

# FUNDAMENTALS OF HOSPITALITY MANAGEMENT



**Dr. N. Das Mohapatra**

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# CHAPTER 1

## INVESTIGATION AND OVERVIEW ON HOSPITALITY MANAGEMENT

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### ABSTRACT:

This study looks at and provides an introduction of hospitality management, a dynamic and diverse profession that covers a range of hospitality-related topics, such as lodging, food and beverage, travel, and event planning. This essay investigates the fundamental ideas, methods, and practices of hospitality management by referencing theoretical frameworks, market trends, and real-world examples. It looks at the duties and obligations of managers in the hospitality industry as well as the value of revenue generating, quality control, and customer service. It also covers new issues and developments in hotel management, including personnel management, technology integration, and sustainability. This article seeks to advance knowledge of hospitality management as a customer-focused, strategic approach to creating memorable experiences and fostering commercial success in the hospitality sector via a thorough analysis.

### KEYWORDS:

Hospitality, Investigation, Management, Overview, Tourism.

### INTRODUCTION

In 1933, while the hotel industry was being evaluated by the National Recovery Administration in Washington, hotel owners gave a description of the hotel as a commercial entity. Stuart McNamara came up with this definition, which was as follows: For those who book their accommodations in advance or on-site, hotels provide lodging, food, and drinks at irregular intervals. In general, hotels provide amenities to satisfy the demands of contemporary tourists. Four definitions of a hotel are given by the dictionaries: "a large city house of distinction," "a place which supplies board and lodging," "a place for the entertainment of the travellers," and "a public building." "A place where all who conduct themselves properly, and who, being able and ready to pay for their entertainment, are received, is a hotel," according to common law. The hotel sector, which is a subset of the service sector, is generally in charge of providing housing and meals [1], [2]. The buildings that just provide meals are referred to as restaurants, while the enterprises that only provide lodging are referred to as lodges. In Canada and Australia, a hotel may also mean a tavern or pub. Since the greatest restaurants in India were usually found near to excellent hotels, the term may also be used to describe a restaurant [3], [4].

A hotel is a kind of institution that offers paid accommodation, often for a brief period of time. Modern amenities like air conditioning or temperature control and en-suite bathrooms have mostly replaced the simple accommodations of the past, which included little more than a bed, a cabinet, a tiny table, and a washstand. In addition to these standard amenities, hotel rooms often include a minibar with snacks and beverages, a television, an alarm clock, Internet access, and a way to make hot beverages. Larger hotels may provide a variety of extra amenities for guests, such conference and social event services, a restaurant, a pool, or child care [5], [6].

The hotel business differs greatly from other sectors in many ways due to its status as a service sector. Hotels are open twenty-four hours a day, 365 days a year. No, we are not required to work all of them, but compared to some other businesses, we do often work longer hours. Many people, even those aspiring to senior positions in the hospitality sector, put in ten to twelve hours a day at work. Since weekends and evenings are part of the workweek, we must acknowledge that we can be working while others are taking a break. The hospitality sector relies significantly on shift labor. You could work one to four shifts at the beginning of your employment, depending on the department. Managers and supervisors often start work around 8 a.m. and stay till wake up as early as 6 a.m. to go to the shift starting at 7 a.m. There are four shifts, starting with the morning shift, which ends at 6 or 8 pm [7], [8].

The middle- The weekday shift typically runs from 10 a.m. to 7 p.m.; the evening shift begins at 3 p.m. and ends at 11 p.m.; and lastly, there is the graveyard shift, which starts at 11 p.m. and ends at 7 p.m. Well, it's not easy to be successful. The hospitality sector, which meets every requirement of the travel industry, is the oldest business sector in the world. The tourist sector is what gave rise to and developed the hotel business. A person need lodging while they are away from home, which they cannot bring with them. =

The rudimentary hotels or inns that served as the traveler's accommodations. These businesses were referred to by many names across the globe, including Dharmashala/Sarai in India, Coffee Houses in the USA, and Ryokans in Japan. =

The term "hotel" comes from the French word "hôte," which means "host." Originally, the word "hotel" meant a French equivalent of a townhouse or other structure, not a location where people might stay. A hotel is a facility that offers meals and paid lodging for a brief period of time. A hotel is defined by British law as a location where a "bonafied" traveler may have food and shelter, given that he is able to pay for it and is in a fit state to receive it. The two primary inventions that contributed to the development of hospitality as a commercial industry were the coin and the wheel [9], [10].

