

Modern Logistics in Tourism and Hospitality Sector: An Analysis based on the 21st Century

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Abstract

This research paper focuses on elucidating the significance of contemporary logistics within the tourism and hospitality sector, encompassing various domains such as production, economic activities, and service provisions. The paper explores the intricate relationship between modern logistics and the tourism and hospitality sector, shedding light on their interconnectivity. Logistics in this sector play a pivotal role in the loyalty of tourists and the provision of exceptional services. Specifically, within the hospitality domain, modern logistics facilitate the procurement and distribution of essential supplies, including food, fixtures, furniture, equipment, and operating materials, thereby enhancing operational efficiency. Moreover, modern logistics significantly elevates the overall experience and satisfaction levels of customers, employees, entrepreneurs, and suppliers in the tourism and hospitality sector. Embracing the ethos of the Industry 4.0 era, this paper delves into the contemporary landscape of logistics in tourism and hospitality. Data sourcing for this study encompassed a variety of online platforms focusing on logistics within the tourism and hospitality sectors, with notable references from sources like the Streamline Journal. By bridging the gap between logistics operations and the tourism and hospitality sector, this research paper not only provides insights into current practices but also serves as a valuable resource for future researchers seeking to explore the dynamics of logistics within these sectors.

Keywords: Contemporary logistics; Hospitality sector; Modern technologies; Tourism industry

INTRODUCTION

The tourism and hospitality industry relies heavily on robust and refined business models to excel in relationship management, with modern logistics serving as a crucial facilitator in enhancing these dynamics. Essential elements such as natural aesthetics, ingredients, and diverse product offerings are pivotal within the hospitality sector, catering to the discerning preferences of tourists seeking fulfilling holiday experiences. Logistics plays a pivotal role in augmenting these experiences by orchestrating the development of supplementary services, tourist products, and vital information dissemination. The advent of globalization and advancements in information technology have positioned logistics as a linchpin for advancing the tourism and hospitality industry, fostering substantial growth and promising favorable economic dividends.

Within this context, logistics entails orchestrating the movement of tourist flows and fostering innovation in tourism offerings. Modern logistics aims to streamline the delivery of products and information within the hospitality industry, catalyzing rapid sectoral development while upholding quality and safety standards. The Modern Logistics System (MLS) within travel companies optimizes service provision for travelers, representing a comprehensive framework for efficient operations.

Roadways, highway safety, optimal route utilization, and multilingual informational signage are critical to providing high-quality tourist services. These elements, along with hotel infrastructure, entertainment amenities, and recreational facilities, form the hospitality industry's development backbone.

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Modern logistics technologies drive growth and efficacy in the tourism and hospitality sector. By minimizing transportation costs, ensuring timely delivery, and leveraging technology for information dissemination, modern logistics enhance the overall tourist experience. Tourists benefit significantly from logistical support, allowing them to navigate with precision timing and predictable costs, thus enhancing their travel experience. Historical roles of logistics media in the mid-20th century underscore the pivotal role of logistics in shaping the travel industry (Jansson, 2022). Tourism logistics integrates various subsystems, including hospitality, tourist agencies, transportation, and tourist attractions, to produce market-accepted products.

The definition of logistics (Claudia Paciarotti, 2021) underscores its pivotal role in planning, executing, and controlling transportation and information flows tailored to specific requirements within the tourism industry. Modern logistics not only facilitates seamless people and product transfers, enhancing efficiency and appeal within the sector, but also serves as a valuable asset for nations, contributing to sectoral development and promising optimization of costs while enriching environmental, cultural, and infrastructural landscapes (Andrea Ciacci, 2021; Agung Tryasnandi, 2023). In hospitality logistics, unique systems and elements characterize earlier periods, spanning a spectrum of operations across various establishments (Maršanić, 2014). Globalization and economic fluctuations present formidable challenges for the hospitality sector, prompting rapid adaptations fueled by modern logistics and supply chain innovations. Integrating modern logistics processes promises enhanced service delivery in the hospitality industry, marked by efficiency gains and accelerated service times. This transition from conventional to technology-driven modalities positions the hospitality industry for greater success, facilitated by streamlined internal and external flow connections aimed at sectoral advancement.

