# SERVICE QUALITY OF FACILITIES MANAGEMENT BASED ON USERS' EXPECTATION AND PERCEPTION IN RESIDENTIAL COMMUNITY

## LI YIMENG

A thesis submitted in fulfillment of the requirements for the award of the degree of Master of Science (Asset and Facilities Management)

Faculty of Geoinformation and Real Estate
Universiti Teknologi Malaysia

To my beloved parents and my dear friends

#### **ACKNOWLEDGEMENT**

It is my greatest experience to have an opportunity to complete a thesis entitled "Service quality of facilities management based on users' expectation and perception in Residential Community". In preparing this thesis, I was in contact with many friends, researchers, academicians and practitioners. They have contributed a lot toward my understanding and thoughts in completing this thesis.

First of all, I wish to express my profound gratitude and deepest respect to my supervisor, Dr. Maizan Bin Baba for his encouragement, invaluable guidance, and constructive comments throughout this research.

Next, I would like to express my gratitude to all the lecturers and staffs in Faculty of Geoinformation and Real Estate of UTM for giving me an opportunity to conduct this survey.

Most importantly, my sincere appreciations extend to all my friends and others who have provided assistance on various occasions. Their views and advices are useful indeed. Unfortunately, it is not possible to list all of them in this limited space. I am also grateful to all my family members. Finally, I would like to share my entire honor with all of you.

#### **ABSTRACT**

In recent years, the increasing amount of facilities management companies and residential communities has raise together with the complaint rate that concerning the quality of service in facilities management. The same situation occurred in Dragon Spring Residential Community in Shijiazhuang, China. Consequently, this study was conducted to analysis the service quality of facilities management based on the residents' expectation and perception in Dragon Spring Residential Community. The objectives of this study are (1) to identify the service level based on the residents' expectations and their perceptions and (2) to identify the factors which can influence the service quality. Questionnaires were distributed to a residential community in Shijiazhuang of Hebei Province, China. A total of 105 residents from Dragon Spring Residential Community were randomly selected to be the respondents of the study. Five dimensions included 22 items of measure service quality were named: reliability, assurance, empathy, responsiveness and tangible. this study, the descriptive analysis, gap analysis and Kruskal-Wallis Test were used to analyze the data. This study found that the residents are dissatisfied with the service quality level provided by the FM Company because the entire gap between residents' expectation and perception which is negative, and there is significant positive relationship between service quality, as well as the gender and age factors (p < 0.05). At the end of this study, some recommendation was suggested to the FM Company and guided them to improve the service quality.

### **ABSTRAK**

Sejak kebelakangan ini, jumlah syarikat-syarikat pengurusan kemudahan dan komuniti kediaman semakin meningkat sehubungan dengan kadar aduan kualiti perkhidmatan dalam pengurusan kemudahan yang juga turut meningkat dengan mendadak. Keadaan yang sama berlaku di Dragon Spring Community Kediaman di Shijiazhuang, China. Oleh yang demikian, kajian ini dijalankan untuk menganalisis kualiti perkhidmatan pengurusan kemudahan berdasarkan jangkaan dan persepsi penduduk di Komuniti Kediaman Dragon Spring. Objektif kajian ini adalah (1) untuk mengenal pasti tahap perkhidmatan berdasarkan jangkaan dan persepsi penduduk dan juga (2) untuk mengenal pasti faktor-faktor yang boleh mempengaruhi kualiti perkhidmatan. Borang soal selidik telah diedarkan kepada masyarakat kediaman di Shijiazhuang Hebei Province, China. Seramai 105 penduduk dari Komuniti Kediaman Dragon Spring telah dipilih secara rawak untuk menjadi responden. Lima dimensi yang merangkumi 22 item ukuran kualiti perkhidmatan telah dinamakan: kebolehpercayaan, jaminan, empati, responsif dan nyata. Analisis deskriptif, analisis jurang dan Kruskal-Wallis Ujian telah digunakan untuk menganalisis data. Dapatan kajian mendapati bahawa penduduk tidak berpuas hati dengan tahap kualiti perkhidmatan yang diberikan oleh syarikat FM kerana semua jurang antara harapan dan persepsi penduduk adalah negatif, dan terdapat hubungan positif yang signifikan antara kualiti perkhidmatan dan faktor-faktor yang jantina dan umur (p <0.05). Akhir kajian memberikan beberapa cadangan dan petunjuk kepada syarikat FM untuk meningkatkan kualiti perkhidmatan.

# TABLE OF CONTENT

CHAPTER	DESCRIPTION	PAGE
I	DECLARATION OF SUPERVISOR	ii
T	TITLE PAGE	iii
I	DECLARATION OF WRITER	iv
I	DEDICATION	v
A	ACKNOWLEDGEMENT	vi
A	ABTRACT	vii
A	ABTRAK	viii
7	TABLE OF CONTENT	ix
I	LIST OF TABLE	xiv
I	LIST OF FIGURE	xvi
LIST OF SYMBOUL AND ABBREVIATIONS		xvii
I	LIST OF APPENDICES	xviii
1 INTROD	UCTION	1
1.1	Introduction	1
1.2	Problem Statement	5
1.3	Purpose of Study	11
1.4	Research Questions	12
1.5	Research Objectives	12
1.6	Significance of the Study	13
1.7	Scope of the Study	13
1.8	Structure of the Study	14
	1.8.1. Chapter 1 Introduction	14