The hotel business has evolved greatly from the humble old inns to the luxurious hotels of today that provide every luxury to the visitor: Formerly, a husband and woman combination would manage hotels, or inns as they were known, which offered travelers minimal lodging that consisted of a room with a bed, a closet, a small table, and a washstand. In addition, they offered basic, healthful food and beverages to assuage one's thirst, such as wine or alcohol. The main goals of travel were survival or religion. Because horses were utilized for transportation in the past, the host would usually provide a stable for the horses. The host's children or wife supplied the amusement and leisure. This state of affairs persisted for a number of centuries until the English Industrial Revolution, which altered the primary motive for travel from being religious or educational to being business-related. The golden era of travel was experienced during the French Revolution.

The phrase "Grand Tour" was first used in 1670 by Richard Lassell in his book *Voyage to Italy*. The young, affluent travelers who could afford to spend many years overseas made up the grand tour's audience. The major destinations for the Grand Tourists were Paris (France), Rome, and Venice (all in Italy), which were considered to be culturally significant cities. Other well-liked travel destinations were Florence and Naples, both in Italy. The Grand Tourist would visit multiple cities, frequently staying for weeks in the major cities and up to several months in the smaller ones. Given that the British elite spoke French as a second language more often than any other, had great transportation to Paris, and was generally seen as a very impressive metropolis by the English, Paris was undoubtedly the most favored city. Since education was the main objective of the Grand Tour, tourists were expected to be prepared to take on the



duties of an aristocrat when they returned to England. For the hotels in the aforementioned destinations, this trip presented a fantastic commercial opportunity since it often lasted for many years.

The tourism industry includes hospitality, which aids in offering visitors various amenities like lodging and food. The term "hospitality" describes a relationship in which the host extends a warm greeting to the visitor and sees to it that they have a comfortable stay. This unit covers the fundamentals of hospitality, the range of lodging options provided by the hospitality sector, and a synopsis of the several guidelines for hotel classification in India. The hotel industry's front desk and travel desk operations are the subject of this unit's last two sessions.

## DISCUSSION

A customer service executive's (meet and greet) job is to ensure that a client is made to feel comfortable and welcome. The CSE is required to have received training in all facets of hospitality, from greeting visitors to accompanying them to the airport. The Executive would be able to provide their clients high-quality, standard services if they have expertise of hospitality. One of the necessities for visitors at the destination during their journeys is a place to stay. This particular type of residential establishment offers boarding and lodging to travelers who are away from their homes for an extended period of time and require accommodations for rest, sleep, food, safety, shelter from rain or cold, luggage storage, and access to basic household amenities. Let's take a quick look at the different accommodations, which may be roughly divided into major and secondary varieties. A hotel is a kind of business facility that offers food, accommodation, and other services to visitors. Therefore, a hotel is a location where a legitimate traveler may acquire lodging and meals as long as he can afford it and is in a fit state to be accepted. These days, hotels provide a wide range of additional services in addition to lodging and meals, depending on the demands of the visitor. A fitness club, childcare, and other amenities are just a few examples of the services they give.

Hotels may be roughly categorized into the following kinds based on the amenities they provide to visitors. International hotels are contemporary hotels designed in the Western style. They are mostly found in big cities and popular tourist sites, often occupying prominent positions inside the city. These hotels are categorized using the one-to-five-star system, which is an internationally recognized star rating system. Based on the amenities and services the hotel offers, it receives a certain grade. The information desk, conference center, travel desk, multi-cuisine restaurants, banquet halls, room service, swimming pool, gym, health clubs, shopping arcades, beauty salons, entertainment or cultural programs, etc. are among the amenities offered by the five-star hotel.

**Floating Hotels:** These accommodations are found on the water's surface, whether it a lake, river, or the sea. The amenities offered by these hotels are comparable to those of a standard hotel. As an example, consider the houseboats seen in Kashmir and Kerala or the former cruise ships that have been turned into hotels. Commercial Hotels these lodging options are primarily geared at middle-class and frequent business travelers, and they are often found close to business or commercial centers. The majority of these hotels include restaurants, parking areas, and business-related amenities including conference rooms and convention centers.

