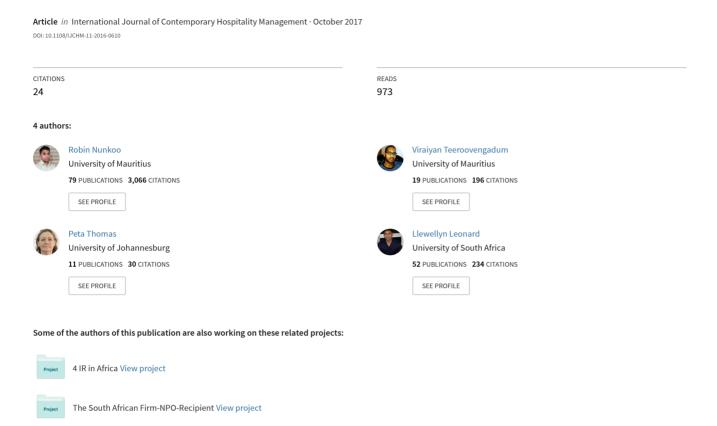
Integrating service quality as a second-order factor in a customer satisfaction and loyalty model







International Journal of Contemporary Hospitality Management

Integrating service quality as a second-order factor in a customer satisfaction and loyalty model

Robin Nunkoo, Viraiyan Teeroovengadum, Peta Thomas, Llewellyn Leonard,

Article information:

To cite this document:

Robin Nunkoo, Viraiyan Teeroovengadum, Peta Thomas, Llewellyn Leonard, (2017) "Integrating service quality as a second-order factor in a customer satisfaction and loyalty model", International Journal of Contemporary Hospitality Management, Vol. 29 Issue: 12, pp.2978-3005, https://doi.org/10.1108/IJCHM-11-2016-0610

Permanent link to this document:

https://doi.org/10.1108/IJCHM-11-2016-0610

Downloaded on: 08 December 2017, At: 10:56 (PT)

References: this document contains references to 107 other documents.

To copy this document: permissions@emeraldinsight.com

The fulltext of this document has been downloaded 71 times since 2017*

Users who downloaded this article also downloaded:

(2012), "The influence of the quality of the physical environment, food, and service on restaurant image, customer perceived value, customer satisfaction, and behavioral intentions", International Journal of Contemporary Hospitality Management, Vol. 24 Iss 2 pp. 200-223 https://doi.org/10.1108/09596111211206141

(2017), "Customer satisfaction, service quality, and customer value: years 2000-2015", International Journal of Contemporary Hospitality Management, Vol. 29 lss 1 pp. 2-29 https://doi.org/10.1108/IJCHM-10-2015-0594

Access to this document was granted through an Emerald subscription provided by Token: Eprints: IDAGHPQ8X36BMCIQQHN4:

For Authors

If you would like to write for this, or any other Emerald publication, then please use our Emerald for Authors service information about how to choose which publication to write for and submission guidelines are available for all. Please visit www.emeraldinsight.com/authors for more information.

About Emerald www.emeraldinsight.com

Emerald is a global publisher linking research and practice to the benefit of society. The company manages a portfolio of more than 290 journals and over 2,350 books and book series volumes, as well as providing an extensive range of online products and additional customer resources and services.

Emerald is both COUNTER 4 and TRANSFER compliant. The organization is a partner of the Committee on Publication Ethics (COPE) and also works with Portico and the LOCKSS initiative for digital archive preservation.

*Related content and download information correct at time of download.

IJCHM 29,12

2978

Received 3 November 2016 Revised 19 December 2016 28 January 2017 Accepted 9 February 2017

Integrating service quality as a second-order factor in a customer satisfaction and loyalty model

Robin Nunkoo

Department of Management, University of Mauritius, Reduit, Mauritius and School of Hospitality and Tourism, University of Johannesburg, Johannesburg, South Africa

Viraiyan Teeroovengadum Department of Management, University of Mauritius, Reduit, Mauritius

Peta Thomas

Department of Business Management, University of Johannesburg, Johannesburg, South Africa, and

Llewellyn Leonard

School of Hospitality and Tourism, University of Johannesburg, Johannesburg, South Africa

Abstract

Purpose – The study conceptualizes service quality as a second-order factor and analyzes its influence on customer satisfaction, perceived value, image, consumption emotions and customer loyalty by testing a structural equation model.

Design/methodology/approach – The model is tested using data collected from 672 guests staying in accommodation establishments located in South Africa. The study follows a hierarchical approach using confirmatory factor analysis to test the second-order factor model and structural equation modeling to test the overall model.

Findings – The results indicate that the second-order factor model is acceptable both empirically as well as conceptually and performs better than other competing models of service quality. The findings provide support for all hypotheses and evidence of a structural model with a high explanatory power.

Research limitations/implications – The second-order factor model is less useful when fine-grained analyses are needed, such as when a detailed assessment of the level of quality of service offered by a hospitality organization is required.

Practical implications — The second-order factor model allows for an analysis of service quality at different levels of abstraction. Accommodation managers interested in customers' evaluation of service on a cumulative basis can make use of the global measure to determine service quality evaluations. Practitioners can also use the findings to manage the different dimensions of service quality.

Originality/value — The study demonstrates that service quality is best represented as a second-order factor, and in doing so, it provides an improved measurement of the construct. More so, by integrating the variable in a nomological network, the research develops a more parsimonious model than the existing ones.

Keywords Service quality, Confirmatory factor analysis, Image, Customer satisfaction, Customer loyalty, Second-order factor

Paper type Research paper

International Journal of Contemporary Hospitality Management Vol. 29 No. 12, 2017 pp. 2978-3005 © Emerald Publishing Limited 0959-6119 DOI 10.1108/IJCHM-11-2016-0610

This study was funded by the National Department of Tourism, Republic of South Africa.

as second-

order factor

1. Introduction

With ever growing competition, the market share and financial success of hospitality businesses depend largely on the level of service quality (Chen, 2013; Ren et al., 2016; Sari et al., 2016). A high level of service allows hospitality organizations to retain customers and maintain a competitive advantage in the market. Parasuraman et al. (1988) defined service quality as the difference between customer expectations of the service to be received and the actual performance of the service. Researchers have used models such as SERVQUAL (Parasuraman et al., 1988), HOLSERV (Wong Ooi Mei et al., 1999) and LODGSERV (Knutson et al., 1990) to measure service quality in the hospitality industry and have come up with different sub-dimensions of the construct. While there is considerable debate on the dimensions of service quality (Wilkins et al., 2007), there is no disagreement on the fact that it is a multidimensional construct irrespective of the organizational setting under study (Brady and Cronin, 2001).

An approach particularly useful when dealing with multidimensional constructs is the second-order factor model (Chen et al., 2005). In a second-order factor model, the first-order factors are sub-dimensions of a broader and more encompassing second-order factor (Hair et al., 2006). Such a model represents the hypothesis that the seemingly distinct, but related, subdimensions can be accounted for by an underlying higher-order construct such as service quality. A second-order factor model has several advantages. First, it tests whether the hypothesized higher-order factor accounts for the patterns of relation between the first-order factors. Second, it puts a structure on the pattern of covariance between the different first-order constructs and in so doing, it explains the covariance in a more parsimonious way with few parameters. Third, a second-order factor provides a theoretically error-free estimate of the specific factors, as it allows the separation of variance due to specific factors from measurement errors (Chen et al., 2005; Rindskopf and Rose, 1988). Measurement errors artificially inflate or deflate path coefficient values, compromising an entire model (Mackenzie, 2001). Finally, a second-order factor meaningfully reduces the number of variables that need to be estimated in a structural model without losing measurement accuracy (Koufteros et al., 2009). Thus, a second-order factor model provides a more parsimonious and interpretable model than a firstorder factor model, and therefore, has considerable potential for advancing research on a multidimensional construct like service quality.

While the benefits of incorporating service quality as a second-order factor in a structural model have been proven empirically in other fields (e.g. Bauer *et al.*, 2006; Blut, 2016; Koufteros *et al.*, 2009), hospitality research has yet to exploit the full potential of this technique. Two main limitations can be identified from existing studies. First, while some few hospitality researchers have rightly conceptualized service quality as a second-order factor, they did not consider the construct with other variables in a structural model (Wilkins *et al.*, 2007). Such an approach is of limited value as Chin (1998) argued:

To postulate the existence of a second-order factor that sits in a vacuum holds little value. Rather, it must be related to other factors in a conceptual model. Because a second-order factor is modeled as being at a higher level of abstraction and reflected by first-order factors, it needs to be related with other factors. . Therefore, it is imperative that this be demonstrated by embedding such second-order factor models within a nomological network (i.e. used as a consequent and/or predictor of other LVs) (p. 10).

Second, although some researchers have incorporated service quality as a predictor or dependent variable in a structural model, they, unfortunately, created a composite measure of the construct using a number of indicators as if service quality is unidimensional (e.g. Deng *et al.*, 2013; Oh, 1999; Su *et al.*, 2016; Žabkar *et al.*, 2010). These studies omit the empirically proven notion that service quality is multifaceted, and as such, they are

inconsistent with the conceptual specification of higher-order modeling of abstraction inherent to the service quality concept. Such studies, therefore, do not benefit from the advantages a second-order factor model offers, but as well, a one-dimensional approach to conceptualizing service quality, curtails explanatory power and theoretical usefulness of the structural model (Gerbing *et al.*, 1994; Koufteros *et al.*, 2009).

This paper addresses the limitations described above by integrating service quality as a second-order factor in a customer satisfaction and loyalty model (Figure 1). The second-order service quality factor used in this study embodies the meaning of ten first-order latent variables representing the different sub-dimensions of service quality in an accommodation setting. Our model, which builds on existing ones (Deng *et al.*, 2013; Oh, 1999; Su *et al.*, 2016; Žabkar *et al.*, 2010), proposes that customer satisfaction is influenced by service quality, image, perceived value and consumption emotions. The model also tests whether customer satisfaction, image and perceived value predict customer loyalty. Even though the path relationships proposed in the model have been tested in some previous studies, we provide

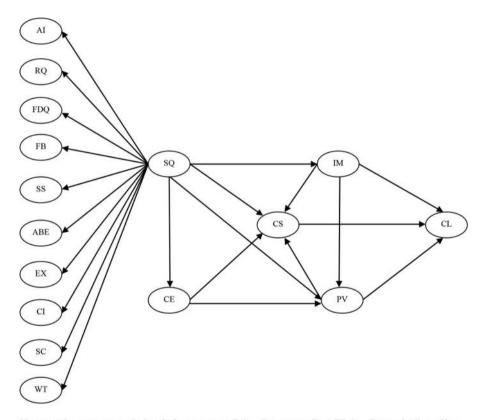


Figure 1. The theoretical model with SQ as a second-order factor

Notes: AI – Accommodation infrastructure; RQ – Room quality; FDQ – Front desk quality; FB – Food and beverage; SS – Safety and security; ABE – Attitude and behavior of employees; EX – Expertise; CI – Customer interaction; SC – Sociability; WT – Waiting time; SQ – Service quality; PV – Perceived value; IM – Image; CE – Consumption emotions; CL – Customer loyalty; CS – Customer satisfaction

as second-

order factor

here a truer reflection of the influence of service quality on the different outcome variables given the methodological benefits of the second-order factor approach. In so doing, we provide a better representation of consumer psychology via a more robust structural model. The paper does not claim that the use of a second-order factor model is appropriate in all circumstances. Rather, it argues that when embedded in a nomological network, which previous studies have failed to do, a second-order service quality model leads to a theoretically robust and more parsimonious structural model (Koufteros *et al.*, 2009). We used data collected from travelers to South Africa to test the model.

