $5.52 \pm 1.70$

<sup>&</sup>lt;sup>a</sup> A 7-point Likert scale ranging from 1, strongly disagree to 7, strongly agree was used.

<sup>&</sup>lt;sup>b</sup> Dimension mean score =  $(\Sigma \text{ item scores}) / \text{number of items in dimension}$ 

The range for perceptions scores was from a low of  $3.85 \pm 2.01$  to a high of  $5.51 \pm 1.41$  on a 7 point scale ranging from 1, strongly disagree to 7, strongly agree. Data show that on average, the Ottoman Restaurant performed best in reliability (MbSD =  $5.3\pm1.3$  1) and poorest in the food dimensions (M $\pm$ SD 4.67 $\pm1.64$ ). The Ottoman Restaurant performed well in the following attributes: providing their services when they were promised (M bSD = $5.51 \pm 1.41$ ), effectively communicating the hours of operation (M bSD = $5.46 \pm 1.61$ ), and appearance of the employees (M $\pm$ S'D =5.43 \* 1.27). Perception scores indicated that management needs to concentrate efforts on improving the customers' perceptions in three key areas: (1) portion sizes that are available, (2) ability of employees to answer questions about the menu items, and (3) convenience of the operating hours that the dining hall has set. These findings are also reflective of sentiments expressed by the customers in their responses to open-ended questions.

The range for expectations scores was from a low of  $4.68 \pm 2.11$  to a high of  $5.87 \pm 1.23$ . The customers also have the greatest mean expectation for the reliability dimension (M±SD =  $5.70\pm1.20$ ). Although the food dimension had the lowest expectation score, the mean of  $5.17 \pm 1.64$  on a 7-point scale, indicated that customers have high normative expectations. Customers had highest expectations for the attributes of services being available at the time that management has promised (M+S'D =  $5.87 \pm 1.23$ ), employees who are willing to help customers (M+SD  $5.73 \pm 1.39$ ), and service being performed right the first time (M±SD =  $5.73 \pm 1.23$ ). Customers had the lowest expectations for employee knowledge of the menu items (MISD  $4.78 \pm 1.60$ ), portion sizes (M+SD =  $4.82 \pm 1.93$ ), and operating hours (M+SD  $4.68 \pm 2.11$ ). The customers may not be able to compare the expectations for these attributes to other settings such as high class restaurants, wherein expectations for these attributes would be relatively high.

### 6.4 Perceived Service Quality

Parasuraman Ct al. (1994) suggested that the gap analysis is accurate in identifying service shortfalls in an operation. Addressing these identified shortfalls is a foundation for planning strategies to ensure customer experiences that are consistent with their expectations and thus increasing the probability of satisfaction (Kandampully et al., 2001). The data showed that in general, the customers' perceptions of the service quality in the Ottoman Restaurant did not meet their expectations (Table 2). This is evidenced by all the perception minus expectation gap scores being negative, ranging from —0.22 to —0.82.

Although the customers had low expectations about the convenience of the operating hours, portion sizes, and the knowledge of employees, these attributes had the widest gaps. This implied that having low expectations about an attribute does not necessarily suggest that those expectations are easily met or that the respondents are not as critical in evaluating performance on these attributes. On the other hand, the smallest gaps existed with the employees' appearance, ability to provide individual attention, and the effectiveness in communicating service hours. This suggests that these attributes are three of the facility's strongest points.

In general, the largest mean gaps were for the tangible (-0.51) and food (-0.50) dimensions. Management should consider concentrating on these shortfalls and improving the attributes under each dimension. On the other hand, the smallest mean gap was with the customer relations (-0.38) dimension, indicating that the staff is perceived to be generally courteous,

willing to help customers, and give individual attention. The reliability dimension was not much different at —0.40, indicating that the Ottoman Restaurant is perceived to be relatively reliable and consistent. However, because these gaps were negative, improvement is still desirable to increase the operation's capacity to meet the customers' expectations.

#### 6.5 Customer Satisfaction

Table 3 shows the customer satisfaction evaluation of the services offered by the Ottoman Restaurant. The results indicated that the customers were more satisfied with the service that they received from the employees of the restaurant in comparison to the quality and variety of food offered. Although they are not necessarily dissatisfied, the data showed that overall satisfaction level of customers was relatively low on a 7-point scale. The scores on the three items also suggested that customers' satisfaction with overall dining experience can be attributed to their satisfaction with the employees.

Table 3. Customer Satisfaction Scores<sup>a</sup>

Statement	Mean ± SD
I am satisfied with the service that I receive from employees at dining center	5.26 ± 1.473
I am satisfied with the quality and variety of food offered at dining center.	$4.30 \pm 1.871$
Overall, I am satisfied with the dining experience at dining center.	4.82 ± 1.632

<sup>&</sup>lt;sup>a</sup> Evaluation was made on a 7-point Likert scale ranging from 1, strongly disagree to 7, strongly agree.

#### 6.6 Other Findings

Besides the quantitative measurements in the instrument, the customers were also asked to provide any comments and suggestions for the operation. Additionally, the customers were asked to enumerate any quality attributes that they use to evaluate their dining experience. Eight attributes were identified in the responses, namely:

convenience and appropriate meal hours, variety of food choices, food quality attributes, availability of healthy options, efficient staff, value for the money, novelty, and ability to offer suggestions. This further supports the importance of measuring and benchmarking perceived service quality and customer satisfaction in this segment.