		1.8.2. Chapter 2 Literature Review	15
		1.8.3. Chapter 3 Research Methodology	15
		1.8.4. Chapter 4 Data Analysis and Findings	16
		1.8.5. Chapter 5 Conclusion and Recommendation	16
2	LITERA	TURE REVIEW	17
	2.1	Introduction	17
	2.2	Problem Background	18
	2.3	Overview of Facilities Management	19
		2.3.1. Definition of Facilities management	19
		2.3.2. The Current Scope of Facilities Management	22
		2.3.3. The Possible Scope in the Future of Facilities management	24
	2.4	Definition of Service Quality	26
	2.5	Definition of Customer Satisfaction	28
	2.6	Relationship between Service Quality and Customer Satisfaction	31
	2.7	Variance between Service Quality and Other Factors (Age and	
		Gender)	34
	2.8	Measurement of Service Quality	35
		2.8.1.Expectation Compare to Perception	36
		2.8.2.Measurement Model – SERVQUAL	37
	2.9	Summary	39
3	RESEAR	RCH METHODOLOGY	40
	3.1	Introduction	40
	3.2	Flow Chart of Research Methodology	41
	3.3	Research Design	42
	3.4	Research Population and Sampling	43
	3.5	Data Collection	46
	٥.5	3.5.1.Primary Data	46
		3.5.2.Secondary Data	40 47
		5.5.2.5ccolidary Data	┰/

	3.6	Rese	earch Instrument	48
		3.6.1	Section A: Demographic Information	48
		3.6.2	Section B: Service Quality Measurement	49
		3.6.3	Research Rating System	50
	3.7	Pilot	Test	51
		3.7.1	Reliability	51
		3.7.2	Validity	54
	3.8	Data	Analysis	54
		3.8.1	Statistical Frequency Analysis	55
		3.8.2	Descriptive Analysis	55
		3.8.3	Gap Analysis	57
		3.8.4	Nonparametric Kruskal-Wallis Test	58
	3.9	Sum	mary	59
4 DA	ΓΑ ΑΙ	NALYS	SIS AND FINDINGS	60
	4.1	Intro	oduction	60
	4.2	Resp	pondent's Demography	61
		4.2.1	Rate of Response	61
		4.2.2	Gender	61
		4.2.3	Age	62
		4.2.4	Education Level	62
	4.3	The	Level of Expectation of Facilities Management Services from	ı
		Resi	dents	63
		4.3.1	Items Analysis of Residents' Expectation	64
		4.3.2	Summary of Dimensions for Service Quality Measurement -	_
			Residents' Expectation	68
	4.4	The	Level of Perception of Facilities Management Services from	
		Resi	dents	69
		4.4.1	Items Analysis of Residents' Perception	70
		4.4.2	Summary of Dimensions for Service Quality Measurement -	_

			Residents' Perception	75
	4.5	Gap	Analysis between Residents' Expectation and Perception o	$\mathbf{f}$
		Serv	rice Quality	75
	4.6	Rela	ationship between Service Quality and Factors (Gender and	Age)
				80
		4.6.1	1. The Relationship between Residents' Expectations of Ser	vice
			Quality and Factors (Gender and Age)	80
		4.6.2	2.The Relationship between Residents' Perceptions of Servi	ice
			Quality and Factors (Gender and Age)	84
	4.7	Sui	mmary	87
5	CONCL	USION	NAND RECOMMENDATIONS	89
	5.1	Intro	oduction	89
	5.2	Disc	eussion of the Findings	90
		5.2.1	Demographic of Respondents	91
		5.2.2	Residents' Expectations towards Service Quality Provided	d by
			FM Company in Dragon Spring Residential Community	91
		5.2.3	Residents' Perceptions towards Service Quality Provided	by
			FM Company in Dragon Spring Residential Community	93
		5.2.4	Service Gaps between Residents' Expectation and Percep	tion
			of Dragon Spring Residential Community	94
		5.2.5	The Relationship between Service Quaility and the Factor	îs.
			(Gender and Age) which Influence it	96
	5.3	Lim	itations of the study	97
		5.3.1.	Factors Influencing Service Quality	97
		5.3.2	Sampling Size	98
	5.4	Reco	ommendations	98
		5.4.1	1. Recommendations to the Facilities Management Com	npamy
				99
		5.4.2	2. Recommendations for Future Research	100

	٠	٠	٠
v	1	1	1
Λ			1

5.5	Summary	101
REFERENCES	<b>\</b>	102
APPENDICES		113

# LIST OF TABLES

TABLE	NO. TITLE	PAGE
2.1. Sam	aple of FM Definitions	21
2.2. Gen	eral Definition of Service Quality	27
2.3. Gen	erate Definition of Customer Satisfaction	30
2.4. Oliv	ver's Potential Satisfaction Theory	31
2.5. SER	RVQUAL Dimensions	38
2.6. Serv	vice Quality Items	39
3.1 The	Distribution of Each Item in the Questionnaire	50
3.2 The	Level of Important Dimensions of Likert Scale	50
3.3 Alpl	na Cronbach Reliability Range	52
3.4 Alpl	ha Cronbach for Each Item of Expectation and Perception	53
3.5 Data	a Analysis Methods Used in this Study	55
3.6 Scor	re of Items	56
3.7 The	Mean Score	57
3.8 Prob	pability Level of Kruskal-Wallis Test	58
4.1 The	Distribution of Frequency and Percentage by Gender	61
4.2 The	Distribution of Frequency and Percentage by Age	62
4.3 The	Distribution of Frequency and Percentage by Education Level	63
4.4 Mea	n score for Expectations Items	65
4.5 The	Six Highest Expectation for Service Quality	67
4.6 The	Six Lowest Expectation for Service Quality	68
4.7 Sun	nmary of Overall Mean Score of Dimensions for Service	e Ouality