2. Service quality as a second-order factor

Service quality is described as an abstract concept as it is not possible to measure it objectively, as is the case for physical goods (Zeithaml et al., 1990). The specificities of the hospitality services such as the absence of predefined standards, need for consistency and high level of interaction and exchange of information add to the complexity of conceptualizing and measuring service quality (Akbaba, 2006). Nevertheless, it is an important construct that attracts the attention of researchers as well as practitioners (Dedeoğlu and Demirer, 2015; Rauch et al., 2015). Following a comprehensive review of past models of service quality for hospitality services, Wu (2009) developed a holistic framework for service quality, which forms the basis of the first-order factors proposed in the present research. Accommodation infrastructure emerged as an important sub-dimension of service quality in Wu's (2009) study. This dimension usually includes the overall physical environment of the service provider such as décor, design, cleanliness and ambience of the accommodation. Some other studies also suggest that these different aspects of accommodation infrastructure are important to service quality in hotels (Lockyer, 2002; Wu and Weber, 2005).

Room quality has been found to be another important contributor to overall service quality in hotels (Choi and Chu, 2001; Min and Min, 1997). Room quality takes into account the specifics of the core product of accommodation services, which is the hotel room. Room quality includes elements such as the size of the room, the adequacy of the hotel's bed, comfort of mattress and pillow and cleanliness. Front desk quality, which includes aspects such as check-in procedures, luggage transfer process and payment procedures are other essential service attributes for the accommodation service providers (Chu and Choi, 2000; Getty and Getty, 2003). The quality of food and beverage has also been identified as a context-specific service quality dimension relevant to the accommodation segment (Giritlioglu *et al.*, 2014). For example, Akbaba (2006) found that service attributes related to food and beverages were rated by guests as being among the most important sub-dimensions of service quality. A similar conclusion can be derived from the study by Chu and Choi (2000).

Another dimension of service quality is safety and security (Wu, 2009). In general, safety considerations involved protecting people, but security factors also embraced protecting the hotel property and customers' possessions, in addition to ensuring employees' and customers' individual safety (Enz and Taylor, 2002). Safety and security have become a pivotal concern among travelers throughout the world and is, therefore, an important aspect of a hotel's service quality. Existing literature also suggests the attitudes and behaviors of employees are important components of service quality in hotels (Bitner *et al.* 1990; Crosby *et al.*, 1990; Parasuraman *et al.*, 1988; Wu, 2009). Employee attitude and behaviors are trait characteristics that include the degree of sociability, tenderness, graciousness, demeanor, distress, honesty and care employees display toward hotel guests (Czepiel *et al.*, 1985). Some other studies suggest that service quality is largely determined by the perception of

expertise (Brady and Cronin, 2001; Ko and Pastore, 2005). Expertise has been described as the extent to which the customer–employee interaction is influenced by the skills and knowledge of employees in accomplishing specific tasks (Czepiel *et al.*, 1985). Expertise is determined by employees' training, their knowledge of the products, their capabilities to offer a good service, their competence in delivering the service and their problem-solving skills (Caro and García, 2008; Kim and Cha, 2002).

Customer interaction is another important dimension of service quality (Lehtinen and Lehtinen, 1991). Customer interaction is the face-to-face or technology mediated interaction that occurs between two or more customers inside or outside a service setting (Ramaswamy 2008). Various studies support the view that customer interaction is a determinant of customers' service quality evaluation (Brady and Cronin, 2001; Ko and Pastore, 2005). Another accommodation service quality dimension is sociability. Sociability has been conceptualized as the positive social experiences that customers gained from the sense of fulfillment of being with other people who also participated in the same activity together and shared their enjoyment (Milne and McDonald, 1999). Baldacchino (1995) advocated that family members, friends and other acquaintances could be viewed as significant social factors influencing service quality. Waiting time is another service quality dimension identified in previous studies. Waiting time is the amount of time customers need to wait for a service (Hornik, 1984). When customers enter a service system, they have, to some extent, expectations regarding an acceptable waiting time (Taylor, 1994). Several researchers suggest that longer waiting periods result in customers' negative perceptions of service quality (Houston et al., 1998; Taylor, 1994).

There is enough theoretical and empirical evidence suggesting that service quality can be treated as a second-order factor. Wilkins *et al.* (2007) found support that service quality in first class and luxury hotels can be considered meaningfully as a second-order construct, comprising physical product and service experience, and quality of food and beverage as its first-order factors. Narayan *et al.* (2008) developed two second-order factor models of service quality (SQ1 and SQ2) and investigated their relationships with customer satisfaction and loyalty. SQ1 comprised five first-order factors, namely, hospitality, food, logistic, value for money and security, while SQ2 comprised nine first-order factors, namely, amenities, culture, hygiene, fairness of price, core-tourism experience, information centers, personal information, irritants and pubs. The researchers found empirical support for both second-order models of service quality and noted their distinct influence on customer satisfaction and loyalty.

Similar evidences exist outside the hospitality literature. For example, in their study across eight industries, Brady and Cronin (2001) conceptualized service quality as a higher-order construct comprising nine first-order factors, namely, attitude, behavior, expertise, ambient conditions, design, social factors, waiting time, tangibles and valence. Likewise, Bauer et al. (2006) validated service quality as a second-order construct comprising functionality/design, enjoyment, process, reliability and responsiveness as the first-order factors in their study on online shopping. In a retail context, Dabholkar et al. (1995) successfully validated the service quality construct as comprising six first-order factors, namely, appearance, convenience, promises, doing it right, inspiring confidence and courteousness/helpfulness. Kang and James (2004) modeled and found empirical support for functional service quality as a second-order construct, where reliability, assurance, tangible, empathy and responsiveness were proposed as the first-order factors. These various studies suggest that service quality is multidimensional, comprising context-specific dimensions, which are strongly correlated, suggesting that it is best to consider the construct as a second-order factor. As Koufteros et al. (2009) argue in their research on airline service quality:

The facets posited as first-order constructs are treated as reflective indicators of the second-order factor and are thus expected to be highly correlated. It is, in fact, on the basis of what they share that we put them together under the umbrella of a second-order construct. They share the more abstract construct, the second-order factor (p. 645).

On the basis of the preceding theoretical and empirical evidence, we propose the following hypothesis:

H1. The ten distinct, but related, sub-dimensions of service quality can be accounted for by a common underlying higher-order service quality factor model, which is significantly better than a first-order service quality factor model.

2.1 Customer satisfaction

Service quality has been found to be a major predictor of customer satisfaction in several studies (Oh and Kim, 2017; Pizam *et al.*, 2016). Among the seminal studies suggesting such a relationship are that of Parasuraman *et al.* (1988) and Rust and Oliver (1994). A similar conclusion has been reached in the hospitality context, where service quality was established as a major antecedent of customer satisfaction (Deng *et al.*, 2013; Oh, 1999; Shi *et al.*, 2014; Su *et al.*, 2016). Indeed, in a recent meta-analysis research, Ladeira *et al.* (2016) found service quality to be an important antecedent of customer satisfaction in various tourism and hospitality contexts. On the basis of the preceding empirical evidence, we propose the following hypothesis:

H2. Service quality positively influences customer satisfaction.

2.2 Consumption emotions

Consumption emotions are the subjective feeling states that consumers experience when purchasing or using a product or a service. Dubé and Menon (2000) defined consumption emotions as "the affective responses to one's perceptions of the series of attributes that compose a product or service performance" (p. 288). Scholars use the term consumption emotion as related to the positive or negative emotions felt as a result of products or services consumed (Richins, 1997). Emotions differ in various contexts and are usually broad (Hosany and Gilbert, 2010). While some studies carried out in various hospitality contexts suggest that consumption emotions is significantly related to service quality (Deng et al., 2013), others have found the variable to be a good predictor of customer satisfaction (Ali et al., 2016a, 2016b; Deng et al., 2013; Han and Back, 2007; Jung and Yoon, 2011). On the basis of the preceding discussion, we propose the following hypotheses:

- H3. Service quality positively influences consumption emotions.
- H4. Consumption emotions positively influence customer satisfaction.

2.3 Perceived value

Perceived value is defined as the "customer's overall assessment of the utility of a product based on perceptions of what is received and what is given" (Zeithaml, 1988, p. 14). Following this definition, we conceptualize perceived value as the assessment of the perceived benefits of accommodation services by customers based on the difference between what they give in terms of time, effort and money and what they perceive to receive in terms

of the performance of the services provided to them. Perceived value is one of the most important factors influencing an organization's competitiveness (Ravald and Grönroos, 1996; Parasuraman, 1997). It is, therefore, not surprising to note that a number of studies reveal a positive relationship between perceived value and customer satisfaction across various service contexts, including in hospitality environments (Bajs, 2015; Deng et al., 2013; Joung et al., 2016; Oh, 1999; Ryu et al., 2008, 2012). Empirical evidence also suggests that perceived value of hospitality products is influenced by such variables as service quality (Deng et al., 2013; Yoon et al., 2010) and consumption emotions (Hyun et al., 2011; Deng et al., 2013). On the basis of the preceding empirical evidence, the following hypotheses are proposed:

- H5. Perceived value positively influences customer satisfaction.
- H6. Service quality positively influences perceived value.
- H7. Consumption emotions positively influence perceived value.

2.4 Image

Image is defined as "the total impression an entity makes on the minds of people" (Dowling, 1993, p. 104). This variable has been found to have an important influence on consumer attitudes and behaviors (Ramkissoon et al., 2010). In a critical review of the ACSI model, Johnson et al. (2001) noted that image is an important construct that was not considered by the model and recommended that it is including in customer satisfaction studies. The relationship between image and customer satisfaction has been validated in various service contexts (Bloemer and De Ruyter, 1998; Cretu and Brodie, 2007). A similar conclusion can be drawn from research carried out in various hospitality environments (Chi and Qu. 2008; Kandampully and Suhartanto, 2000; Ryu et al., 2008). There is also empirical evidence to support the notion that better image perception leads to better perceived value for a product or service. Although an empirical study by Andreassen and Lindestad (1998) found no effect of image on perceived value, subsequent empirical studies, including those relating to hospitality services, established a significant relationship between the two variables (Cretu and Brodie, 2007; Ryu et al., 2008). Another group of research, which considered image as an outcome variable, indicated that it is conditioned by the level of service quality offered by hospitality organizations (Hu et al., 2009; Ryu et al., 2012; Tosun et al., 2015):

- H8. Image positively influences customer satisfaction.
- H9. Image positively influences perceived value.
- H10. Service quality positively influences image.

2.5 Customer loyalty

Loyalty is defined as "a deeply held commitment to rebuy or patronize a preferred product or service consistently in the future, despite situational influences and marketing efforts having the potential to cause switching behavior" (Oliver, 1997, p. 392). Ensuring customer loyalty is an important goal of any organization (García de Leaniz and Rodríguez Del Bosque Rodríguez, 2015; Kandampully *et al.*, 2015). Loyalty behaviors include repeat purchases, positive word-of-mouth and the propensity to pay more (Su *et al.*, 2016). In the hospitality and related literature, loyalty has been found to be influenced by customer

as second-

order factor

satisfaction (Chang, 2013; Deng et al., 2013; Gregory et al., 2016; Liu and Jang, 2009; Su et al., 2016), perceived value of the products or service (Chen and Chen 2010; Gregory et al., 2016; Oh, 1999; Suh and Ahn, 2012) and image (Kandampully and Suhartanto, 2000, 2003; Park and Nunkoo, 2013; Ryu et al., 2008). On the basis of the preceding discussion, we propose the following hypotheses:

H11. Customer satisfaction positively influences customer loyalty.