# 6.7 Conclusion and Applications

Meyer and Conklin (1998) suggested that successful small restaurant facilities give their consumers a central role in the operations. Bojanic and Kashyap (2000) agreed that a customer-oriented approach is vital in the marketing concept. As implied by these authors, the study found that focusing on the customer can provide the foodservice manager an opportunity to identify important product and service attributes that affect customer perceptions of value and satisfaction. The study showed that as perceptions of service quality attributes increase, the level of customer satisfaction also increases. Hence, this emphasizes the need for management to monitor and constantly work to improve performance on the different attributes.

# 6.8 Applications

The evaluation of service quality and satisfaction involves many aspects simply because it is a human behavioural measurement. These expectations and perceptions vary from one customer to another. Further research can focus on factors that cause the variances in these

evaluations. Demographic factors such as gender, age, or cultural background may be areas of interest, especially in more diverse populations than the one studied in this research.

The expectations scale and demographics portion can establish a benchmark for the foodservice manager. A matched survey can be administered to measure the performance of the facility. Reducing the length of the questionnaire may also encourage response rates to increase. Separate administrations could also minimize the effect of the customers' familiarity on their expectation ratings.

Foodservice managers can use this instrument as a baseline for a longitudinal benchmarking program. Having a baseline will give foodservice managers a means of comparing their performance from year to year. Foodservice managers can use the data to determine if they are performing well or poorly in the specific aspects of the service experience. It is much easier to improve services if management knows what needs to be improved. Having this information will help managers allocate funds or resources towards areas that most need improvement. Furthermore, data can be used to track fluctuations in expectations and resulting perceptions of changes that management may decide to implement.

This information can also be used to develop employee-training programs to deal with service shortfalls identified in the operation. As results of this project have shown, satisfaction with employees contributes significantly to the overall customer satisfaction. Management should emphasize the need for employees to be knowledgeable of the food served.

#### 6.9 Conclusion

This section has finalized this project by reporting on the results and discussions by explaining the sample, expectations and perceptions, perceived service quality, customer satisfaction, other findings, conclusion and applications.

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# **APPENDIX 1**

Lokantamızda siz müşterilerimize daha iyi bir hizmet sunabilmemiz için bir ara ştırma yapıyoruz. Bu araştırma ayrıca Yakın Doğu Üniversitesi, işletme Bölümü mezuniyet projesi olarak da değerlendirilecektir. vereceğiniz bilgilerde gizlilik kurallarına bağlı kalınacaktır.

Ayırdığınız vakit için teşekkür ederiz.

### Cengiz Kaan

Aşağıdaki tabloda yer alan ifadeleri önce lokantalar için bu faktörün ne kadar önemli olduğunu dikkate alarak daha sonra da Osmanlı Lokantasıı'nın beklentilerinizi ne derecede tatmin ettiğini belirtecek şekilde sunulan ölçekleri kullanarak değerlendiriniz.

Osmanlı Lokantası'nda görülen özellikler
Lokantasının çalışanları temiz, tertipli ve düzgün giyinirler.
Lokantanın servis hizmeti ve yemek salonu gayet temizdir.
Lokantasının müşterileri, yemeklerin hazırlanışı ve servise sunulması ile ilgili konularda lokantaya güven duyarlar.
Lokantanın hizmet ve salon alanlarının görsel olarak hoşa giden güzelliği vardır.
Lokantanın yemek sunuşu muhteşemdir.
Lokantanın çalışanları menü, yemeklerin içeriği ve hazırlanış yöntemlerine ilişkin soruları yanıtlayabilirler.
Osmanlı Lokantası'nda hizmetlere güvenirlik
Lokanta, tüm müşterilerine uygun çalışma saatlerinde hizmet verir.
Lokanta yemek servisini ve hizmetini söz verdi ği zaman içerisinde sunar
Lokantanın hizmet saatlerinde etkin ileti şimi vardır.
Lokanta, tutarlı ve güvenlidir.
Lokanta hizmetlerini her zaman ilk sunumda do ğru yapar.
Lokantanın menüde yer alan her ürünü hizmet saatleri boyunca eksiksiz sunulur.
Osmanlı Lokantası'nda müşteri hizmetleri
Lokantanın çalışanları müşterilerine her zaman güleryüzle yardımcı olmaya çalışırlar.
Lokantanın çalışanları müşterilerine karşı kibar ve saygılıdır.
Lokantanın müşterilerle tek tek ilgilenilir.
Yiyecekler
Lokanta geniş yemek seçenekleri sunmaktadır.
Lokantada sunulan yemek porsiyonları uygun ve yeterli ölçüdedir.

Cinsiyetiniz: Yaşınız	:	Mesleğiniz:
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#### Faktörlerin lokantalar için önemi

- 1: Hiç katılmıyorum
- 2: Katılmıyorum
- 3: Nadiren katılmıyorum
- 4: Ne katılıyorum ne de katılmıyorum
- 5: Nadiren katılıyorum
- 6: Katılıyorum
- 7: Tamamen katılıyorum

Algilanan								
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#### Faktörlerin lokantalar için önemi

- 1: Hiç katılmıyorum
- 2: Katılmıyorum
- 3: Nadiren katılmıyorum
- 4: Ne katılıyorum ne de katılmıyorum
- 5: Nadiren katılıyorum
- 6: Katılıyorum
- 7: Tamamen katılıyorum

Beklenen						
1	2	3	4	5	6	7
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