Measurement	69
4.8 Mean Score for Perceptions Items	71
4.9 The Six Highest Perception for Service Quality	73
4.10 The Six Lowest Perception for Service Quality	74
4.11Summary of Overall Mean Score of Dimensions for Service	e Quality
Measurement	75
4.12The Difference of Mean Value between the Perception and Exp	ectation of
Service Quality	76
4.13 The Six Highest Service Gap	78
4.14 The Six Lowest Service Gap	79
4.15 Service Gaps According to Service Quality Dimensions	79
4.16The Relationship between Residents' Expectation of Service Quality a	and Factors
(Gender and Age)	81
4.17 The Factor of Gender Influence Items of Residents' Expectations	to Measure
Service Quality	82
4.18 The Factor of Age Influence Items of Residents' Expectations t	o Measure
Service Quality	83
4.19 The Relationship between Residents' Perception of Service Quality a	and Factors
(Gender and Age)	84
4.20 The Factor of Gender Influence Items of Residents' Perceptions	to Measure
Service Quality	86
4.21 The Factor of Age Influence Items of Residents' Perceptions t	o Measure
Service Quality	87

# LIST OF FIGURES

FIG	GURE NO. TITLE	PAGE
1.1	Location of Shijiazhuang	5
1.2	Service Quality of FM Service in Shijiazhuang	10
2.1	Satisfaction Level of FM Service in Shijiazhuang	18
2.2	Triangle of 'Ps' and FM	22
2.3	Customer Perceptions of Service Quality and Customer Satisfaction	33
3.1	Flow Chart of Research Methodology	41

xvii

# LIST OF SYMBOLS

α	Alpha
d	Acceptable margin of error for proportion being estimated or 0.05
$n_1$	Required return sample size when $n_0 > 5\%$ of population
$n_0$	Required return sample size based on Cochran's formula
p	Maximum possible proportion or 0.5
P	Population size
q	(1-p) or $0.5$
t	Value for selected alpha level of 0.05 or 1.96
FM	Facilities Management

# LIST OF APPENDIX

APPENDI	X NO. TITLE	PAGE
A	Survey Questionnaire	113
В	Frequency Analysis for Expectation and Percetion Items	116

### **CHAPTER 1**

### **INTRODUCTION**

## 1.1. Background

Facilities management (FM) as a concept first came from the United States of America in the 1970s, but in reality it has more than one hundred years of history. In today's society, facilities management has become a social, professional and enterprise industry. It is also a comprehensive industry which involves security, cleaning, landscaping, maintenance and many other different fields in the world. The final objective of facilities management is to keep and increase the value of the facilities to maintain them in a good condition so that they can be used normally. Nowadays, facilities management is also integrated into the real estate industry.

The meaning of facilities management in real estate area can be summarized as "the housing, services and other means to contribute to a better performance of the main process in changing the overall management and implementation around" (Syed & Hamimah, 2008).

The first company of facilities management in China was built in March 1981 in Shenzhen, Guangdong Province (Ruimin Zhang and Xiaojuan Lv, 2008). To date the company has more than 40 years history, and during these 40 years, the development of facilities management has never stopped in order to improve itself, by which it can be accepted and acknowledged by both customers and society. Although the development of facilities management in China has never stopped, it is still at the initial stage compared to the Western countries.

From the 1920s, facilities management underwent vigorous development in some big cities in the coastal and inland areas of China. Many large and medium-sized cities including Beijing, Shanghai, Wuhan, Guangzhou, Shenyang and Harbin, have built many eight or nine - storey buildings. Only in the case of Shanghai, as the first big city in the east, there are many high-rise buildings. In the old British concession areas, there are many Western-style residences. The prosperity of the real estate industry promoted the development of the facilities management market. A professional company was set up to perform cleaning, sanitation, housing decoration, service management and other professional business which formed the embryonic system of modern Chinese facilities management.

From 1949 after the founding of the People's Republic of China (PRC), the land and real estate of the city gradually transferred to state and collective ownership. Basically the funds of required for residential construction was paid by the government, and the housing was allocated to the workers as welfare. The Interior Affairs Department, City Services Department, Second Department of Commerce, National City Construction Bureau and Built Environment Department became the

functioning mechanism of real estate management in the central authority. However, the local authority in charge of housing management and housing maintenance was constantly changing, sometimes revoked and sometimes acting as part of a coalition. Even if the authority had an independent existence, it could not identify itself as a government agency or otherwise as the management and commercial aspects had been replaced by simple administrative management. Thus, the business activities of the real estate section basically, and the facilities management along with the real estate market disappeared from the scene. What were left were only related departments of the government concerning housing production and maintenance, without any commercial aspect.

In the nineteen eighties, the market economy in China became increasingly animated and the development of city construction also increasing rapidly. Consequently, housing commercialization and housing property privatization as a symbol of real estate management reformation started to gradually reappear. On 18 March 1981, the first commercial residentce building management professional company in Shengzhen – Shenzhen Facilities Management Company – was founded. It marked the start point of facilities management in China. However, as a new industry in China, facilities management began in the coastal areas, and was just a subsidiary of real estate development. It was not accepted by the public, nor was it extended over the whole country. After 10 years, the unique function of facilities management gradually attracted people's attention. In 1993, the Ministry of Construction and Real Estate Department held the first session of the national facilities management seminar in Guangzhou and Shenzhen. At the same time the Facilities Management Association of Shenzhen was established which marked a

new period for facilities management in China.