H12. Perceived value positive influences customer loyalty.

H13. Image positively influences customer loyalty.

3. Research methodology

3.1 Measurement of constructs

The scales to measure the constructs were developed following an in-depth review of existing literature. The scales to measure the first-order factors of service quality are presented in Table II and were borrowed from various studies (Caro and García, 2008; Choi and Chu, 2001; Ekinci and Riley 2001; Knutson *et al.*, 1990; Ko and Pastore, 2005; Lockyer, 2002; Wong Ooi Mei *et al.*, 1999; Wu, 2009). These items were measured on a five-point Likert scale, where 1 represented "strongly disagree" and 5 represented "strongly agree". Higher mean values on these scales would indicate better service quality. Items to measure consumption emotions, customer satisfaction and image were measured on a scale, where 1 = "strongly disagree" and 5 = "strongly agree". Perceived value was measured on a scale, where 1 represented "very poor" and 5 represented "excellent". Loyalty was measured using four-item scale, where 1 represented "very unlikely" and 5 represented "very likely". These items were borrowed from Deng *et al.* (2013), Ryu *et al.* (2012) and Park *et al.* (2004). The scales are presented in Table V.

3.2 Data collection

Data were collected from guests staying in different accommodation establishments in four provinces of South Africa: Western Cape, Kwazulu-Natal, Mpumalanga and Gauteng. These provinces were chosen because in addition to being the most important ones in terms of tourism development, they host more than 65 per cent of the hotel establishments registered by the Tourism Grading Council of South Africa. The survey was carried out in the months of September and October 2015 by a team of trained final-year students, under the supervision of a senior professor assigned to each province. In line with previous studies (Deng et al., 2013), respondents were surveyed through an onsite intercept method. A total of 690 questionnaires were filled.

4. Results

4.1 Preliminary statistical tests

As a preliminary step, we assessed whether missing responses were a threat to the data set using the following steps recommended by Hair *et al.* (2006):

- determining the type of missing data;
- · determining the extent of missing data;
- diagnosing the randomness of the missing data; and
- selecting an imputation method.

The analysis indicated that 18 responses contained more than 10 per cent missing values and were, therefore, excluded from further analysis (Hair et al., 2006), resulting in a usable sample of 672 cases. The randomness of the missing data was tested using Little's Missing Completely at Random (MCAR) test (Little, 1988). The test resulted in a non-significant chisquare value ($\chi^2 = 2.279, p > 0.05$), which suggested that the missing data in this study did not follow any particular pattern and were, therefore, not problematic. Finally, given the relatively low level of missing responses remaining in the data set, we made use of the mean substitution method for imputation of missing data as recommended by Hair et al. (2006). Additionally, we tested the normality of the data by verifying the kurtosis and skewness values generated from the confirmatory factor analysis in the AMOS package (Version 21), which was used to run the statistical techniques. While skewness affects analysis of means, kurtosis severely influences tests of variances and covariances, which underlie structural equation modeling. Therefore, the kurtosis values were examined. Results suggested that no values were greater than a rescaled value of 7, satisfying the conditions for normality and thereby, the assumption underlying maximum likelihood estimation of structural equation modeling (West et al., 1995).

4.2 Sample profile

Table I presents the profile of the survey respondents. The majority of them were male (n = 364, 54.2 per cent). The average age of the respondents was 39.9 years (SD = 13.28). Most of the respondents were married (n = 366, 54.5 per cent), followed by those who were single (n = 248, 36.9 per cent), divorced/separated (n = 35, 5.2 per cent), while the remaining were widowed (n = 23, 3.4 per cent). The majority of them (n = 371, 55.3 per cent) reported to have attained university level education. The sample was dominated by South Africans (n = 376, 56.4 per cent), followed by Europeans (n = 109, 16.3 per cent), other Africans (n = 81, 12.1 per cent), Americans (n = 55, 8.2 per cent) and Asians (n = 46, 6.9 per cent). Concerning the type of accommodation, the majority of respondents stayed in non-park accommodation (n = 472, 70.3 per cent), while the remaining stayed in park accommodation (n = 199, 29.7 per cent). The mean length of stay of the respondents was 7.6 days (SD = 14.84). In terms of the purpose of visit, respondents visited South Africa mainly for holidays (n = 289, 43.1 per cent) and business (n = 243, 36.2 per cent). Respondents had an average number of previous visit of 1.88 times (SD = 5.31).

4.3 Psychometric properties of the first-order factors

We applied a confirmatory approach to data analysis using the maximum likelihood method of estimation. Before assessing the structural model, the psychometric properties of the measurement scales of the first-order factors of service quality were estimated. The model displayed good fit indices (CFI = 0.95; TLI = 0.94; RMSEA = 0.05; SRMR = 0.05; χ^2 /df = 2.64) and was tested further for its reliability and validity. Results are presented in Table II. Reliability was assessed by analyzing the composite reliability and average variance extracted (AVE) values, which should be greater than 0.70 and 0.50, respectively (Hair *et al.*, 2006; Nunkoo and Ramkissoon, 2012; Nunkoo *et al.*, 2013). As indicated in Table II, these conditions were met, evidencing reliability. AVE values greater than 0.50 and statistically significant factor loadings also evidenced convergent validity (Hair *et al.*, 2006). However, the model did not achieve discriminant validity. This was to be expected because in a second-order factor model, one cannot demonstrate discriminant and convergent validity at the same time because of the highly correlated factors (Marsh and Hocevar, 1985; Koufteros *et al.*, 2009). For such a model, convergent validity takes precedence (Koufteros *et al.*, 2009). However, it is on the very basis of highly correlated factors that service quality should be

Characteristics	Frequency (n)	(%)	Service quality as second-		
Gender (N = 672) Male Female	364 308	54.2 45.8	order factor		
Marital Status (N = 672) Widowed Single Married Divorced/separated	23 248 366 35	3.4 36.9 54.5 5.2	2987		
Highest level of qualification (N = 671) Less than high school High school Apprenticeship/Trade certificate College University	14 59 26 201 371	2.1 8.8 3.9 30 55.3			
Purpose of visit (N = 671) Business Visiting friends and relatives Holidays Others	243 73 289 66	36.2 10.9 43.1 9.8			
Type of accommodation (N = 671) Park accommodation Non-park accommodation	199 472	29.7 70.3			
Nationality (N = 672) South Africans Europeans Other Africans Americans Asians	376 109 81 55 46 Metric variables	56.4 16.2 12.1 8.2 6.8			
Age Length of stay Number of previous visits	Mean (x̄) 39.89 years 7.60 days 1.88 times	Standard deviation(SD) 13.284 14.844 5.305	Table I. Profile of respondents		

potentially considered as a second-order factor, where the first-order factors act as indicators of the second-order construct (Hair *et al.*, 2006; Koufteros *et al.*, 2009). This possibility was examined further, as discussed below.

4.4 Model comparison

Now that the reliability and validity of the measures of the first-order factors have been established, we tested the performance of the second-order factor model of service quality. As per the recommended procedures for testing second-order factor models (Rindskopf and Rose, 1988), we followed a hierarchical approach by developing four models (Figures 2-5). M1 (Figure 2) was the single first-order factor model with all the indicators loading on service quality. M2 (Figure 3) hypothesized that the ten dimensions of service quality are separate and uncorrelated. In M3 (Figure 4), it was hypothesized that the ten dimensions of service quality are correlated, but that no second-order factor exists. M4 (Figure 5) was the second-order factor model of service quality. We used confirmatory factor analysis

IJCHM 29,12	First-order factor and their indicators	SL	t-values	CR	AVE
23,12	Accommodation infrastructure			0.89	0.67
	The style of décor is to my liking at this accommodation	0.82	_		
	The accommodation is generally clean	0.85	25.55		
2000	The design of the accommodation is attractive The physical environment is what I expected in this accommodation	0.81 0.81	23.77 23.90		
2988	Room quality	0.01	20.00	0.86	0.60
	The room size of this accommodation is adequate	0.78	_	0.00	0.00
	The bed/mattress/pillow are comfortable	0.77	20.52		
	This room in this accommodation is peaceful	0.79	21.11		
	In-room temperature control is of high quality at this accommodation	0.75	19.98		
	Front-desk quality			0.81	0.53
	The check-in procedure at the accommodation is good	0.79	_		
	Luggage transfer is adequate	0.82	22.38		
	The front-desk employees are able to solve my problems	0.72	10.59		
	Payment of final bill payment is processed as expected	0.80	21.74		
	Food and beverage			0.86	0.68
	The food and beverage in this accommodation are of high quality	0.85	_		
	Cultural differences are taken into account in the menu proposed There are a variety of food and beverage facilities at this	0.79	22.69		
	accommodation	0.83	23.86		
	Safety and security			0.79	0.53
	There are accessible fire exits at this accommodation	0.61	_		
	There are noticeable sprinkler systems at this accommodation	0.73	13.85		
	The accommodation located in a safe area	0.69	13.38		
	The room door has adequate security features	0.61	12.25		
	A secure safe is available in the room of this accommodation	0.63	12.50		
	Attitude and behavior of employees			0.93	0.81
	The attitude of employees of this accommodation demonstrates their				
	willingness to help me	0.88	_		
	The attitude of employees of this accommodation shows me that they				
	understand my needs The behavior of the employees of this accommodation allows me to	0.91	34.73		
	trust their services	0.90	33.72		
	Expertise of employees			0.93	0.78
	The employees understand that I rely on their professional knowledge			0.93	0.70
	to meet my needs	0.85	_		
	I can count on the employees of this accommodation to know their				
	jobs/responsibilities	0.87	29.70		
	The employees of this accommodation managed to deal with all my				
	needs	0.91	32.46		
	The employees of this accommodation are competent	0.88	30.58		
able II.	Customer interaction			0.84	0.72
ychometric	I am generally impressed with the behavior of the other customers of				
operties of the	this accommodation	0.87	_		
easurement scales	My interaction with the other customers has a positive impact on this	0.00	99.00		
r the first-order	accommodation's services	0.83	22.86	,	
ctors				(CO1	rtinued

First-order factor and their indicators	SL	t-values	CR	AVE	Service quality as second-
Sociability This accommodation provides me with opportunities for social interaction I feel a sense of belonging with other customers at this accommodation I have made social contacts at this accommodation	0.83 0.88 0.85	_ 26.77 25.83	0.89	0.73	order factor
Waiting time The waiting time for service is reasonable at this accommodation The employees of this accommodation understand that waiting time is important to me The employees of this accommodation try to minimize my waiting	0.86 0.95 0.86	- 34.93 29.81	0.92	0.80	
time Notes: SL – standardized loadings; CR –composite reliability; AVE = A	Table II.				

(CFA) to test and compare these models. Results are presented in Table III. M1 and M2 had unacceptable model fit indices. M3 had slightly better fit indices (CFI = 0.95; TLI = 0.94; RMSEA = 0.05; SRMR = 0.05; $\chi^2/df = 2.64$) than M4 (CFI = 0.95; TLI = 0.95; RMSEA = 0.05; SRMR = 0.57; $\chi^2/df = 2.84$), although the latter was also acceptable.