Guest satisfaction is a cornerstone within the tourism and hospitality industry, with tourists deriving greater contentment from quality products and superior services offered by these sectors. Modern logistics plays a pivotal role in ensuring the availability of premium raw materials and goods, thereby enhancing the overall tourist experience through timely transportation services and accessible information (Christian Stipanović, 2014). Effective storage and distribution systems are imperative for maintaining the quality of goods within both sectors, highlighting the need for smart warehouses as integral components of modern logistics solutions. Fostering a robust relationship between logistics, tourism, and hospitality becomes paramount, with critical elements encompassing transportation, supply chain management, modern logistics infrastructure, and exemplary customer service. Distribution, storage, and transportation emerge as salient facets of the tourism and hospitality sector, underscoring the interdependence between logistics and these industries and emphasizing the importance of collaborative efforts and synergy to enhance customer satisfaction and tourist fulfillment through integrated service delivery channels. Tourism and hospitality services can be enhanced by integrating modern logistics in various aspects, including hotel management, quality control, information management, and marketing strategies. The profound impact of modern logistics on the tourism and hospitality sector cannot be overstated, as it not only facilitates convenience for travelers and customers but also ensures effective customer engagement and satisfaction. The escalating demand for personalized services among guests drives the Travel, Transportation, Logistics, and Hospitality industry to strive for excellence in delivering unparalleled customer experiences.

In conclusion, this research aims to provide a comprehensive analysis of the role of modern logistics within the tourism and hospitality sector in the 21st century. By delving into various aspects such as hotel management, quality control, information management, and marketing strategies, this study seeks to elucidate the profound impact of modern logistics on enhancing the overall tourist experience and fostering greater guest satisfaction. By integrating modern logistics solutions, including timely transportation services, effective storage and distribution systems, and smart warehouse technologies, the tourism and hospitality industry can strive towards excellence in delivering personalized services and meeting the evolving needs of travelers. Ultimately, this research underscores the critical importance of fostering a robust relationship between logistics, tourism, and hospitality, emphasizing collaborative efforts and synergy to enhance customer satisfaction and achieve tourist fulfillment through integrated service delivery channels.

LITERATURE REVIEW

Logistics often remains understudied in tourism studies, yet it plays a crucial role in facilitating and coordinating various human practices. The emergence of digital data streams from human activities, coupled with the prevalence of mobile media platforms, has transformed how people navigate logistical flows, with logistics tourism as one such mechanism facilitating coordination among tourists. Transportation is integral to the tourism and hospitality sector, forming part of modern logistics strategies. Public transport systems, including cleverly designed bus routes, play a significant role in meeting the diverse requirements of tourists

(Sumalee Ngeoywijit, 2022). Tourism logistics revolves around the spatial and temporal transfer of materials, people, information, energy, waste, and knowledge to their final destinations, with the primary objective of achieving goals and ensuring service quality at minimal costs. This intricate phenomenon encompasses and interacts with the environment, significantly influencing the quality and design of tourism products (Edna Mrnjavac, 2007). Each facet of the traffic logistics system serves a specific mission, ranging from product preparation to transportation and distribution. In the context of tourism, logistics activities are intricately linked to the preparation, transportation, and distribution of goods and services to their final destinations (Maršanić, 2014). Tourism logistics also entails measuring the relationship between service quality within the tourism supply chain and the satisfaction, trust, and loyalty of customers or tourists. Factors indirectly impacting tourist loyalty are carefully calculated and analyzed within the framework of tourism logistics (Ekkapong Cheunkamon, 2021).

The concept of green logistics, emerging in the 1980s, aimed to minimize environmental damage through advanced technology and equipment within logistics systems. Previous studies have neglected the relationship between green logistics and tourism despite its significance. However, recent initiatives such as Hungary's adoption of green procurement practices within the tourism industry demonstrate a shift towards sustainable logistics. Hungary's ambitious plan to attract 50 million tourists by 2023 using green logistics reflects the sector's recognition of the importance of environmental sustainability, with expectations of generating 16% of GDP from this endeavor (Bulcsú REMENYIK, 2021). This paradigm shift underscores a growing awareness of the need to integrate green logistics practices to mitigate environmental impacts and promote sustainable tourism.

In the hospitality industry, evolving demands and technological advancements necessitate reliable third-party logistics (3PL) services. Historically, 3PL services have been considered trustworthy, providing accurate information and services to the hospitality industry (Sajjida Reza, 2020). Additionally, green logistics in the hospitality and tourism sector are paramount for promoting sustainable tourism practices and mitigating environmental pollution (Dalia Perkumiene, 2020). This commitment to sustainability aligns with the core objectives of tourism logistics, which seeks to enhance tourists' experiences, reduce operational costs, and improve the efficiency of the tourism industry's activities (Zhiyang Jin, 2017). As transportation plays a crucial role in modern logistics, its development is essential for advancing the tourism industry's accessibility and facilitating tourist movement (Ngamsirijit, 2017). Ultimately, the strategic development of modern logistics can significantly contribute to the growth of the tourism sector by optimizing logistical services and enhancing the overall tourist experience (Ibrahim Ajagunna, 2017).