Heritage hotels are the former royal residences, such as castles, forts, palaces, and havelis that have been restored and turned into lodging options. Visitors may take in the regal splendor and majesty of bygone eras here. The Umaid Bhavan Palace in Jodhpur, the Rambagh Palace in Jaipur, the Shalini Palace in Kolhapur, the Lalitha Mahal in Mysuru, and the Sheesh Mahal in Orchha are a few instances of historic hotels. Resort hotels are often found in remote, picturesque areas far from cities, such as seaside, hill stations, animal sanctuaries, or on an

island or in the highlands. These hotels provide a variety of leisure and entertainment options, such as spa services, gambling, golf, tennis, sailing, skiing, and swimming. Resort hotels provide customers pleasurable and unforgettable experiences that entice them to return. Resorts come in a variety of forms and may be categorized according to geography and climate. They fall into the following groups, in general: Resorts in the Mountains and Hills Nearly every hilly and mountainous region of India is littered with tourist attractions. The Himalayan Mountain ranges, endowed with breathtaking scenery, lie to the north. In addition, the northeast has tall hills, while the south contains the Nilgiris and its surroundings. In addition to solitary hillocks elsewhere, there are medium-to-low-height hill ranges in the Vindhyas, Satpuras, Western Ghats, and the Aravalis. In frigid climates with plenty of snow for winter activities like skiing and snowboarding, a winter or ski resort is constructed. The greatest winter resorts in India provide the utmost luxury along with warm, comforting moments spent with loved ones.

One may spend vacations there. Grand Dragon in Ladakh, Avlan in Mussoorie, Solang Valley in Manali, Kasauli Resort in Kasauli, the Savoy Hotel in Ooty, Auli (Uttarakhand), etc. are a few instances of them. India has a vast coastline that stretches over 7000 km, connecting the islands and the cities of Kandla in Gujarat and West Bengal, providing a great chance to promote beach tourism. Both Goa's and Kerala's Kovalam's many stunning beaches are well-liked by visitors. At Chorwad and Ahmedpur-Mandvi, there are long expanses of beaches with shimmering golden sand. There are eight little beaches along the Maharashtra coast, spanning 220 kilometers from Murud to the well-known Juhu in Mumbai. There are up to 40 beaches along Goa's 105 km of coastline, 12 of which are highly frequented by visitors. The beaches in Karnataka are located at Karwar and Mangalore. The second-longest beach in the world is Chennai, Tamil Nadu's sun-kissed Marina beach.

It connects Santhome Church in the south to Chennai Harbour in the north across a span of 12 kilometers. Vishakhapatnam is near to two beaches in Andhra Pradesh: Ramakrishna Mission and Rishi Konda beaches. The Gopalpur beach in Orissa is surrounded by dunes. Aside from Puri and Konark, Chandipur, which is close to Balasore, is renowned for its daily 55-kilometer tide recession at its head. West Bengal's Digha Beach is located on the Bay of Bengal's coast. Stretching a total of 6 kilometers, it is among the world's widest, surrounded on two sides by dense casuarina forest and a gently rising sea.

The motel was designed for both international and local drivers who came by car. Motorhomes are primarily designed to accommodate the demands of drivers, but they also almost entirely satisfy the need for transportation accommodations. Motels provide a variety of services, such as parking, garage access, lodging, dining options, public catering, and recreational amenities. All of the hotels have filling stations, repair services, accessories, garages, parking spaces, elevator service to the vehicle entry, restaurants, etc. in order to provide the aforementioned services to the drivers. The rules for hotel approval have been prepared by the Ministry of Tourism, Government of India. In approximately 1900, youth hostels first appeared in Germany. Cots, mattresses, sheets, and blankets were provided in the inns' dormitories to provide some kind of lodging and amenities.

A youth hostel is any structure that provides modest, hygienic, and reasonably priced lodging to young people on individual or group travels for leisure or educational reasons as they explore their own country or other nations. Both in the US and many European nations, they are very well-liked. These are often referred to as camping grounds, tourist camps, or open-air hostels. Car camping is gradually replacing the ancient practice of camping, which was carried out by foot trekkers. Usually, the places are found in open areas of big cities. The campsites are equipped to accommodate caravans and include amenities such as parking, tent pitching, water, power, and toilets. A Bed and Breakfast (B&B) is a small, individually owned hotel where the

cost of the stay includes breakfast. These are homes that have had one to ten guest rooms turned into overnight accommodations. Another name for them is "Home Stays." The B&B's proprietors often reside on the property and are in charge of preparing breakfast for the visitors.