In April 1994, the Ministry of Construction promulgated the first facilities management regulations as a "new residential community management approach in cities". It established the independent status of facilities management in the real estate industry. On 01 September 2003, the implementation of "facilities management regulations" become another milepost for the Chinese history of facilities management development. It marked the development of China's facilities management, formally fitting in the legal track with significant imprance to safeguard the legitimate rights and interests of all housing owners and improve the living and working environment of people and to standardize facilities management. At present, facilities management has become a closely watched industry with thousands of housing owners. It has gained the attentioned of all of departments and people, such that the prospects of facilities management are very bright.

The city of Shijiazhuang has been selected as the study area for this work. See Figure 1.1 for the location of Shijiazhuang as the capital of Hebei Province in China. Shijiazhuang is the f political, economic, technology, financial, culture and information centre of Hebei Province. The total area of Shijiazhuang is 15,848 square kilometres, and the number of residents in Shijiazhuang is more than 10.2 million. At the end of 2012, there were 1111 residential communities in the urban area of Shijiazhuang, of which 635 residential communities already practice facilities management. The coverage rate of facilities management is thus 57% (Xin Hua newspaper, 2012). In spite of this, the facilities management industry in China is still at the primary stage.



Figure 1.1 Location of Shijiazhuang

### 1.2. Problem Statement

Communities can be seen as cells of society. The most important part to building a harmonious society is to build a harmonious community. The relationship between community construction and facilities management is one of interdependence and mutual promotion. On the other hand, the development of facilities management can be reflected by the community construction. A perfect community function will increase the personal qualities so that contradiction and dissension among the residents will be reduced.

As a significant constituent part, the quality of services for facilities management plays an important role in a harmonious community. The quality of services can be directly reflected by the satisfaction and the complaint rate that arises

from the customers who live in the community. Nowadays, the complaint rate from Chinese communities is at a higher level and, the satisfaction of the residents is still at a lower level. The FM service companies in China now are facing a huge challenge after China joined the World Trade Organization, as it is noticed that the FM service companies from overseas have professional management skills. However, the opposite is true for the Chinese companies in this field. Their companies have the obvious advantage of obtaining goods and services at a lower cost and price, however it terms of high service quality in China, the related of FM companies offer lower quality but with a high cost and price (Rui Min Zhang and Xiao Juan Lv, 2008). For all that, the number of FM companies is still increasing rapidly. There is another challenge which has arisen, namely the competition between the FM companies.

According to Industry Survey Data, among the 31 provinces in China there are more than 5000 facilities management companies. Among these companies, there are 2965 FM companies incorporated from 2005 to 2008 (State Statistical Bureau, 2009). This phenomenon indicates that most FM companies in China have a good development situation, but at the same time, it also warns that there are many shortages because the settling time is still short (Shi Min Guo and Jian Hua Zhou, 2007). In this study, the researcher disucsses several shortages.

Facilities management is a burgeoning industry in China so that the related laws and rules are still hysteretic (Xie Xianchun, 2004). In the absence of such laws is easy to touch off conflicts of interest which go against a peaceful and stable of society. In pace with the reformation of the housing system, houses owned by

personal and communities become socialized. This phenomenon has become the irresistible trend of history. Merely depending on the common divisor is not enough to standardize and restrict the relationship between owners and owners and a FM company and owners. There must be a stronger system of laws and regulations concerned with facilities management which are mandatory and authoritative, to ensure that the public interest under facilities management is not infringed.

Therefore, it is a serious problem to establish a suitable system for laws and regulations as soon as possible to govern facilities management development (Xie Xianchun, 2004). The framework of a system of laws and regulations concerning facilities management in China has not formed a perfect legal system yet. The structure is not complete. It consists of few industry regulations, local regulations and policies.

Facilities management directly involves the vital interests of housing owners, users and the facilities management company itself. So far, there are two highlighted problems within facilities management, namely (1) the difficulty to collecting the charges and (2) the lack of stand behaviour of what constitutes the charge to be collected. These two points are disscussed briefly below.

The difficulty of collecting the facilities management charge arises as a few of house owners and users are unwilling to pay the charge. That is because these owners frequently egress or they simply want to increase the value of the house but do not live in here for a long time. Both of these two causations give rise to the problem.

The lack of standard behaviour of the charge to be collected arises even though the State Planning Commission and the Ministry of Construction have already issued "The Interim Regulations of Facilities Management Charge for City Residential Communities". These regulations give a clear and definite stipulation of what constitutes a facilities management charge. However, in some regions the relevant Department of Price does not implement the regulations stringently, and some FM companies ignore the lawful rights and interests of owners so that some of the owners are unwilling or refuse to pay the charge.

Nowadays, to obtain a facilities management project mostly is black case work as a fair marketing competition mechanism has not formed yet (Hu Yunquan, 2006). This means normally the developer has the right to manage the community or it has the right to determine which facilities management company will get permission to manage the community.

The management of submitted public bids and the submission of tenders for facilities projects also suffer from a lack of standardization (Hu and Yang, 2008). It would appear that whatever company developed the housing has permission to from the management. This is because after the community is completed, in the initial period there are few owners living in the area, so the developer selects and engages the facilities management company by itself. However in the future when a lot more owners move into the community, they are forced to accept the decision of the developer and cannot choose a different facilities management company which could give them satisfaction.