Modern logistics tools are instrumental in elevating tourist satisfaction across various dimensions, including transportation, education, recreation, services, and information (Svitlana Bondarenko, 2020). Budget considerations, destination knowledge, and accessibility play pivotal roles in shaping tourists' overall satisfaction, with modern logistics solutions proving indispensable in addressing these aspects effectively (Armindo Frias, 2022). As consumer expectations escalate alongside technological advancements, the strategic management of logistics becomes increasingly imperative to meet and exceed evolving demands (Omar Jawabreh, 2023). The tourism sector benefits from infrastructure enhancements, strategic investments, targeted marketing endeavors, and sustainability initiatives—all of which can be optimized through logistics strategies (Mamica Nene, 2022).

Recognized as a primary driver of profitability for service providers within the tourism industry, logistics management processes undergo continuous refinement and optimization to align with strategic objectives. By adeptly manipulating information and actions, stakeholders can enhance profitability, tailor the tourism experience for customers, and leverage logistics' supporting, promoting, and regulatory roles within tourism activities.

METHODS

The research methodology employed in this study draws upon the theoretical and methodological foundations laid out in publications from reputable journals specializing in logistics tourism and logistics hospitality sectors. The study's information base encompasses materials related to modern logistics within the tourism and hospitality sector, including industry reports, scholarly publications, and researchers' contributions. Descriptive analysis and qualitative methods constituted the primary approaches utilized during the research process. Specifically, the study conducted a recent comparative analysis between the logistics tourism and hospitality sectors, focusing on qualitative evaluations aligned with the 4.0 era paradigm. The findings of this comparative study served as a basis for deriving practical recommendations advocating for adopting modern logistics practices within the tourism and hospitality sector. These recommendations are

intended to catalyze the development and advancement of logistics within the tourism and hospitality industries, thereby enhancing their overall efficacy and performance.

RESULT

The hospitality industry comprises four primary sectors: Travel and Tourism, Food and Beverage, Accommodation, and Entertainment, all forming intricate and interconnected systems to deliver exceptional customer service and experiences. Modern logistics emerges as a cornerstone within this multifaceted landscape, continually elevating customer expectations through integrating innovative technologies and sustainable supply chain practices. From inventory management to seamless supply chain operations, modern logistics services are instrumental in reshaping the hospitality landscape and driving operational efficiency.

In the tourism sector, modern logistics aims to facilitate smooth operations across diverse activities. Logistics in tourism encompasses the transportation of passengers, food, accommodations, and other essential materials integral to tourism programs. By organizing logistics elements into cohesive systems tailored to the unique demands of the tourism and hospitality sector, efficient order fulfillment and product distribution are achieved, all while prioritizing environmental sustainability and effective communication strategies.

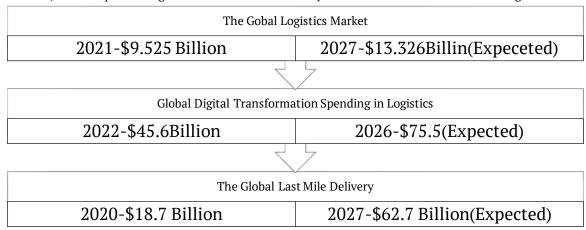


Figure 1. Performance of Logistics in the Hospitality Sector

In tourism and hospitality, cutting-edge logistics tools are revolutionizing operations. UTSM (Unified Transportation and Supply Management) facilitates the timely transportation of essential commodities such as building materials, delicate items, and operational equipment, which are crucial for seamless hospitality services. EGLS (Efficient Guest Logistics System) prioritizes service performance metrics, efficiency, and speed, ensuring optimal logistics operations within the sector. Using these tools, SPM (Strategic Partnership Management) is a collaborative platform connecting teams, tourists, and travel agencies, enhancing coordination and service delivery. Moreover, the proliferation of intelligent warehouses, driven by escalating tourist demand and the expanding hospitality industry, underscores the growing reliance on advanced logistics infrastructure. Harnessing the capabilities of tools like WMS (Warehouse Management Systems), modern logistics systems are adept at streamlining supply chains for tourism and hospitality businesses, paving the way for enhanced efficiency and customer satisfaction, as portrayed in Table 1.

Table 1. Logistics in the Tourism and Hospitality Sector

Modern Logistics for the Tourism and Hospitality Sector	Variables	Benefits
Unify Transportation System by Modes	UTSM	 One database and one user interface to provide end-to-end transportation facilities. Highlights delivery and customer service performance. Timely planning, scheduling, and executing transportation overhead.
Ecommerce Gateway for Logistics Support	EGLS	 Consider a customized e-commerce platform for logistics support in hospitality businesses. Enable e-commerce gateways for hospitality businesses. The logistics supplier gets an alert and will activate all its channels for smooth delivery after the order.