According to Marsh and Hocevar (1985), a model that hypothesizes a second-order factor (e.g. M4) can never produce a better fit than a model that proposes correlated first-order factors (e.g. M3). However, it is better to consider the second-order factor model if it has an acceptable fit because a rival better-fitted first-order correlated factor model is likely to be characterized by problems of discriminant validity as we explained earlier (Marsh and Hocevar, 1985; Koufteros *et al.*, 2009). More so, selecting the best model from equivalent models should also be based on theoretical grounds (Koufteros *et al.*, 2009). Given the need for a second-order service quality model from a conceptual point of view and the empirical evidence supporting this assertion (Koufteros *et al.*, 2009; Wilkins *et al.*, 2007), we retained M4 as the most appropriate model and examined its performance in the overall measurement and structural model.

4.5 Testing the overall measurement and structural models

Given the desirable results of the second-order service quality model, the overall measurement model was tested using CFA. As presented in Table IV, the fit indices of the model were within the recommended range (CFI = 0.94; TLI = 0.94; RMSEA = 0.04; SRMR = 0.05; $\chi^2/\text{df} = 2.37$). The overall measurement model, which included the second-order factor model of service quality, was further tested for its reliability and validity. Reliability was assessed by analyzing the composite reliability and average variance extracted (AVE) values, which should be greater than 0.70 and 0.50 respectively (Hair *et al.*, 2006). As shown in Table V, all values exceeded the minimum threshold, evidencing reliability. AVE values greater than 0.50 as well as significant factor loadings between the items and their respective latent variable also evidence convergent validity (Hair *et al.*, 2006). Results from Table V suggest that the overall measurement model, including the second-order factor model achieved convergent validity.

Following Anderson and Gerbing (1988), we assessed discriminant validity by comparing all pairs of constructs in two-factor CFA models, where each model was

IJCHM 29,12

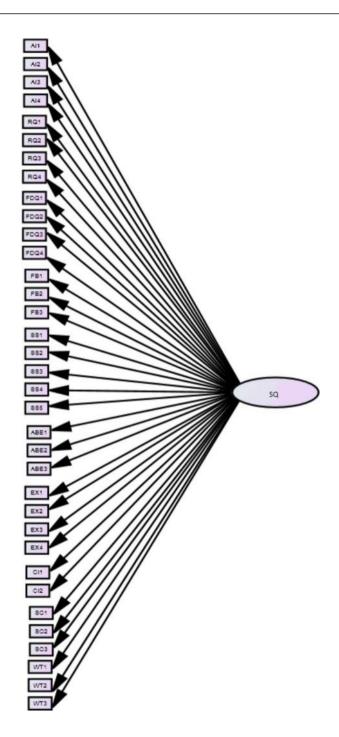


Figure 2. One first-order factor (M1)

Service quality as secondorder factor

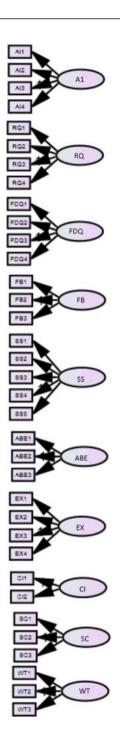


Figure 3. Ten first-order uncorrelated factors (M4)

IJCHM 29,12

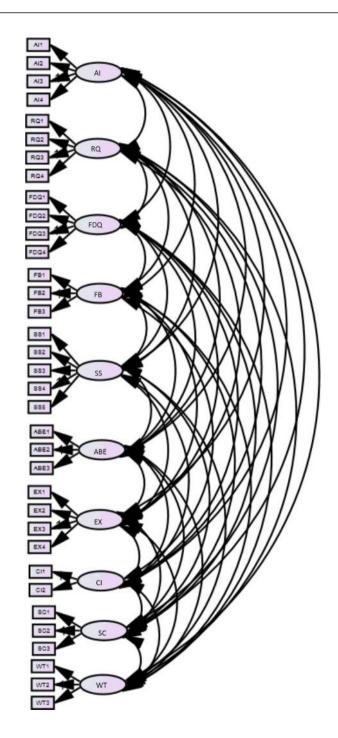
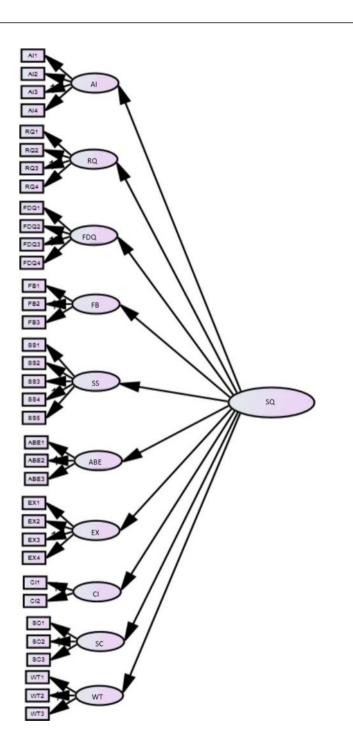


Figure 4.
Ten correlated first-order factors (M3)



Service quality as secondorder factor

Figure 5.
Ten first-order factors, one second-order factor (M4)

IJCHM 29,12	Fit indices	Single first-order factor (M1)	Ten uncorrelated first-order factor (M2)	Ten correlated first- order factor (M3)	Ten first-order factors, one second-order factor (M4)
	χ ² CFI	6819.21 ₍₅₅₉₎ 0.63	3698.90 ₍₅₅₆₎ 0.82	1347.25 ₍₅₁₅₎ 0.95	1549.56 ₍₅₄₆₎ 0.95
	TLI	0.61	0.80	0.94	0.95
0004	RMSEA	0.13	0.09	0.05	0.05
2994	SRMR	0.09	0.38	0.05	0.05
	χ^2/df	12.20	6.65	2.62	2.84
	AIC	6961.21	3846.90	1577.25	1717.56
	BCC	6969.26	3855.29	1590.29	1727.08

Table III.Model comparison

Notes: CFI – Comparative fit index; TLI – Tucker–Lewis index; IFI – Incremental fit index; RMSEA – Root mean square error of approximation; SRMR – Standardized root mean square residual; AIC – Akaike information criterion; BCC – Browne–Cudeck criterion

Table IV.Fit indices of the overall measurement and structural models

Model	χ^2	df	CFI	TLI	RMSEA	SRMR	χ^2/df
Overall measurement model Structural model Evaluative criteria	2834.03 2919.36	1194 1197 –	0.94 0.94 > 0.90	0.94 0.94 > 0.90	0.04 0.04 < 0.08	0.05 0.05 < 0.08	2.37 2.44 < 0.3

estimated twice, with one constraining the correlation between the constructs to be one and the other allowing free estimation of the parameter. A model achieves discriminant validity if a significantly lower chi-square value is obtained for the model in which the correlation is not constrained to unity (Bagozzi and Phillips, 1982). As presented in Table VI, this condition was met, evidencing that the overall measurement model achieved discriminant validity.

Once the reliability and validity of the measurement model was established, the structural model was tested (Figures 6). The fit indices were within acceptable range (Table IV: CFI = 0.94; TLI = 0.94; RMSEA = 0.04; SRMR = 0.51; $\chi^2/df = 2.44$). Results of the path relationships are shown in Figure 6. As noted from the figure, all path relationships were statistically significant.

5. Discussion

Existing literature indicates that service quality is a multidimensional construct. Accordingly, we hypothesized that that the ten distinct, but related, sub-dimensions of service quality can be accounted for by a common underlying higher-order service quality factor model, which is significantly better than a first-order service quality factor model. To verify this hypothesis, we followed a hierarchical approach to test the second-order factor model using CFA. Basing ourselves on the empirical results from the modeling process as well as on theoretical grounds, we argued that it was reasonable to accept the second-order service quality model as a better model, allowing us to accept *H1*. From a theoretical standpoint, the results suggest that service quality in an accommodation setting can be conceptualized meaningfully at a higher order of abstraction (Brady and Cronin, 2001; Kang and James, 2004; Wilkins *et al.*, 2007). We, thus, argue that accommodation guests evaluate

