### Chapter 10

# Human Resource Management and Sustainable Tourism Development:

A Conceptual Analysis from an Academic Perspective

#### **Mohinder Chand Dhiman**

Kurukshetra University, India

#### Ashish Dahiya

Central University of Haryana, India

#### **ABSTRACT**

Research on human resource management (HRM) practices and sustainable development has increased in the tourism management literature over recent decades. Scholars suggest that commitment-based HRM practices contribute to the sustainability of the firm; however, prior research puts little emphasis on the conceptual relationship between sustainable tourism development and commitment based HRM practices. This chapter opens the black box by examining the role and contribution of HRM in achieving sustainable tourism development in India. The findings of the study suggests that the new HR competencies required for achievement of sustainable tourism development and the applicability of HRM pervades every aspect of doing business and needs to be embedded across an organizational all levels, becoming an ongoing change process. Subsequently, tourism innovation activities enhance destination performance, emphasizing their determinant role to achieve sustainable tourism development in the digital age.

#### INTRODUCTION

Today, tourism industry has acquired a pivotal milestone globally as a source of earning foreign currency and generation of employment (World Tourism Organization, 2014). According to

DOI: 10.4018/978-1-4666-8268-9.ch010

UNWTO *Tourism Towards 2030*, the number of international tourist arrivals worldwide is expected to increase by an average 3.3% a year over the period 2010 to 2030 (see. Figure 1). Over time, the rate of growth will gradually slow, from 3.8% in 2012 to 2.9% in 2030, but on top of growing

base numbers. In absolute numbers, international tourist arrivals will increase by some 43 million a year, compared with an average increase of 28 million a year during the period 1995 to 2010. At the projected pace of growth, international tourist arrivals worldwide are expected to reach 1.4 billion by 2020 and 1.8 billion by the year 2030. Interestingly, International tourist arrivals in the emerging economy destinations of Asia, Latin America, Central and Eastern Europe, Eastern Mediterranean Europe, the Middle East and Africa will grow at double the pace (+4.4% a year) of that in advanced economy destinations (+2.2% a year). This indicates that the arrivals in emerging economies are expected to exceed those in advanced economies by 2015. Further, in 2030, 57% of international arrivals will be in emerging economy destinations (versus 30% in 1980) and 43% in advanced economy destinations (versus 70% in 1980). Thus, the strongest growth will be seen in Asia and the Pacific region, where arrivals are forecast to increase by 331 million to reach 535 million in 2030 (+4.9% per year). The Middle East and Africa regions are also expected to more than double their arrivals in this period, from 61 million to 149 million and from 50 million to 134 million respectively. Europe (from 475 million to 744 million) and the Americas (from 150 million to 248 million) will grow comparatively more slowly. Ironically, this faster growth has a profound impact on the global market shares of Asia and the Pacific (to 30% in 2030, up from 22% in 2010), the Middle East (to 8%, from 6%) and Africa (to 7%, from 5%) will all increase. However, Europe (to 41%, from 51%) and the Americas (to 14%, from 16%) will experience a further decline in their share of international tourism, mostly because of the slower growth of comparatively mature destinations in North America, Northern Europe and Western Europe. Further, WTTC (2013) forecasts indicate that in the coming decade, Travel& Tourism to provide a total of 74.5million new jobs, 23.2 million of which will be provided directly within the sector. The contribution of Travel & Tourism to the wider economy is expected to rise from 9.5% in 2014 to 10.3% in 2024. These facts have expected to growth in tourism demand from emerging markets, and a rising importance of Travel & Tourism in overall consumer spending. However, Asia remains the fastest growing Travel & Tourism region in the long-run, while Russia and Turkey will be integral to boosting long-run European growth. Thus, these figures highlight that tourism is arguably the world's largest and fastest growing industry and that has virtually embraced all aspects of human society.

In 2012 foreign tourist arrival was 6.31 million with an annual growth Rate of 9.2%. Over the year's hotel industry in India has shown a growth in development of hotel sector. The proposed supply grew to 102,438 in 2010/11 as the economy strengthened. It is expected that 54,000 rooms to be developed over the next five years, taking the total supply to about 138,000 rooms by 2016/17 (Kaushik & Yashaas, 2012). To meet the requirements more skilled human resource is required as hotel industry depends on human resource and the services it offers. In fact the increasing demand for trained and skilled staff is the requirement of every organisation. Travel and tourism has supported directly 99,048,000 jobs (3.4%) of total employment in 2011, rising by 2.0% pa to 120,427000 jobs (3.6%) by 2021. The Indian government is expected to spend USD 480.9 billion or 4% of total government expenditure by 2016. According to The Travel & Tourism Competitiveness Report 2013, India ranks 65th out of 144 countries overall. Further, the report ranks the price competitiveness of India's tourism sector 20th out of 144 countries. It mentions that India has quite goodair transport (ranked 39th), particularly given the country's stage of development, and reasonable ground transport infrastructure (ranked 42nd). As per the UNWTO World Tourism Barometer, December 2013, India's rank in the World Tourism Receipts

14 more pages are available in the full version of this document, which may be purchased using the "Add to Cart" button on the publisher's webpage:

www.igi-global.com/chapter/human-resource-management-and-sustainable-tourism-development/130100

#### **Related Content**

## An Examination of the Role of Restaurant Attributes on Patrons Dining Experience and Their Post-Purchase Intentions

Adarsh Batra (2015). *International Tourism and Hospitality in the Digital Age (pp. 125-140)*. www.irma-international.org/chapter/an-examination-of-the-role-of-restaurant-attributes-on-patrons-dining-experience-and-their-post-purchase-intentions/130098

## Airbnb or Hotel?: A Comparative Study on the Sentiment of Airbnb Guests in Sydney – Text Analysis Based on Big Data

Zhiyong Li, Honglin Chenand Xia Huang (2020). *International Journal of Tourism and Hospitality Management in the Digital Age (pp. 1-10).* 

www.irma-international.org/article/airbnb-or-hotel/259003

## Transformation or Retaining the Status Quo: Multinational Hospitality Companies and SME Collaboration on Sustainability in Emerging Countries

Sibel Yamak, Mine Karatas-Ozkan, Eun Sun Godwin, Samia Mahmoodand Roya Rahimi (2023). *Handbook of Research on Sustainable Tourism and Hotel Operations in Global Hypercompetition (pp. 490-516).*www.irma-international.org/chapter/transformation-or-retaining-the-status-quo/313292

## Effect of Service Quality on Customer Satisfaction in Selected Cafeterias: A Structural Equation Modeling Approach

Beatrice Atta Mensah, Sylvester Achioand Isaac Ofori Asare (2021). *International Journal of Tourism and Hospitality Management in the Digital Age (pp. 1-16).* 

www.irma-international.org/article/effect-of-service-quality-on-customer-satisfaction-in-selected-cafeterias/269288

#### Use of Blockchain in the Context of Sustainable Gastronomy

Mustafa Çaatay Kiziltaand Duran Cankül (2023). Handbook of Research on Sustainable Tourism and Hotel Operations in Global Hypercompetition (pp. 220-234).

www.irma-international.org/chapter/use-of-blockchain-in-the-context-of-sustainable-gastronomy/313280