The development of facilities management services in coastal areas and developed areas in China is faster than in the outlying and backward areas (Hu Yunquan, 2006). In the coastal and developed areas, the operation of a coomunity by facilities management is normality; however in the outlying and backward areas, there is still an insufficient system of facilities management and even some special areas have still not begun to carry out facilities management services. Regional disparity gives rise to a serious imbalance in the development of facilities management which goes against the facilities management enterprise.

At present, the knowledge skills among the practitioners of facilities management in China are insufficient (Hu and Yang, 2008). The service level of facilities management is limited and the comprehensive quality of the facilities managers is low. Facilities managers play a vital role in a facilities management company. The disposition level of each facilities manager not only influences the service quality of facilities management but also affects the long-term sustainable development of enterprises.

So far, facilities management in China does not have a professional system. The Chinese facilities industry still belongs in the category of labour-intensive industries and with the expansion of management scale, the number of servants is increasing as well (Xie Xianchun, 2004). Unfortunately, most of the servants are from laid-off transfers and seriously lack any high-quality talent for the job. At the same time, because of the weakness of the economic base of a service enterprise, such that the service quality is still at a lower level and service consciousness

becomes bogged down, this causes the grade of professionalism of enterprise to be at a lower level than desired by the community.

# Service quality of FM service in Shijiazhuang

Bad sanitary conditions
 Inconvenient and unsafe parking
 Poor public sercurity
 Dissatisfaction charge
 Unable to slove emergencies
 Useless entrance guard and monitor
 Bad attitude of desk clerk
 Unattractive community activities
 Poor maintenance of infrastructure
 No complains

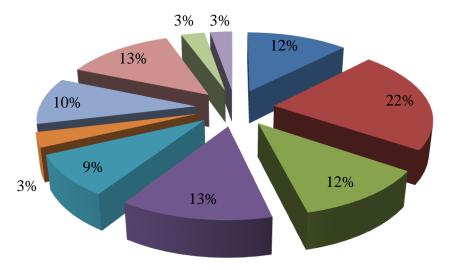


Figure 1.2 Service quality of FM service in Shijiazhuang (Report of FM service quality in Shijiazhuang, Magazine of Real Estate Forum, No. 6, 2012)

In recent years, accompanied by the increasing amount of facilities management companies and residential communities, the complaint rate concerning the quality of service in facilities management is increasing as well as. These complaints involve a lot of aspects such as security, maintenance, cleaning and so on as illustrated in Figure 1.2.

This study is focused on one community named Dragon Spring Residential Community which is located in the city of Shijiazhuang, China. This community was established in 2003 by the Di Hua Real Estate Company Limited. Its location is at the edge of Shijiazhuang, as being far from the city centre the surrounding environment of this community is better than for other communities which are in the city centre. That is why a lot of people are attracted to live in there. Even though the environment is better, the quality of the facilities service in this community is still worrying. Much feedback from the residents involves security and the attributes of the facilities manager. Some of residents have complained about that lack of security guards inside the community, especially as some residents have suffered items being stolen by thieves. Other residents have complained about the bad attitude of the desk clerk, who appears not to be able to solve problems immediately and cannot give a clear answer when questioned. In addition, there are lots of complaints involved with poor cleaning. The reason of this phenomenon is the different sexuality and age influence their expectation and perception but lack of service quality (Stafford, 1966; Snipes et al., 2006).

### 1.3. Purpose of the Study

In this study, the main purpose is to identify the service quality level based on the users' expectations and their perceptions. This study also aims to identify the variance between gender, age and service quality of facilities management in Dragon Spring Residential Community. This will help residents to reflect their feeling to the facilities management department so that lead them slove problem effective and construct a harmonious community together with the facilities management department. Meanwhile, by analyzing the opinions and feelings of the respondents, the researcher may be able to determine the relationship between gender, age of respondents and service quality of FM in this community.

## 1.4. Research Questions

The research questions of this study are as follow:

- i. What are the expectations of the residents and their perceptions of FM service quality in Dragon Spring Residential Community?
- ii. What are the factors that influence FM service quality in a residential community?

## 1.5. Research Objectives

The research objectives of this study are:

i. To identify the service quality level based on the residents' expectations and their perceptions by using Gap analysis.

ii. To identify the factors (gender and age) that influence FM service quality in a residential community.

### 1.6. Significance of the Study

This research can provide feedback concerning facilities management which arises from the residents who live in the Dargon Spring Residential Community.

This feedback can help the facilities manager of Dragon Spring Residential Community to provide a high quality of service for the residents.

This research can also aid other researchers to identify the main factors which will influence the service quality. Further, the research focuses on the perceptions of the residents and their expectations of facilities management in a community coupled with the relationship between several factors and service quality. Therefore, this research can be relevant in the future to help other FM companies provide good service in other communities.

### 1.7. Scope of the Study

This study focus on the residents who live in the Dragon Spring Residential Community. This is because the complaint rate in this community is higher than in

other communities. In addition, this community has already attracted many people due to its good environment. However, the complaint rate still high.

The data for this research has been collected via a set of questionnaires that were distributed to the residents in a residential community named Dragon Srping. The total number of respondents in this study is 105.

# **1.8.** Structure of the Study

This resarch divide into 5 chapters, which are Chapter 1 Introduction, Chapter 2 Literature Review, Chapter 3 Research Methodology, Chapter 4 Data analysis and finding, Chapter 5 Conclusion and Recommendation. At the end of the study, there will identify the service quality of Dragon Spring Residential Community based on their residents' expectation and perception. In addition, this study will also identify the relationship between the service quality and some factors such as gender and age by analyze the data which collected through the set of questionnaires.