Service quality (second order factor model) AI Accommodation infrastructure BQ Room quality FDQ Front-desk quality	Variables and their indicators	SL	t-values	CR	AVE	Service quality as second-
Al Accommodation infrastructure Quality Quali	Service quality (second order factor model)			0.93	0.55	
RQ Room quality		0.81	15.03	0.00	0.00	oruer factor
FDQ Front-desk quality FB Food and beverage SS Safety and security ABE Attitude and behaviors of employees CI Customer interaction CI Customer interaction CI Sociability Consumption emotions CI Feel polased with the consumption process CI Feel comfortable with the consumption process CI Feel comfortable with the consumption process CI Feel polased with the consumption process CI CI CI Feel polased with the consumption process CI CI CI Feel polased with the accommodation for what you give to the accommodation for your money CI Feel polased with the accommodation for what you give to the polased feel polased						
FB Food and beverage S Safety and security 1.1.1.7						
SS Safety and security ABE Attitude and behaviors of employees KEX Expertise of employees CI Customer interaction CUSTOMER TO Waiting time CONSUMPTION CONSUM						
ABE Attitude and behaviors of employees 0.81 15.68 EX Expertise of employees 0.82 15.56 CI Customer interaction 0.59 12.09 SC Sociability 0.54 11.20 ST Waiting time 0.75 14.72 Consumption emotions 0.59 12.09 Consumption emotions 0.79 0.75 14.72 Consumption emotions 0.91 - 0.79 0.57 Ifeel comfortable with the consumption process 0.79 23.15 Ifeel disappointed with the consumption process 0.79 23.15 Ifeel disappointed with the consumption process (R) 0.50 13.29 Image 0.87 0.69 Image 0.87 0.69 Image 0.87 0.69 Image 0.88 25.30 0.82 0.82 0.83 0.82 0.83 0.82 0.83 0.82 0.83 0.82 0.83 0.82 0.83 0.82 0.83 0.82 0.83 0.83 0.82 0.83 0.83 0.83 0.83 0.83 0.83 0.83 0.83	ě .		11 17			2995
EX Expertise of employees CI Customer interaction CI Scalability ST Waiting time 0.75 14.72 Consumption emotions I						
CI Customer interaction SC Sociability SC Sociability Waiting time 0.54 11.20 SC Sociability Waiting time 0.75 14.72 Consumption emotions						
SC Sociability ST Waiting time 0.54 11.20 Consumption emotions						
ST Waiting time 0.75 14.72 Consumption emotions I feel pleased with the consumption process I feel comfortable with the consumption process I feel comfortable with the consumption process (R) 0.50 13.29 Image I fiel disappointed with the consumption process (R) 0.50 13.29 Image I think this accommodation has a good reputation in the region 1.5 2.5 30 This accommodation has a better image than its competitors 1.5 2.5 30 This accommodation has a good image in the minds of its 1.5 2.5 30 This accommodation has a good image in the minds of its 1.5 2.5 30 This accommodation has a good image in the minds of its 1.5 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation for what you give 2.5 30 This accommodation the accommodation for what you give 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation to overall performance 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation has a good image in the minds of its 2.5 30 This accommodation in full the 2.5 30 This accommodation has a good						
Consumption emotions I feel pleased with the consumption process I feel comfortable with the consumption process I feel comfortable with the consumption process I feel comfortable with the consumption process I feel disappointed with the consumption process (R) I feel comfortable with the accommodation for bring that its competitors I feel comfortable with the accommodation for wint in the region of the satisfaction level of this accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation for what you give open under given quality I feel comfortable with the accommodation is quite close to my given under given quality I feel comfortable with the accommodation is quite close to my given under given quality I feel comfortable with the accommodation is quite close to my given under given quali	· · · · · · · · · · · · · · · · · · ·					
I feel pleased with the consumption process I feel comfortable with the consumption process (R) I feel comfortable with the consumption process (R) I feel disappointed with the consumption process (R) I feel satisfied with the accommodation for what you give Overall value you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation for what you give Overall walue you get from the accommodation is overall performance I feel satisfied with the accommodation has met your expectations Overall walue you get from the accommodation is quite close to my ideal accommodation I feel satisfied with the accommodation is quite close to my ideal accommodation I feel satisfied with the accommodation to friends and relatives Overall walue you get from the accommodation to others Overall walue you get from the accommodation to others Overall walue you get from the accommodation to others Overall walue you get from the accommodation to others Overall measurement Table V. Table V. Table V. Properties of the overall measurement		0.10	11.12			
I feel disappointed with the consumption process (R) 0.50 13.29 Image	Consumption emotions			0.79	0.57	
I feel disappointed with the consumption process (R) I mage I think this accommodation has a good reputation in the region This accommodation has a better image than its competitors This accommodation has a good image in the minds of its customers Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money Customer satisfaction I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others O.90 Customer loyalty Customer loyalty Customer loyalty Recommend the accommodation to friends and relatives O.90 Customer loyalty Customer loyalt	I feel pleased with the consumption process	0.91	_			
Inage I think this accommodation has a good reputation in the region This accommodation has a better image than its competitors This accommodation has a good image in the minds of its customers O .82	I feel comfortable with the consumption process	0.79	23.15			
I think this accommodation has a good reputation in the region This accommodation has a better image than its competitors This accommodation has a good image in the minds of its customers 0.82 - 825.30 0.82 - This accommodation has a good image in the minds of its customers 0.83 24.38 Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money 0.90 38.06 Customer satisfaction 1 feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation 1 Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; 0.83 24.38 24.38 0.93 0.82 0.93 0.82 0.93 0.82 0.90 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.90 0.69 0.90 0.90 0.75 0.90 0.90 0.90 0.90 0.90 0.90 0.90 0.9	I feel disappointed with the consumption process (R)	0.50	13.29			
I think this accommodation has a good reputation in the region This accommodation has a better image than its competitors This accommodation has a good image in the minds of its customers 0.82 - 825.30 0.82 - This accommodation has a good image in the minds of its customers 0.83 24.38 Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money 0.90 38.06 Customer satisfaction 1 feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation 1 Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; 0.83 24.38 24.38 0.93 0.82 0.93 0.82 0.93 0.82 0.90 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.75 0.90 0.90 0.69 0.90 0.90 0.75 0.90 0.90 0.90 0.90 0.90 0.90 0.90 0.9	I			0.07	0.00	
This accommodation has a better image than its competitors This accommodation has a good image in the minds of its customers 0.83 24.38 Perceived value 0.93 0.82 Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for what you give Overall value you get from the accommodation for your money 0.90 0.80 0.80 0.80 0.90 0.75 I feel satisfied with the accommodation has met your expectations The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation 0.82 0.90 0.90 0.69 Recommend the accommodation to friends and relatives 0.90 0.90 0.69 Recommend the accommodation again if you could start all over Overs: SL - Standardized loadings; CR - Composite reliability; AVE - Average variance extracted; overall measurement		0.05	05.00	0.87	0.69	
This accommodation has a good image in the minds of its customers 0.83 24.38 Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money 0.90 38.06 Customer satisfaction I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation 0.82 - Customer loyalty Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; 0.90 0.93 – 0.90 0.75 0.90 0.69 Perceived value 0.90 0.69 Properties of the overall measurement						
customers Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Customer satisfaction Customer satisfaction I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Say favorable things about the accommodation to others Customer loyalty Recommodation again if you could start all over Stay in the same accommodation in future Overall measurement Table V. Properties of the Overall measurement		0.82	_			
Perceived value Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Overall value you get from the accommodation soverall performance Overall value you get from the accommodation's overall performance Overall value you get from the accommodation has overall performance Overall value you get from the accommodation has overall performance Overall value you get from your accommodation beautiful performance Overall value you get from your accommodation has overall performance Overall value you get from your accommodation has overall performance Overall value you get from the accommodation has overall performance Overall value you get from the accommodation has overall performance Overall value you get from the accommodation has overall performance Overall value you get from the accommodation is quite close to my overall measurement Overall value you get from the accommodation for what you gold overall measurement Overall value you get from the accommodation for what you gold overall measurement	9 9	0.00	04.00			
Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Output	customers	0.83	24.38			
Appropriateness of accommodation's price under given quality Overall value you get from your accommodation for what you give Overall value you get from the accommodation for your money Overall value you get from the accommodation for your money Output	Perceived value			0.93	0.82	
Overall value you get from your accommodation for what you give Overall value you get from the accommodation for what you give Overall value you get from the accommodation for your money Customer satisfaction I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation Customer loyalty Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement		0.88	36.63	0.50	0.02	
Overall value you get from the accommodation for your money Customer satisfaction I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future O.90 O.90 O.90 O.90 O.90 O.90 O.90 Table V. Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; O.90						
Customer satisfaction 0.90 0.75 I feel satisfied with the accommodation's overall performance 0.89 28.61 The performance of this accommodation has met your expectations 0.88 27.95 The satisfaction level of this accommodation is quite close to my ideal accommodation Customer loyalty 0.90 0.69 Recommend the accommodation to friends and relatives 0.90 26.29 Say favorable things about the accommodation to others 0.90 26.30 Choose the same accommodation again if you could start all over 0.78 - Table V. Stay in the same accommodation in future 0.71 32.11 Notes: SL - Standardized loadings; CR - Composite reliability; AVE - Average variance extracted; overall measurement						
I feel satisfied with the accommodation's overall performance The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation The satisfaction level of this accommodation is quite close to my ideal accommodation The satisfaction level of this accommodation is quite close to my ideal accommodation The satisfaction level of this accommodation is quite close to my ideal accommodation The satisfaction level of this accommodation is quite close to my ideal accommodation The satisfaction level of this accommodation is quite close to my ideal accommodation Table V. Table V. Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement	Overall value you get from the accommodation for your money	0.30	30.00			
The performance of this accommodation has met your expectations The satisfaction level of this accommodation is quite close to my ideal accommodation 0.82 Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future 0.88 27.95 0.90 0.69 26.29 26.30 Choose the same accommodation again if you could start all over 0.78 0.79 7 Table V. Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement	Customer satisfaction			0.90	0.75	
The satisfaction level of this accommodation is quite close to my ideal accommodation 0.82 — Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future 0.78 — Table V. Properties of the Notes: SL — Standardized loadings; CR — Composite reliability; AVE — Average variance extracted; overall measurement	I feel satisfied with the accommodation's overall performance	0.89	28.61			
The satisfaction level of this accommodation is quite close to my ideal accommodation 0.82 — Customer loyalty Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future 0.78 — Table V. Properties of the Notes: SL — Standardized loadings; CR — Composite reliability; AVE — Average variance extracted; overall measurement	The performance of this accommodation has met your expectations	0.88	27.95			
ideal accommodation 0.82 – Customer loyalty 0.90 0.69 Recommend the accommodation to friends and relatives 0.90 26.29 Say favorable things about the accommodation to others 0.90 26.30 Choose the same accommodation again if you could start all over 0.78 – Table V. Stay in the same accommodation in future 0.71 32.11 Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement	The satisfaction level of this accommodation is quite close to my					
Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others O.90 26.29 Say favorable things about the accommodation to others O.90 26.30 Choose the same accommodation again if you could start all over Stay in the same accommodation in future O.71 32.11 Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement		0.82	_			
Recommend the accommodation to friends and relatives Say favorable things about the accommodation to others O.90 26.29 Say favorable things about the accommodation to others O.90 26.30 Choose the same accommodation again if you could start all over Stay in the same accommodation in future O.71 32.11 Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement						
Say favorable things about the accommodation to others Choose the same accommodation again if you could start all over Stay in the same accommodation in future 0.71 0.90 26.30 Table V. 9.71 1.72 Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement				0.90	0.69	
Choose the same accommodation again if you could start all over 0.78 - 32.11 Table V. Stay in the same accommodation in future 0.71 32.11 Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement						
Stay in the same accommodation in future 0.71 32.11 Properties of the Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement	Say favorable things about the accommodation to others	0.90	26.30			
Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement						Table V.
Notes: SL – Standardized loadings; CR – Composite reliability; AVE – Average variance extracted; overall measurement	Stay in the same accommodation in future	0.71	32.11			Properties of the
Notes. SE Standardized loadings, CR Composite reliability, TVE Tiverage variance extracted,	Notace CI Standardized loadings CD Compasite validability	AME	A ************	ionaa	two at a d.	1
		AVE -	Average var	nance ex	iracted;	

accommodation service quality on ten dimensions, but that they also view the overall service quality as a higher-order factor that captures a meaning common to all dimensions.

It is imperative for researchers to pay attention to the explanatory power (R^2 values) of a structural model (Hair *et al.* 2012). Generally, R^2 values of 0.75, 0.50 or 0.25 for the endogenous constructs are considered high, moderate and weak, respectively (Hair *et al.*, 2012). The treatment of service quality as a higher-order construct and the inclusion of other relevant variables in the structural model allowed us to explain 84, 52, 65, 63 and 84 per cent of variance in customer satisfaction, consumption emotions, perceived value, image and customer loyalty, respectively. These values are comparatively higher to what have been reported in some studies and provide evidence of nomological validity of the second-order

IJCHM 29,12	Compariso	ons	Constrained χ^2	model df	Unconstru χ^2	ained model df	Chi-squar $\Delta \chi^2$	e difference Δdf	Discriminant validity
	SQ	IM	1985.40	652	1845.29	651	140.11	1	Yes
		PV	1914.60	652	1779.52	651	135.08	1	Yes
		CE	1921.09	652	1744.99	651	176.1	1	Yes
2000		CS	1948.09	652	1805.13	651	142.96	1	Yes
2996		CL	2375.35	689	2213.99	688	161.36	1	Yes
	IM	PV	177.62	9	23.84	8	153.78	1	Yes
		CE	202.72	9	29.81	8	172.91	1	Yes
		CS	228.42	9	46.36	8	182.06	1	Yes
		CL	496.37	14	340.4	13	155.97	1	Yes
	PV	CE	173.07	9	10.02	8	163.05	1	Yes
		CS	201.94	9	46.16	8	155.78	1	Yes
		CL	459.88	14	322.29	13	137.59	1	Yes
Table VI.	CE	CS	304.69	9	92.61	8	212.08	1	Yes
Discriminant validity		CL	617.85	14	434.39	13	183.46	1	Yes
results	CS	CL	160.84	13	91.46	12	69.38	1	Yes

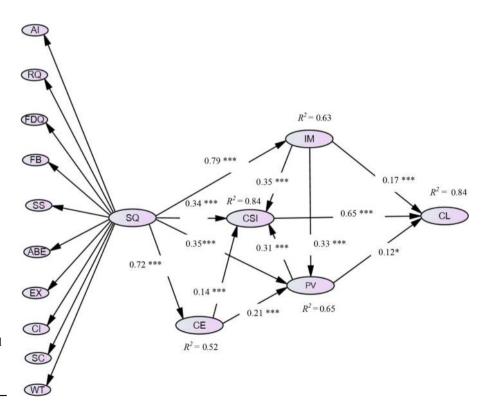


Figure 6. The tested structural equation model with standardized beta and R^2 values

as second-

order factor

Service quality

factor model of service quality. For example, Deng *et al.*'s (2013) model captured 61 and 62 per cent of variance in customer satisfaction and loyalty respectively, while Oh (1999) explained 49, 35 and 62 per cent of variance in perceived value, customer satisfaction and loyalty, respectively. While methodological and contextual issues may explain the differences in the variance captured, we argue that the second-order factor approach allowed us to explain considerably higher level of variances as such a model is characterized by more parsimony and high explanatory power (Chin, 1998; Koufteros *et al.*, 2009).