Modern Logistics for the Tourism and Hospitality Sector	Variables	Benefits
Strategic Project Management Software	SPM	To collaborate with logistics, e-commerce, and project management teams.
Warehouse Management System	WMS	 Customer satisfaction Urgent supply of hospitality materials. Sharing data with transportation management software can enhance logistics operations.

Efficient logistics operations in the tourism and hospitality sectors are indispensable for ensuring a seamless experience for guests, from swiftly preparing rooms and expediting check-in and check-out processes to ensuring timely luggage delivery—modern logistics power essential aspects of the tourist experience, including ticketing services. In hospitality, logistics play a pivotal role in maintaining guest satisfaction by ensuring uninterrupted linens and room service accessories restocking, facilitated by streamlined housekeeping and maintenance processes infused with modern logistical techniques.

Moreover, logistics operations extend to the heart of the hospitality industry—the kitchen—where meticulous inventory management and sourcing of fresh ingredients are paramount to uninterrupted service. Logistics principles are integral to food and beverage management, from sourcing ingredients to customer service in restaurants, cafes, and bars. Furthermore, logistics considerations influence menu design, considering seasonal ingredients, cost factors, and kitchen capacity. Additionally, modern logistics leverages technology to optimize various functions within the hospitality industry, including coordinating reservations, seating arrangements, and service timing. By integrating technology into logistical operations, hospitality businesses can enhance efficiency, improve guest experiences, and ensure seamless service delivery.

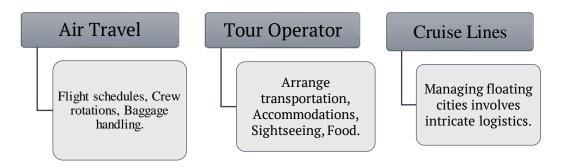


Figure 1. Modern Logistics in the Tourism Sector

In the burgeoning eco-friendly landscape of the hotel industry, modern logistics emerges as a crucial ally in minimizing waste and curbing energy consumption, thereby facilitating the attainment of green certifications. By embracing eco-conscious practices facilitated by modern logistics, hotels can effectively showcase their commitment to sustainability, enhancing their appeal to environmentally-conscious guests. Furthermore, modern logistics initiatives extend support to local artisans, fostering the preservation of cultural heritage and bolstering the tourism industry's cultural offerings. Leveraging technology adoption, modern logistics within the tourism and hospitality sector encompasses inventory management systems, procurement processes, and real-time tracking solutions, effectively reducing errors and enhancing transparency across operations.

Central to the operational success of the hospitality sector are two key factors: logistics and location. As pillars of the industry, these factors dictate the sector's ability to meet and exceed the expectations of its diverse clientele. While logistics ensure the seamless delivery of services and amenities, location plays a pivotal role in attracting guests and enhancing their overall experience. By adeptly navigating the intricate interplay between logistics and location, hospitality businesses can cultivate an environment conducive to meeting guests' more abstract desires and aspirations, ultimately driving operational success and customer satisfaction.

CONCLUSION

In the contemporary landscape, modern logistics is a cornerstone of the tourism and hospitality industries, facilitating the seamless flow of tourists, products, goods, and services essential for their operations. The

symbiotic relationship between modern logistics and these sectors is evident in the increased demand for logistics services such as distribution, storage, and transportation driven by the burgeoning tourism sector. Particularly, transportation modes serve as critical junctures where logistics intersect with tourism, with logistics infrastructure and services playing a pivotal role in supporting transportation operations within the tourism industry. For instance, logistics firms provide indispensable services such as airline freight, ground handling, and aircraft maintenance, ensuring swift and secure transportation of people and products, thereby enhancing the overall tourist experience.

Moreover, both the tourism and hospitality sectors share a common goal of prioritizing customer satisfaction. Recognizing this, modern logistics has been integrated into the fabric of tourism and hospitality operations, catalyzing optimizing costs and implementing effective supply chain strategies. This integration elucidates the concept of modern logistics in the tourism and hospitality sector, shedding light on strategies to optimize costs and enhance operational efficiency. Furthermore, this research is a valuable resource for future scholars and practitioners, offering insights into how modern logistics can be harnessed to streamline operations and optimize cost and time management within the tourism and hospitality sector.

ACKNOWLEDGMENT

I sincerely thank Dr. Akmaljon Odilov, Head of the Department of Tourism at the Silk Road International University of Tourism, for his invaluable guidance and mentorship throughout this research. Dr. Odilov's expertise in Logistics and Supply Chain Management has been instrumental in shaping the trajectory of our study and refining our research methodology. His constructive feedback and insightful suggestions have played a pivotal role in enhancing our research endeavors' overall quality and rigor.

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