# **1.8.1.** Chapter 1 Introduction

Chapter 1 introduces the background and physical location of this study area, the ponderance of this problem and some important factors which can influence this problem. Furthermore, this chapter also includes the research questions and research objectives based on this research. This chapter mentioned the significance and scope of this study at the end of this chapter.

## 1.8.2. Literature Review

Chapter 2 will include some previous study which can support this research, in this chapter, there will more detail physical definition throughout the whole research which related to this study like facilities management and service quality. In addition, another main part of this chapter is the measurement of service quality and some related relationships between the factors and service quality.

## 1.8.3. Research Methodology

Chapter 3 is research methodology, this chapter will introduce that do this research step by step. In this chapter, there is very detail methodology of this research; it includes the data collection, simple size of the respondents, and the analysis methods, some analysis compatible also will be included in this chapter. This chapter also introduces the research instrument that is a set of questionnaire; it also introduces each section of the questionnaire.

### 1.8.4. Chapter 4 Data Analysis and Finding

Chapter 4 is the most important chapter during this research, in this chapter there will be a lot of data analysis. During the a lot of data analysis, it will use a lot of tables and explanation to indicate the analysis result. In this chapter there will be used three methods to analyze the data, after these analyzes some findings will be found at the end of this chapter. These findings will be used in the next chapter.

## 1.8.5. Chapter 5 Conclusion and Recommendation

Chapter 5 is the last chapter during this research, this chapter main to indicate the final finding of the whole research. This chapter also is the important chapter during this research that is because all of the analysis result will be mentioned in this chapter. Thus, this chapter can be regarded as contribution for whole research. Furthermore, there will have some recommendation at the end of this chapter to provide the relevant for the future research.

### REFERENCE

- Ahadzie, D. K., Proverbs, D. G. and Olomolaiye, P. O. (2008), Critical success criteria for mass house building projects in developing countries, *International Journal of Project Management*, 26 (6), 675 687
- Anderson, E. W. and Sullivan, M.W. (1993). The antecedents and consequences of customer satisfaction for firms. Marketing Science, 12(2), pp. 125–143.
- Atkin, B., & Brooks, A. (2000). Total facilities management. Wiley. com.
- Asubonteng, P., McCleary, K. J., & Swan, J. E. (1996). SERVQUAL revisited: a critical review of service quality. *Journal of Services marketing*, *10*(6), 62-81.
- Babbie, E. (2001). *The practice of social research* (9th ed.). Belmont, CA: Wadsworth/Thomson Learning.
- Baker, H. K. and Mukherjee, T. K. (2007), Survey research in finance: views from journal editors, *International Journal of Managerial Finance*, 3 (1), 11 25
- Barrett, P S.& Owen, D D. (1992), 'The Outsourcing Balance: Is There an Optimum?', Facilities Management Research Directions (ed Peter Barrett) University of Salford.

- Bebko, C. P. (2000). Service intangibility and its impact on consumer expectations of service quality. *Journal of Services Marketing*, *14*(1), 9-26.
- Becker, F. 1990. The Total Workplace: Facilities Management and the Elastic Organization. Van Nostrand Reinhold, New York, USA.
- Berry, Leonard L. and A. Parasuraman. (1991), *Marketing Services—Competing Through Quality*. New York: Free Press.
- Bitner, M. J., Booms, B. H., and Mohr, L. A. (1994). Critical Service Encounters: The Employee Viewpoint. *Journal of Marketing*, 58(4), 95–106.
- Brady, M. K., and Robertson, C. J. (2001). Searching for a consensus on the antecedent role of service quality and satisfaction: An exploratory cross-national study. *Journal of Business Research*, 51(1), 53–60.
- Buttle, F. (1996). SERVQUAL: review, critique, research agenda. *European Journal of marketing*, 30(1), 8-32.
- Choi, J. P.(2001). The influence of service quality on customer satisfaction and repurchase intentions at fitness club in South Korea. Unpublished doctoral dissertation, University of New Mexico, Albuquerque, NM
- Cochran, W. G. 1977. Sampling techniques (3rd ed.), New York, John Wiley & Sons
- Collier, D.A. (1987), Service Management. The Automation of Services, Prentice-Hall, Englewood Cliffs, NJ

- Conger, S. (2002), Fostering a career development culture: reflections on the roles of managers, employees and supervisors, *Career Development International*, 7 (6), 371 375
- Corder, Gregory W.; Foreman, Dale I. (2009). *Nonparametric Statistics for Non-Statisticians*. Hoboken: John Wiley & Sons. pp. 99–105.
- Cronbach, L. J. (1951), Coefficient alpha and the internal structure of tests, *Psychometrika*, 16, 297 – 334
- Cronin, J. J., and Taylor, S. A. (1992). Measuring Service Quality: A Reexamination and Extension. *Journal of Marketing*, 56(3), 55–68.
- Cronin, J. J., and Taylor, S. A. (1994). SERVPERF versus SERVQUAL: reconciling performance based and perceptions-minus-expectations measurement of service quality. *Journal of Marketing*, 58(1), 125–131.
- Cui, C. C., Lewis, B. R., & Park, W. (2003). Service quality measurement in the banking sector in South Korea. *International Journal of Bank Marketing*, 21(4), 191-201.
- Deming, W. E. (1986). Out of the Crisis. Cambridge. MA: MIT Center for Advanced Engineering Study. Fornell, C. (1992). A national customer satisfaction barometer: the Swedish experience. *the Journal of Marketing*, 6-21.
- De Vaus, D. A.(2002). Surveys in Social Research, 5th edition, Allen & Unwin, Crows Nest, Australia, 379 pp.