H2 proposing a positive relationship between service quality and customer satisfaction was accepted ($\beta=0.34; p<0.001$), indicating that better perceptions of service quality leads to higher satisfaction among guests. Our study corroborates the findings of existing research (Chen and Chen, 2010; Deng *et al.*, 2013; Oh, 1999). We also found support for H3, which postulated a positive relationship between service quality and consumption emotions ($\beta=0.72; p<0.001$), and H4, which proposed a positive relationship between consumption emotions and customer satisfaction ($\beta=0.14; p<0.001$). Corroborating the results of existing studies (Deng *et al.*, 2013; Hyun *et al.*, 2011; Lo *et al.*, 2015), the significant paths revealed here reasonably justifies our motive to introduce consumption emotions in the model and reinforces the need for researchers to consider this variable in future service quality studies.

H5 proposing a relationship between perceived value and customer satisfaction ($\beta=0.31$; p<0.001) and H6 postulating a relationship between service quality and perceived value ($\beta=0.35$; p<0.001) were both supported by the findings. We also found support for H8, which proposed a positive relationship between consumption emotions and perceived value. These findings are in line with existing research (Bajs, 2015; Deng et~al., 2013; Hyun et~al., 2011; Oh, 1999; Ryu et~al., 2008, 2012). The results allow us to conclude that accommodation guests place great importance on what is fair, right or deserved (benefits) for the perceived costs of the accommodation offering in terms of the monetary payments and other sacrifices they made. We also agree with McDougall and Levesque (2000) who argue that models that fail to consider perceived value provide an incomplete picture of customer satisfaction.

To test the influence of image on customer satisfaction and on perceived value, we formulated H8 and H9, respectively. Results indicated support for both hypotheses ($\beta = 0.35$; p < 0.001; $\beta = 0.33$; p < 0.001), corroborating existing empirical evidence revealed by Andreassen and Lindestad (1998), Cretu and Brodie (2007) and Kandampully and Suhartanto (2000). H10, which proposed that service quality positively influences image was also supported by the study findings ($\beta = 0.79$; p < 0.001), confirming results of existing studies (Hu *et al.*, 2009; Ryu *et al.*, 2012; Tosun *et al.*, 2015). Customers' overall impression of and beliefs about an accommodation establishment is strongly influenced by the quality of service they receive. H11 proposing a positive relationship between customer satisfaction and loyalty was supported by the findings ($\beta = 0.65$; p < 0.001). We also found support for H12, which postulated a relationship between perceived value and customer loyalty, and for H13, postulating a positive relationship between image and customer loyalty ($\beta = 0.12$; p < 0.05). These results support those in existing literature on the topic (Chen and Chen 2010; Deng *et al.*, 2013; Hu *et al.*, 2009; Oh, 1999; Su *et al.*, 2016).

5.1 Theoretical implications

Overall, the results contribute to the theoretical and methodological debates on the measurement of service quality. Second-order models are not particularly difficult to conceptualize and test, but the hospitality literature has yet to make full use of the capabilities and insights they afford. The vast majority of studies that included service quality as a variable in a structural model (e.g. Deng *et al.*, 2013; Oh, 1999) have measured

the construct in such a way that they have omitted the notion that service quality is "the sum total of a number of specific activities that make up the overall performance of a particular industry's service" (Rossiter, 2002, p. 314). Consequently, these studies failed to capture the multidimensional nature of service quality, resulting in a poor measurement of the construct. Although no researchers can claim that they have fully captured the multidimensional nature of service quality (Brady and Cronin, 2001), we believe that we have come closer to measuring the construct, embedded in a nomological network, Our results provide support for the second-order factor model of service quality which comprised ten dimensions. Such a model embodies the meaning of the first-order factors, captures the common variance across these dimensions, provides a more accurate overall assessment of the customers' evaluation of service quality and explains a higher level of variance in the outcome variables (Brady and Cronin, 2001; Dabholkar et al., 1995; Koufteros et al., 2009). We, thus, provide a better explanation of its influence on customer satisfaction, image, consumption emotions and perceived value. In line with the argument of Blut (2016), in this study, we found that the various dimensions of service quality are distinct and cannot be simply merged or deleted without changing the meaning of the construct. Future studies should consider the theoretical and methodological implications of a second-order factor approach for developing measurement scales of service quality. Such a consideration will also improve our understanding of the theoretical relationships between service quality and other outcomes variables such as image, perceived value, consumption emotions, customer satisfaction and customer loyalty.

5.2 Practical implications

The managerial implications of the study's findings are also worthy of discussion. The second-order service quality model can be of value to practitioners for improving quality of service, as it allows for analysis at different levels of abstraction (Brady and Cronin, 2001). Accommodation managers interested in customers' evaluation of service on a cumulative basis can make use of the global measure to determine service quality. They should understand that accommodation guests form their perceptions of service quality of an establishment on the basis of an evaluation on ten dimensions, but ultimately combine these evaluations to form an overall perception of service quality. From this perspective, improving service quality requires coordinated efforts from all departments such as human resource, front office, food and beverage and housekeeping. This is what the second-order factor model tells us. More so, managers requiring a comprehensive analysis of service quality can make use of the first-order factors to identify areas or departments requiring improvements. They can use the findings to manage the different dimensions that make-up service quality in the consumers' mind. Managers can identify the sources of service failure, isolate their origins and make appropriate adjustments for service improvements. Such an assessment can also be made at the level of each department.

Managers should not consider improvements in the quality of service as an end in itself but also realize that such efforts will also impact favorably on customer satisfaction, image of the establishment, perceived value and consumption emotions as our findings suggest. These strategies will also have the effect of improving customer loyalty. They can also improve customer satisfaction and loyalty by ensuring that customers derive positive emotions from the consumption process. This can be achieved by improving the key touch points of the establishment such as the physical settings of the place and the appearance of accommodation staffs that evoke positive consumption emotions. Satisfaction and loyalty can be enhanced further by ensuring that customers derive good value from the service. Managers should develop appropriate and smart pricing strategies that provide better value

to customers than their competitors. Improving the image of the organization is another strategy to enhance customer satisfaction and loyalty. Managers should, however, bear in mind that a poor level of service and low customer satisfaction are likely to affect the success of the whole accommodation establishment given their relationships with other variables of the model.

5.3 Study limitations and direction for future research

The findings of this study should be understood, taking into account its limitations. First, although a second-order factor model is useful, mainly when a global representation of a construct is required such as in a structural model, it is less useful when fine-grained analyses are needed (Bagozzi and Heatherton, 1994), such as when a detailed assessment of the level of quality of service offered by a hospitality organization is required. Second, a second-order factor does not allow for an understanding of the influence of each first-order factors on outcome variables such as customer satisfaction and loyalty. Thus, it is important that future researchers attempt to test such relationships to uncover those dimensions of service quality that matter most for customer satisfaction and loyalty and to determine their explanatory power. Third, although we found theoretical and empirical support for a second-order factor model of service quality, there is potential for considering service quality as a third-order factor, commonly referred to as a hierarchical model, where the firstorder factors can be aggregated into a smaller set of meaningful sub-dimensions as in the research by Dabholkar et al. (1995), Brady and Cronin (2001), Dagger et al. (2007) and, more recently, Blut (2016). If researchers and practitioners are concerned with parsimony, a thirdorder factor model of service quality may be more appealing (Dabholkar et al., 1995). Fourth, we considered only the service quality construct as a second-order factor in our model. Future studies can enlarge our model to include other second-order factors such as image and perceived value. Finally, there is also potential for exploiting use of structural equation modeling further by conducting factorial invariance test to analyze the moderating effects of other variables such as nationality and culture on the path relationships we tested.

6. Conclusion

Research on service quality in hospitality has proliferated over the past decades. While early studies were relatively descriptive and sometimes inattentive to measurement issues, recent studies have embraced advanced statistical techniques of a confirmatory nature such as structural equation modeling (Deng et al., 2013; Oh, 1999; Su et al., 2016), allowing the field to catch-up with more established disciplines such as psychology which have a long tradition of using rigorous methodological approaches. The existing knowledge base suggests that service quality is best conceptualized as multidimensional, in which case, a second-order factor approach becomes the most suitable technique that can best represent such structures when considered in a nomological network (Koufteros et al., 2009). This paper developed a second-order service quality model, which was integrated in a structural model. The model was tested using a rigorous confirmatory approach on data collected from accommodation guests in South Africa.

This paper makes an important contribution to knowledge. Although some researchers tested service quality as a second-order factor (Wilkins et al., 2007), their approach is at best incomplete as Chin (1998) argued. To-date, we have come across very limited studies that considered a second-order service quality model within an integrative structural model comprising of key variables such as customer satisfaction, image, perceived value, consumption emotions and customer loyalty. We provide here a theoretically rigorous approach to understanding consumer psychology. Our approach has alleviated such

methodological problems as limited explanatory power and "bloated specifics", which are common to first-order factor or unidimensional treatment of a variable (Koufteros *et al.*, 2009). In this study, we have not only demonstrated that service quality can be treated as a second-order factor but also, by integrating the construct in a structural model, explained higher level of variances and developed a more parsimonious model than existing studies. If the general factor rather than the first-order factors is the main focus of the research, then the second-order factor approach to conceptualizing a variable serves a useful purpose (Chen *et al.*, 2006).