The Home Stay Scheme offered by Indian Tourism is a fantastic chance for owners of apartments, bungalows, or cottages who can accommodate and feed both local and foreign visitors. This plan is based on Vasudhaiva Kutumbkam, the central philosophy and culture of India. The proprietors of the property will be able to expose visitors to Indian culture, food, traditions, and way of life via this innovative and lucrative program.

The idea behind a home stay is comparable to that of a bed and breakfast. Either separate accommodations close by or in the family home are used for guests. These days, the majority of house stays provide their visitors comfort levels comparable to those of a respectable hotel. There are many reasons why lodging at a home stay may be more advantageous than booking a hotel room. These advantages include unique and unusual lodging, attentive service, familiarity with the area, home-cooked meals, celebration of holidays in line with regional customs, etc.

Forest Lodges are the rest homes in sanctuaries that make up for the lack of lodging in these locations. The state in question gives water and power connections, free land, and building assistance for staff quarters, a waste disposal facility, and driver dormitories. The State Forest Department and the relevant ministry have decided on their ultimate site. The ITDC has been given the authority to oversee the operation of every forest lodge. Because the guest rooms at these lodges provide a clear view of the woodlands, they are highly sought-after by wildlife-loving nature travelers. A forest circuit house is an example of a government officer's lodging. Every Indian state has one Circuit House, one for each large city or little village. You may even refer to them as rest houses. The extremely low fees vary depending on whether it's a personal or official visit. In various regions of the nation, the rates vary. This kind of lodging is quite common in various European nations, particularly in Austria, Italy, and Germany, as well as in a few African nations. This kind of guesthouse, commonly known as a bed and breakfast, provides lunch and supper to its visitors in addition to accommodation and breakfast.

Pensions are often managed by families and are less expensive than other types of lodging. According to Webster's dictionary, it is "a wooden dwelling with sloping roof" and is often seen in Switzerland and the Alpine area. The floor borders extend beyond the building's framework. Originally utilized as summer cottages for dairy cattle, they are now transformed into ski and hiking getaways for travelers of lodging for a certain amount of time. The hotel management firm may also rent out the apartment on behalf of these owners. A timeshare rental gives the visitor ownership of the vacation home for a certain, yearly period of time. The visitor may use the property for the duration of that time. During instance, Mr. Gupta is assured a yearly stay at the same period if he buys a two-bedroom timeshare vacation house in Kerala during the last week of January. The Indian government's Ministry of Tourism has developed rules for the licensing and categorization of time-share resorts in light of the potential for expansion. They fall into three categories. In 1979, they were first established in Osaka, Japan. Most of the guests at these hotels are business travelers. The arrangement of the capsule's compartments is modeled after a "doubledecker," or sleeping compartment of an AC two-tier train. Every level has a lounge area, vending machines, and common restrooms.

All businesses, whether for profit or charity, need to have a solid internal accountability structure. This accountability is given by a company accounting system, which keeps track of all transactions pertaining to the formation of monetary inflows from revenue and outflows from operational expenditures. The accounting system offers the financial data required to

assess how well previous and ongoing activities performed. Furthermore, the accounting system keeps track of the information needed to generate reports that display the creditor obligations, ownership equity, and asset resources of the company.

A significant amount of labor-intensive, time-consuming, and individual manual labor was formerly needed to operate an efficient accounting system. These systems depended on human labor to continuously log transactions, do additions and subtractions, compile summaries, and verify for mistakes. The quick development of computer technology has resulted in major cost savings as well as improvements in operating speed, data storage, and dependability. Cheap microcomputers and accounting software have developed to the point that the computerized system can now give financial reporting, computations, error checking, and record uploading all at once. Management may continue to have direct, hands-on control over the accounting system thanks to the efficacy and affordability of the accompanying computer software.