- Dotchin, J. A., & Oakland, J. S. (1994). Total quality management in services: Part 3: Distinguishing perceptions of service quality. *International Journal of Quality & Reliability Management*, 11(4), 6-28.
- Enache, M., Sallan, J. M., Simo, P., Fernandez, V. (2011), Career attitudes and subjective career success: tackling gender differences, *Gender in Management:*An International Journal, 26 (3), 234 250
- Edvardsson, B. (2005). Service quality: beyond cognitive assessment. *Managing Service Quality*, 15(2), 127-131.
- Fleming, S. W. (2004). "Comparative statistical hydroclimatology of glacial and nival rivers in southwest Yukon and northwest British Columbia." PhD dissertation. Univ. of British Columbia, Vancouver, Canada.
- Fornell, C., Johnson, M.D., Anderson, E.W., Cha, J. and Bryant, B.E. (1996), The American customer satisfaction index: nature, purpose and findings, Journal of Business Research, 60(4), pp. 7-18
- Ghobadian, A., Speller, S., & Jones, M. (1994). Service quality: concepts and models.

  International Journal of Quality & Reliability Management, 11(9), 43-66.
- Greenhaus, J. H., Parasuraman, S. and Wormley, W. M. (1990), Race effects of organizational experience, job performance evaluation, and career outcomes, *Academy of Management Journal*, 33 (1), 64 96

- Greenland, S.; Coshall, J. & Combe, I. 2006. Evaluating Service Quality and Consumer Satisfaction in Emerging Markets. *International Journal of Consumer Studies*, 30 (6), 582-590.
- Grimshaw, B. (2002), FEM1.6; Professional Development in FM, coursenotes. UK: UCL (Not publish)
- Guo Shimin & Zhou Jianhua (2007). *Facilities Management*. Building Industry Publishing Company in China.
- Ham, L. & Hayduk, S. (2003). Gaining competitive advantages in higher education: analyzing the gap between expectations and perceptions of service quality. International Journal of Value-Based Management, 16 (3), 223-242.
- Hu Bolong & Yang Tao (2008). *Theory and Practice of Facilities Management*, Machinery Industry Press.
- Hu Yunquan (2006). *Introduction to facilities management*, Huazhong University of Science and Technology Press
- Joseph, M. & Joseph, B. (1998). Identifying needs of potential students in tertiary education for strategy development. *Quality Assurance in Education*, 6(2), 90-96.
- Kavitha, R. (2012) Factors Influencing the Service Quality Gap between Expected Service and Perceived Service-A Study of Sri Gokulam Hospitals., Salem.
- Kotler, P. et al (1996). *Marketing for hospitality and tourism*. Upper Saddle River N.J; London: Prentice-Hall International.

- Labarere, J., Fourny, M., Phillippe, V. J., Pache, S. M. and Patrice, F. (2004), Refinement and validation of a French in-patient experience questionnaire, *International Journal of Health Care Quality Assurance*, 17 (1), 17 – 25
- Ladhari, R. (2008). Alternative measures of service quality: a review. *Managing* Service Quality, 18(1), 65-86.
- Lee, J. K. & Ritzman, L. P. (2005) *Operations Management; Process and value Chains*. (7th edition) New Jersey: Person education
- Lee, W. & Lambert, C. (2000) "Impact Of Waiting Time On Evaluation Of Service Quality And Customer Atisfaction In Foodservice Perations", Foodservice Research International, 12, pp. 241-254.
- Levitt, M. (1976). A simplified representation of protein conformations for rapid simulation of protein folding. *Journal of molecular biology*, 104(1), 59-107.
- Lewis. R. C., & Booms, B. H. (1983). The Marketing Aspects of Service Quality. In Berry, L., Shostack, G., & Upah, G. (Eds.). Emerging Perspectives on Service Marketing. Chicago, IL: American Marketing, 99-107.
- Lin, C. C. (2010), Studying Chinese culture and conflict: a research agenda,

  International Journal of Conflict Management, 21 (1), 70 93
- Lovelock, C. H., Patterson, P. G., and Walker, R. H. (2001). *Services Marketing: An Asia-Pacific Perspective, 2nd Ed.* Australia: Prentice Hall.

- Markovic, S., Raspor, S., & Komšić, J. (2010). Museum Service Quality

  Measurement Using the Histoqual Model. In 2nd International Scientific

  Conference Tourism in South East Europe.
- Morgan, G. A., Leech, N. L., Gloeckner, G. W., & Barrett, K. C. (2004). SPSS for introductory statistics: Use and interpretation. Psychology Press.
- NHS Estate (1996) Re-engineering the facilities management service. Health Facilities Note 16.
- Nourse, H.O. (1990) Managerial real estate: corporate real estate asset management.

  Prentice-Hall, Englewood Cliffs, NJ, USA.
- Nutt, B. (2000) Four competing futures for facility management. Facilities, 18(3/4), 124-132.
- Nutt, B. and McLennan, p. (2000), Facilities Management risks & Opportunities,
  Blackwell Science Ltd., London
- Nutt, P. C. (2004). Organizational De development\*. *Journal of Management Studies*, 41(7), 1083-1103.
- Oliver and W. S. DeSarbo (1988), "Response Determinants in Satisfaction Judgments," *Journal of Consumer Research*, 14, 495-507.
- Oliver, R. L. (1997). Satisfaction: A behavioral perspective on the consumer. New York: McGraw-Hill.