References

- Akbaba, A. (2006), "Measuring service quality in the hotel industry: a study in a business hotel in Turkey", *International Journal of Hospitality Management*, Vol. 25 No. 2, pp. 170-192.
- Ali, F., Amin, M. and Cobanoglu, C. (2016a), "An integrated model of service experience, emotions, satisfaction, and price acceptance: an empirical analysis in the Chinese hospitality industry", *Journal of Hospitality Marketing and Management*, Vol. 25 No. 4, pp. 449-475.
- Ali, F., Amin, M. and Ryu, K. (2016b), "The role of physical environment, price perceptions, and consumption emotions in developing customer satisfaction in Chinese resort hotels", *Journal of Quality Assurance in Hospitality and Tourism*, Vol. 17 No. 1, pp. 45-70.
- Anderson, J.C. and Gerbing, D.W. (1988), "Structural equation modeling in practice: a review and recommended two-step approach", *Psychological Bulletin*, Vol. 103 No. 3, p. 411.
- Andreassen, T.W. and Lindestad, B. (1998), "Customer loyalty and complex services: the impact of corporate image on quality, customer satisfaction and loyalty for customers with varying degrees of service expertise", *International Journal of Service Industry Management*, Vol. 9 No. 1, pp. 7-23.
- Bagozzi, R.P. and Heatherton, T.F. (1994), "A general approach to representing multifaceted personality constructs: application to state self-esteem", Structural Equation Modeling: A Multidisciplinary Journal, Vol. 1 No. 1, pp. 35-67.
- Bagozzi, R.P. and Phillips, L.W. (1982), "Representing and testing organizational theories: a holistic construal", Administrative Science Quarterly, Vol. 27 No. 3, pp. 459-489.
- Bajs, I.P. (2015), "Tourist perceived value, relationship to satisfaction, and behavioral intentions the example of the Croatian tourist destination Dubrovnik", *Journal of Travel Research*, Vol. 54 No. 1, pp. 122-134.
- Baldacchino, G. (1995), "Total quality management in a luxury hotel: a critique of practice", International Journal of Hospitality Management, Vol. 14 No. 1, pp. 67-78.
- Bauer, H.H., Falk, T. and Hammerschmidt, M. (2006), "eTransQual: a transaction process-based approach for capturing service quality in online shopping", *Journal of Business Research*, Vol. 59 No. 7, pp. 866-875.
- Bitner, M.J., Booms, B.H. and Tetreault, M.S. (1990), "The service encounter: diagnosing favorable and unfavorable incidents", *The Journal of Marketing*, Vol. 54 No. 1, pp. 71-84.
- Bloemer, J. and De Ruyter, K. (1998), "On the relationship between store image, store satisfaction and store loyalty", *European Journal of Marketing*, Vol. 32 Nos 5/6, pp. 499-513.
- Blut, M. (2016), "E-service quality: development of a hierarchical model", Journal of Retailing, Vol. 92 No. 4, pp. 500-517.
- Brady, M.K. and Cronin, J.J. (2001), "Some new thoughts on conceptualizing perceived service quality: a hierarchical approach", *Journal of Marketing*, Vol. 65 No. 3, pp. 34-49.
- Caro, L.M. and García, J.A.M. (2008), "Developing a multidimensional and hierarchical service quality model for the travel agency industry", *Tourism Management*, Vol. 29 No. 4, pp. 706-720.

as second-

order factor

- Chang, K.C. (2013), "How reputation creates loyalty in the restaurant sector", *International Journal of Contemporary Hospitality Management*, Vol. 25 No. 4, pp. 536-557.
- Chen, C.F. and Chen, F.S. (2010), "Experience quality, perceived value, satisfaction and behavioral intentions for heritage tourists", *Tourism Management*, Vol. 31 No. 1, pp. 29-35.
- Chen, F.F., Sousa, K.H. and West, S.G. (2005), "Testing measurement invariance of second-order factor models", Structural Equation Modeling, Vol. 12 No. 3, pp. 471-492.
- Chen, F.F., West, S.G. and Sousa, K.H. (2006), "A comparison of bifactor and second-order models of quality of life", Multivariate Behavioral Research, Vol. 41 No. 2, pp. 189-225.
- Chen, W.J. (2013), "Factors influencing internal service quality at international tourist hotels", International Journal of Hospitality Management, Vol. 35, pp. 152-160.
- Chi, C.G.Q. and Qu, H. (2008), "Examining the structural relationships of destination image, tourist satisfaction and destination loyalty: an integrated approach", *Tourism Management*, Vol. 29 No. 4, pp. 624-636.
- Chin, W.W. (1998), "Commentary: issues and opinion on structural equation modeling", MIS Quarterly, Vol. 22 No. 1, pp. 7-16.
- Choi, T.Y. and Chu, R. (2001), "Determinants of hotel guests' satisfaction and repeat patronage in the Hong Kong hotel industry", *International Journal of Hospitality Management*, Vol. 20 No. 3, pp. 277-297.
- Chu, R.K. and Choi, T. (2000), "An importance-performance analysis of hotel selection factors in the Hong Kong hotel industry: a comparison of business and leisure travellers", *Tourism Management*, Vol. 21 No. 4, pp. 363-377.
- Cretu, A.E. and Brodie, R.J. (2007), "The influence of brand image and company reputation where manufacturers market to small firms: a customer value perspective", *Industrial Marketing Management*, Vol. 36 No. 2, pp. 230-240.
- Crosby, L.A., Evans, K.R. and Cowles, D. (1990), "Relationship quality in services selling: an interpersonal influence perspective", *The Journal of Marketing*, Vol. 54 No. 7, pp. 68-81.
- Czepiel, J.A., Solomon, M.R., Suprenant, C.F. and Gutman, E.G. (1985), Service Encounters: An Overview, the Service Encounter: Managing Employee Customer Interaction in Service Business, Lexington Books, Lexington, MA.
- Dabholkar, P.A., Thorpe, D.I. and Rentz, J.O. (1995), "A measure of service quality for retail stores: scale development and validation", *Journal of the Academy of Marketing Science*, Vol. 24 No. 1, pp. 3-16.
- Dagger, T.S., Sweeney, J.C. and Johnson, L.W. (2007), "A hierarchical model of health service quality scale development and investigation of an integrated model", *Journal of Service Research*, Vol. 10 No. 2, pp. 123-142.
- Dedeoğlu, B.B. and Demirer, H. (2015), "Differences in service quality perceptions of stakeholders in the hotel industry", *International Journal of Contemporary Hospitality Management*, Vol. 27 No. 1, pp. 130-146.
- Deng, W.J., Yeh, M.L. and Sung, M.L. (2013), "A customer satisfaction index model for international tourist hotels: integrating consumption emotions into the American customer satisfaction index", International Journal of Hospitality Management, Vol. 35, pp. 133-140.
- Dowling, G.R. (1993), "Developing your company image into a corporate asset", *Long Range Planning*, Vol. 26 No. 2, pp. 101-109.
- Dubé, L. and Menon, K. (2000), "Multiple roles of consumption emotions in post-purchase satisfaction with extended service transactions", *International Journal of Service Industry Management*, Vol. 11 No. 3, pp. 287-304.
- Ekinci, Y. and Riley, M. (2001), "Validating quality dimensions", Annals of Tourism Research, Vol. 28 No. 1, pp. 202-223.

- Enz, C.A. and Taylor, M.S. (2002), "The safety and security of US hotels: a post- September-11 report", Cornell Hotel and Restaurant Administration Quarterly, Vol. 43 No. 5, pp. 119-136.
- García de Leaniz, P.M. and Rodríguez Del Bosque Rodríguez, I. (2015), "Exploring the antecedents of hotel customer loyalty: a social identity perspective", *Journal of Hospitality Marketing & Management*, Vol. 24 No. 1, pp. 1-23.
- Gerbing, D.W., Hamilton, J.G. and Freeman, E.B. (1994), "A large-scale second-order structural equation model of the influence of management participation on organizational planning benefits", *Journal of Management*, Vol. 20 No. 4, pp. 859-885.
- Getty, J.M. and Getty, R.L. (2003), "Lodging quality index (LQI): assessing customers' perceptions of quality delivery", International Journal of Contemporary Hospitality Management, Vol. 15 No. 2, pp. 94-104.
- Giritlioglu, I., Jones, E. and Avcikurt, C. (2014), "Measuring food and beverage service quality in spa hotels: a case study in Balıkesir, Turkey", *International Journal of Contemporary Hospitality Management*, Vol. 26 No. 2, pp. 183-204.
- Gregory, A.M., Severt, D.E. and Hahm, J. (2016), "An attribution approach and the subsequent satisfaction, value, and loyalty of service delivery in private residence clubs", *Journal of Hospitality Marketing & Management*, Vol. 25 No. 1, pp. 91-112.
- Hair, J.F., Black, W.C., Babin, B.J., Anderson, R.E. and Tatham, R.L. (2006), Multivariate Data Analysis, Vol. 6, Pearson Prentice Hall, Upper Saddle River, NJ.
- Hair, J.F., Sarstedt, M., Ringle, C.M. and Mena, J.A. (2012), "An assessment of the use of partial least squares structural equation modeling in marketing research", *Journal of the Academy of Marketing Science*, Vol. 40 No. 3, pp. 414-433.
- -Han, H. and Back, K.J. (2007), "Assessing customers' emotional experiences influencing their satisfaction in the lodging industry", Journal of Travel and Tourism Marketing, Vol. 23 No. 1, pp. 43-56.
- Hornik, J. (1984), "Subjective vs. objective time measures: a note on the perception of time in consumer behavior", *Journal of Consumer Research*, Vol. 11 No. 1, pp. 615-618.
- Hosany, S. and Gilbert, D. (2010), "Measuring tourists' emotional experiences toward hedonic holiday destinations", *Journal of Travel Research*, Vol. 49 No. 4, pp. 513-526.
- Houston, M.B., Bettencourt, L.A. and Wenger, S. (1998), "The relationship between waiting in a service queue and evaluations of service quality: a field theory perspective", *Psychology and Marketing*, Vol. 15 No. 8, pp. 735-753.
- Hu, H.H., Kandampully, J. and Juwaheer, T.D. (2009), "Relationships and impacts of service quality, perceived value, customer satisfaction, and image: an empirical study", *The Service Industries Journal*, Vol. 29 No. 2, pp. 111-125.
- Hyun, S.S., Kim, W. and Lee, M.J. (2011), "The impact of advertising on patrons' emotional responses, perceived value, and behavioral intentions in the chain restaurant industry: the moderating role of advertising-induced arousal", *International Journal of Hospitality Management*, Vol. 30 No. 3, pp. 689-700.
- Johnson, M.D., Gustafsson, A., Andreassen, T.W., Lervik, L. and Cha, J. (2001), "The evolution and future of national customer satisfaction index models", *Journal of Economic Psychology*, Vol. 22 No. 2, pp. 217-245.
- Joung, H.W., Choi, E.K. and Wang, E. (2016), "Effects of perceived quality and perceived value of campus foodservice on customer satisfaction: moderating role of gender", *Journal of Quality Assurance in Hospitality and Tourism*, Vol. 17 No. 2, pp. 101-113.
- Jung, H.S. and Yoon, H.H. (2011), "The effects of nonverbal communication of employees in the family restaurant upon customers' emotional responses and customer satisfaction", *International Journal of Hospitality Management*, Vol. 30 No. 3, pp. 542-550.
- Kandampully, J. and Suhartanto, D. (2000), "Customer loyalty in the hotel industry: the role of customer satisfaction and image", *International Journal of Contemporary Hospitality Management*, Vol. 12 No. 6, pp. 346-351.