The reader must possess both a conceptual and a practical grasp of accounting foundations in order to comprehend topics and analytical methods covered in this work. Basic accounting ideas, norms, and procedures are reviewed in this chapter. Readers who have completed an introductory accounting course or who have not had accounting instruction in a while might find this review very helpful. Business operations in the hospitality industry, among others, are often recognized to have many distinct cyclical sales revenue cycles. First, there is the daily operating cycle, which is especially relevant to restaurant operations as daily sales income usually varies according to meal times. There is a weekly cycle, too. On the one hand, business travelers often spend their weekends in small amounts at hotels, motels, and other hospitality establishments. However, the majority of locals visit restaurants more regularly on Friday through Sunday than they do during the workweek. Third, there is a seasonal cycle that relies on tourists to fund hospitality businesses while they are on holiday. Fourth, there will be a broad economic cycle during a recession, and there will usually be a significant drop in sales income for hospitality enterprises.

Forecasting revenue and operational expenses is made more challenging by the several recurring accounting cycles that are present in the hotel industry. In particular, special planning and processes that support budget forecasting are needed for variable expenses (such as labor and cost of sales). Compared to other non-hospitality company sectors, it is more challenging to efficiently automate and regulate hospitality expenses since these processes are people-driven and people-oriented. Regretfully, the majority of generic accounting courses and accounting textbooks have a strong emphasis on accounting systems that use practices and applications relevant to industrial, retail, and service industries. Typically, these kinds of enterprises are exempt from the special accounting methods and processes needed for hospitality operations. All expenses in manufacturing processes are often classified as direct and indirect costs, and they are allotted to specific goods or product lines. All labor and material expenses that may be linked directly to the produced item are considered direct costs. The term "indirect costs" usually refers to manufacturing or factory overhead, and it includes things like depreciation, interest, taxes, utilities, administrative salaries, wages, and other miscellaneous overhead. Since indirect costs cannot be explicitly linked to a single product, their fundamental nature makes it impossible to isolate individual expenses. Allocation strategies are used to allocate a portion of supporting indirect expenses to each product or product line.

On the other hand, a hospitality organization is often heavily departmentalized, with distinct operational divisions handling banquet, accommodation, food, and beverage services, as well as gift shops. An independent assessment of every operational department and each of its operating divisions must be possible using a hospitality accounting system. Direct expenses are those that may be linked back directly to a division or department. The cost of sales (cost

of items sold), labor salaries and wages, and specialized operational consumables are usually the main direct expenditures. Following the determination of direct expenses, revenue is subtracted in order to isolate contributory income. Contributory income is the department's or division's portion towards covering the operation's undistributed indirect costs expenses that are difficult to assign to a division or department are known as indirect expenses. At this point in the review, indirect expenses are often not attempted to be assigned to the department or its divisions. Managers examine operational results to make sure that the complete amount of indirect expenses for the hospitality business is covered by contributing revenue from all departments or divisions, and that there are enough funds left over to achieve the targeted profit margin. This text's goal is to provide managers in the hospitality sector a practical understanding of how an accounting system creates, preserves, and disseminates financial data. Understanding the data that an accounting system provides improves managerial analysis. Management efficacy will be significantly diminished if they do not comprehend the information being given.

The common language of financial accounting was created throughout time by accountants to describe the ideas, methods, and general guidelines that management has to use in a workable accounting system in order to make choices and keep a profitable, successful, and efficient firm. An accounting system provides comprehensive data on ownership equity, sales revenue, debts, and there are two types of accounting methods: accrual basis and cash.

The way and timing of the recognition of sales income and costs distinguishes the two approaches. When cash is received, sales revenue is recognized as an inflow, and when cash is paid, operating expenditure revenue is recognized as an outflow. This is known as the cash basis of accounting. In other words, sales revenue and operations expenditures are only recognized under the cash basis when actual cash is transferred. The accrual method of accounting does not care when cash is collected or paid; instead, it records inflows of sales revenue as it is generated and outflows of operational expenses to generate sales revenue as they are spent. When it makes sense for their kind of organization, many small enterprises use the cash foundation of accounting; they are not required to prepare and disclose their financial condition to other parties.