- Parasuraman, A., Zeithaml, V. A., and Berry, L. L. (1985). A Conceptual Model of Service Quality and Its Implications for Future Research. *Journal of Marketing*, 49, 41–50.
- Parasuraman, A., Zeithaml, V. A., & Berry, L. L. (1988). Servqual. *Journal of retailing*, 64(1), 12-40.
- Parasuraman, A. A. (1990). *Delivering quality service: Balancing customer perceptions and expectations*. SimonandSchuster. com.
- Parasuraman, A., Berry, L.L. and Zeithaml, V.A. (1991a, "Perceived service quality as a customerbased erformance measure: an empirical examination of organizational barriers using an xtended service quality model", *Human Resource Management*, Vol. 30 No. 3, Autumn, p. 335-64.
- Patanapiradej, W. (2012). The Scope of Facility Management. *Nakhara: Journal of Environmental Design and Planning*, 1.
- Ravi S. Behara, Warren W. Fisher, Jos G.A.M. Lemmink, (2002) "Modelling and evaluating service quality measurement using neural networks", *International Journal of Operations & Production Management*, Vol. 22 Iss: 10, pp.1162 1185
- Revelle, W., Zinbarg, R. (2008), Coefficients Alpha, Beta, Omega, and the Glb: Comments on Sijtsma, *Psychometrika*, 74(1), 145 154
- Reeves, R. (1999), 'Repositioning FM: Meeting the Business Imperatives for Fundamental Change', In: McLennan, P., Nutt, B., and Kincaid, D., (ed) Future

- in Property and Facility Management, 24-25 June, facilities management exchange, University College London, London, pp.19.
- Roest, H., and Pieters, R. (1997). The Nomological Net of Perceived Service Quality.

  International *Journal of Service Industry Management*, 8(4), 336–351.
- Sharareh Mansouri Jajaee, Fauziah binti Sheikh Ahmad, (2012), "Evaluating the Relationship between Service Quality and Customer Satisfaction in the Australian Car Insurance Industry". International Conference on Economics, Business Innovation, Vol. 38
- Snipes, R. L., Thomson, N. F., & Oswald, S. (2006). Gender bias in customer evaluations of service quality: An empirical investigation. *Journal of Service Marketing*, 20(4), 274-284.
- Soutar, G. & McNeil, M. (1996). measuring service quality in a tertiary institution. *Journal of Educational Administration*, 34(1), 72-82.
- Spreng, R. A., and Mackoy, R. D. (1996). An Empirical Examination of a Model of Perceived Service Quality and Satisfaction. *Journal of Retailing*, 72(2), pp. 201–214.
- Stafford, M. R. (1996). Demographic discriminators of service quality in the banking industry. *Journal of Services Marketing*, 10(4), 6-22.
- Syed Abdul Haris bin Syed Mustapa & Hamimah Adnan, & Jusoff, K. (2008).

  Facility Management Challenges and Opportunities in the Malaysian Property

  Sector. *Journal of Sustainable Development*, 1(2), P79.

- Taylor SA, Baker TL (1994). An Assessment of the Relationship between Service Quality and Customer Satisfaction in the Formation of Consumers' Purchase Intentions. *J. Retailing* 70(2): 163 178.
- Then, D.S.S. (1999). An integrated resource management view of facilities management. Facilities, 17(12/13), 462-469.
- Vagias, W. M. (2006), Likert-type scale response anchors, Clemson International Institute for Tourism & Research Development, *Department of Parks*, *Recreation and Tourism Management. Clemson University*
- Voss, L. C. (2006). The importance of Customer Satisfaction and cultural influences in the European hospitality industry. A case study of a four star hotel in Spain, Germany and England. *Master of Arts Dissertation, Universidad Rey Juan Carlos Högskolan Dalarna*.
- Williams, A.M., Davids, K. & Williams, J.G. (1999). *Visual perception and action in sport*. London: Routledge
- Williams, C. & Buswell, J. 2003. *Service Quality in Leisure and Tourism Cambridge*, MA: CABI Publishing
- Wilson, A., Zeithaml, V., Binter, M. & Gremler, D. (2008) Service Marketing:

  Intergrating Customer Focus Across the Firm. London: The McGraw-Hill
  Companies.
- Wong, A. (2000). *Integrating Supplier Satisfaction with Customer Satisfaction*. Total Quality Management, 11 (4/5/6), S427-S432.

- Xie Xianchun (2004). *Residential Facilities Management*, University of Technology of South China Press
- Yap, S. F., & Kew, M. L. (2007). Service quality and customer satisfaction: antecedents of customer's re-patronage intentions. *Sunway Academic Journal*, 4, 59-73.
- Wong, S. C. and Liu, G. J. (2010), Will parental influences affect career choice?

  Evidence from hospitality and tourism management students in China,

  International Journal of Contemporary Hospitality Management, 22 (1), 82 –

  102
- Zeithaml, V.A., Parasuraman, A., and Berry, L.L. (1990), *Delivering Quality Service Balancing Customer Perceptions and Expectations*. New York: The Free Press.
- Zeithaml, V. A., Bitner, M. J., &Gremler, D. D. (2006). Service marketing:

  Integrating customer focus across the firm (4th ed.). New York, NY: McGraw-Hill/Irwin.
- Zhang Ruimin, Liao Zesong & Lv Xiaojuan (2008). Status, Problems and Countermeasure of Facilities Management in China. Market Forum.