- Kandampully, J. and Suhartanto, D. (2003), "The role of customer satisfaction and image in gaining customer loyalty in the hotel industry", *Journal of Hospitality and Leisure Marketing*, Vol. 10 Nos 1/2, pp. 3-25.
- Kandampully, J., Zhang, T. and Bilgihan, A. (2015), "Customer loyalty: a review and future directions with a special focus on the hospitality industry", *International Journal of Contemporary Hospitality Management*, Vol. 27 No. 3, pp. 379-414.
- Kang, G.D. and James, J. (2004), "Service quality dimensions: an examination of Grönroos's service quality model", Managing Service Quality: An International Journal, Vol. 14 No. 4, pp. 266-277.
- Kim, W.G. and Cha, Y. (2002), "Antecedents and consequences of relationship quality in hotel industry", International Journal of Hospitality Management, Vol. 21 No. 4, pp. 321-338.
- Knutson, B., Stevens, P., Wullaert, C., Patton, M. and Yokoyama, F. (1990), "LODGSERV: a service quality index for the lodging industry", *Journal of Hospitality and Tourism Research*, Vol. 14 No. 2, pp. 277-284.
- Ko, Y.J. and Pastore, D.L. (2005), "A hierarchical model of service quality for the recreational sport industry", Sport Marketing Quarterly, Vol. 14 No. 2, pp. 84-97.
- Koufteros, X., Babbar, S. and Kaighobadi, M. (2009), "A paradigm for examining second-order factor models employing structural equation modeling", *International Journal of Production Economics*, Vol. 120 No. 2, pp. 633-652.
- Ladeira, W.J., Santini, F.D.O., Araujo, C.F. and Sampaio, C.H. (2016), "A meta-analysis of the antecedents and consequences of satisfaction in tourism and hospitality", *Journal of Hospitality Marketing & Management*, Vol. 25 No. 8, pp. 975-1009.
- Lehtinen, U. and Lehtinen, J.R. (1991), "Two approaches to service quality dimensions", Service Industries Journal, Vol. 11 No. 3, pp. 287-303.
- Little, R.J. (1988), "A test of missing completely at random for multivariate data with missing values", Journal of the American Statistical Association, Vol. 83 No. 404, pp. 1198-1202.
- Liu, Y. and Jang, S.S. (2009), "Perceptions of Chinese restaurants in the US: what affects customer satisfaction and behavioral intentions?", *International Journal of Hospitality Management*, Vol. 28 No. 3, pp. 338-348.
- Lo, A., Wu, C. and Tsai, H. (2015), "The impact of service quality on positive consumption emotions in resort and hotel spa experiences", *Journal of Hospitality Marketing and Management*, Vol. 24 No. 2, pp. 155-179.
- Lockyer, T. (2002), "Business guests' accommodation selection: the view from both sides", International Journal of Contemporary Hospitality Management, Vol. 14 No. 6, pp. 294-300.
- McDougall, G.H. and Levesque, T. (2000), "Customer satisfaction with services: putting perceived value into the equation", Journal of Services Marketing, Vol. 14 No. 5, pp. 392-410.
- Mackenzie, S.B. (2001), "Opportunities for improving consumer research through latent variable structural equation modeling", Journal of Consumer Research, Vol. 28 No. 1, pp. 159-166.
- Marsh, H.W. and Hocevar, D. (1985), "Application of confirmatory factor analysis to the study of self-concept: first-and higher order factor models and their invariance across groups", Psychological Bulletin, Vol. 97 No. 3, p. 562.
- Milne, G.R. and McDonald, M.A. (1999), Sport Marketing: Managing the Exchange Process, Jones and Bartlett, Sudbury, MA.
- Min, H. and Min, H. (1997), "Benchmarking the quality of hotel services: managerial perspectives", International Journal of Quality & Reliability Management, Vol. 14 No. 6, pp. 582-597.
- Narayan, B., Rajendran, C. and Sai, L.P. (2008), "Scales to measure and benchmark service quality in tourism industry: a second-order factor approach", *Benchmarking: An International Journal*, Vol. 15 No. 4, pp. 469-493.

- Nunkoo, R. and Ramkissoon, H. (2012), "Structural equation modelling and regression analysis in tourism research", Current Issues in Tourism, Vol. 15 No. 8, pp. 777-802.
- Nunkoo, R., Ramkissoon, H. and Gursoy, D. (2013), "Use of structural equation modeling in tourism research past, present, and future", *Journal of Travel Research*, Vol. 52 No. 6, pp. 759-771.
- Oh, H. (1999), "Service quality, customer satisfaction, and customer value: a holistic perspective", International Journal of Hospitality Management, Vol. 18 No. 1, pp. 67-82.
- Oh, H. and Kim, K. (2017), "Customer satisfaction, service quality, and customer value: years 2000-2015", International Journal of Contemporary Hospitality Management, Vol. 29 No. 1, pp. 2-29.
- Oliver, R.L. (1997), Satisfaction: A Behavioral Perspective on the Consumer, McGraw-Hill, New York, NY.
- Parasuraman, A. (1997), "Reflections on gaining competitive advantage through customer value", Journal of the Academy of Marketing Science, Vol. 25 No. 2, pp. 154-161.
- Parasuraman, A., Zeithaml, V.A. and Berry, L.L. (1988), "SERVQUAL: a multi-item scale for measuring consumer perceptions of service quality", *Journal of Retailing*, Vol. 64, pp. 13-40.
- Park, D.B. and Nunkoo, R. (2013), "Relationship between destination image and loyalty: developing cooperative branding for rural destinations", Proceedings of the International Conference on International Trade and Investment (ICITI) - Non-Tariff Measures, the New Frontier of Trade Policy?, University of Mauritius/WTO Chairs Programme.
- Park, J.W., Robertson, R. and Wu, C.L. (2004), "The effect of airline service quality on passengers' behavioural intentions: a Korean case study", *Journal of Air Transport Management*, Vol. 10 No. 6, pp. 435-439.
- Pizam, A., Shapoval, V. and Ellis, T. (2016), "Customer satisfaction and its measurement in hospitality enterprises: a revisit and update", *International Journal of Contemporary Hospitality Management*, Vol. 28 No. 1, pp. 2-35.
- Ramaswamy, V. (2008), "Co-creating value through customers' experiences: the Nike case", *Strategy & Leadership*, Vol. 36 No. 5, pp. 9-14.
- Ramkissoon, H., Nunkoo, R. and Gursoy, D. (2010), "How consumption values influence destination image formation", in Arch, G.W., Megehee, C.M. and Ogle, A. (Eds), Advances in Culture, Tourism and Hospitality Research: Perspectives on Cross-Cultural, Ethnographic, Brand Image, Storytelling, Unconscious Needs, and Hospitality Guest Research, Emerald, pp. 143-168.
- Rauch, D.A., Collins, M.D., Nale, R.D. and Barr, P.B. (2015), "Measuring service quality in mid-scale hotels", *International Journal of Contemporary Hospitality Management*, Vol. 27 No. 1, pp. 87-106.
- Ravald, A. and Grönroos, C. (1996), "The value concept and relationship marketing", European Journal of Marketing, Vol. 30 No. 2, pp. 19-30.
- Ren, L., Qiu, H., Wang, P. and Lin, P.M. (2016), "Exploring customer experience with budget hotels: dimensionality and satisfaction", *International Journal of Hospitality Management*, Vol. 52, pp. 13-23.
- Richins, M.L. (1997), "Measuring emotions in the consumption experience", Journal of Consumer Research, Vol. 24 No. 2, pp. 127-146.
- Rindskopf, D. and Rose, T. (1988), "Some theory and applications of confirmatory second-order factor analysis", Multivariate Behavioral Research, Vol. 23 No. 1, pp. 51-67.
- Rossiter, J.R. (2002), "The C-OAR-SE procedure for scale development in marketing", *International Journal of Research in Marketing*, Vol. 19 No. 4, pp. 305-335.
- Rust, R.T. and Oliver, R.W. (1994), "The death of advertising", Journal of Advertising, Vol. 23 No. 4, pp. 71-77.
- Ryu, K., Han, H. and Kim, T.H. (2008), "The relationships among overall quick-casual restaurant image, perceived value, customer satisfaction, and behavioral intentions", *International Journal of Hospitality Management*, Vol. 27 No. 3, pp. 459-469.

- Ryu, K., Lee, H.R. and Kim, W.G. (2012), "The influence of the quality of the physical environment, food, and service on restaurant image, customer perceived value, customer satisfaction, and behavioral intentions", *International Journal of Contemporary Hospitality Management*, Vol. 24 No. 2, pp. 200-223.
- Service quality as secondorder factor
- Sari, F.O., Bulut, C. and Pirnar, I. (2016), "Adaptation of hospitality service quality scales for marina services", International Journal of Hospitality Management, Vol. 54, pp. 95-103.
- Shi, Y., Prentice, C. and He, W. (2014), "Linking service quality, customer satisfaction and loyalty in casinos, does membership matter?", *International Journal of Hospitality Management*, Vol. 40, pp. 81-91.
- Su, L., Swanson, S.R. and Chen, X. (2016), "The effects of perceived service quality on repurchase intentions and subjective well-being of chinese tourists: the mediating role of relationship quality", *Tourism Management*, Vol. 52, pp. 82-95.
- Suh, B.W. and Ahn, T.H. (2012), "The relationships among perceived value of service, services switching costs, and customer loyalty in seafood restaurants", Korean Journal of Food Marketing Economics,
- Taylor, S. (1994), "Waiting for service: the relationship between delays and evaluations of service", The Journal of Marketing, Vol. 58 No. 2, pp. 56-69.
- Tosun, C., Dedeoğlu, B.B. and Fyall, A. (2015), "Destination service quality, affective image and revisit intention: the moderating role of past experience", *Journal of Destination Marketing and Management*, Vol. 4 No. 4, pp. 222-234.
- West, S.G., Finch, J.F. and Curran, P.J. (1995), "Structural equation models with nonnormal variables: problems and remedies", in Hoyle, R.H. (Ed.), Structural Equation Modeling: Concepts, Issues, and Applications, Sage, Thousand Oaks, CA, pp. 56-75.
- Wilkins, H., Merrilees, B. and Herington, C. (2007), "Towards an understanding of total service quality in hotels", *International Journal of Hospitality Management*, Vol. 26 No. 4, pp. 840-853.
- Wong Ooi Mei, A., Dean, A.M. and White, C.J. (1999), "Analysing service quality in the hospitality industry", Managing Service Quality: An International Journal, Vol. 9 No. 2, pp. 136-143.
- Wu, A. and Weber, K. (2005), "Convention center facilities, attributes and services: the delegates' perspective", *Asia Pacific Journal of Tourism Research*, Vol. 10 No. 4, pp. 399-410.
- Wu, H.C. (2009), "An empirical study of behavioral intention in the Taiwan hotel industry", unpublished PhD dissertation, Lincoln University, Lincoln, NZ.
- Yoon, Y.S., Lee, J.S. and Lee, C.K. (2010), "Measuring festival quality and value affecting visitors' satisfaction and loyalty using a structural approach", *International Journal of Hospitality Management*, Vol. 29 No. 2, pp. 335-342.
- Žabkar, V., Brenčič, M.M. and Dmitrović, T. (2010), "Modelling perceived quality, visitor satisfaction and behavioural intentions at the destination level", *Tourism Management*, Vol. 31 No. 4, pp. 537-546.
- Zeithaml, V.A. (1988), "Consumer perceptions of price, quality, and value: a means-end model and synthesis of evidence", *The Journal of Marketing*, Vol. 52 No. 3, pp. 2-22.
- Zeithaml, V.A., Parasuraman, A. and Berry, L.L. (1990), Service Leadership Spells Profits, in: Delivering Quality Service; Balancing Customer Perceptions and Expectations, The Free Press, New YorK, NY.

Corresponding author

Robin Nunkoo can be contacted at: r.nunkoo@uom.ac.mu

For instructions on how to order reprints of this article, please visit our website: www.emeraldgrouppublishing.com/licensing/reprints.htm
Or contact us for further details: permissions@emeraldinsight.com