## CONCLUSION

The analysis and summary of hospitality management emphasize the importance of this strategic, customer-focused approach to providing outstanding experiences and fostering commercial success in the hospitality sector. Accommodation, food & beverage, tourism, and event planning are just a few of the many duties and obligations that go under the umbrella of hospitality management. In order to maximize income and profitability, guarantee high-quality service delivery, and supervise operations, hospitality managers are essential. The foundation of hospitality management is customer service, which focuses on meeting and beyond visitor expectations to provide unforgettable moments and enduring bonds. The use of quality management practices, such as training, performance assessment, and continual improvement, is vital in upholding elevated standards and augmenting visitor contentment. The hotel sector is always changing due to shifting customer tastes, advances in technology, and worldwide trends. To remain competitive and satisfy the changing requirements of visitors, hospitality management must embrace innovation, sustainability, and digital transformation.

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## CHAPTER 2

### INVESTIGATION OF GROWTH OF HOTEL INDUSTRY

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#### ABSTRACT:

This Study explores the rise of the hotel business, evaluating the numerous reasons leading to its expansion and the ramifications of this growth for stakeholders. This investigation examines major drivers including urbanization, globalization, technological advancements, shifting consumer preferences, and regulatory frameworks through a thorough examination. It evaluates how these elements will affect the hotel industry's development trajectory while taking competitiveness, market dynamics, and new trends into account. This study attempts to give insights on the growth of the hotel sector and its relevance in the larger context of the global economy by drawing on industry data, case studies, and academic research.

#### KEYWORDS:

Growth, Globalization, Hotel Industry, Investigation, Technological Advancements.

#### INTRODUCTION

Travel for pleasure and vacation replaced religious or health-related travel throughout the industrial revolution. Thus, there was a need for elegant, timely, and tidy service. By 1800 AD, American first-class hotels were the epitome of contemporary hospitality, while European hotels catered exclusively to the upper classes with their opulent institutions. Anyone who could afford the minimal prices could stay at an American hotel. The hotel business was greatly impacted by this aspect. The city hotel building in New York was constructed in 1794. Interestingly, this was the first skyscraper in New York [1], [2]. The hotel sector had the issue of catering to younger generations at the start of the 20th century. One of the fundamental needs for the growth of tourism is met by a nation that offers sufficient lodging options in accordance with the demands of the travel markets [3], [4].

The variety and quality of lodging options offered at a location have a significant impact on tourism. A vital component of the tourism sector, lodging has a unique influence on the growth of this constantly growing business. In India, this is one of the most widely used, acknowledged, and comprehended systems. This is an official categorization scheme as well. According to this system, hotels are categorized according to the amenities they provide and the services they offer their visitors. The hotels are given ratings ranging from one to five stars deluxe depending on the quantity of services and amenities, as well as their characteristics and standards. These might range from a simple bedroom to a luxury room with contemporary fixtures and technology [5], [6].

The Ministry of Tourism is responsible for classifying newly constructed and operational hotels. Under the direction of the Ministry of Tourism, the department establishes the Hotels and Restaurants Approval and Classification Committee (HRACC Hotel Association of India). The committee is composed of representatives from the hotel industry, the Travel Agents Association of India, and the principal of the Regional Institute of Hotel Management. Other members of the committee include catering technology and applied nutrition experts. This

committee has been in place permanently to categorize hotels into five categories: one star, five stars, and five stars deluxe. The committee conducts inspections of the currently operating hotels that have been categorized every three years to ensure compliance with the established requirements. provide simple, inexpensive lodging with basic on-site amenities for travelers on a tight budget that prioritize affordability [7], [8].

On-site eating is not offered. The majority of accommodations are modest, well furnished, and may lack facilities like a private toilet or an in-room phone. It's possible that the guest reception and public access aren't open 24/7. It is anticipated that after limited-service hotels would provide simple, hygienic lodging. While these hotels could provide some corporate services, they often don't have conference spaces, luggage help, or extensive recreational and fitness centers. Typically, the only on-site food options are coffee and continental breakfast service. A private toilet, a phone, a TV, and a few other facilities are often provided in guestrooms. customized assistance. In addition to a gift shop, a beauty salon, a pool, a gym, and sometimes room service, they usually provide luggage help. Typically, meeting spaces and other amenities are provided for business travelers. In addition to offering a wider range of services, guestrooms pay more attention to comfort and design. provide a lounge, a fine-dining restaurant with a variety of cuisines, and late-night room service. Valet parking, concierge services, and luggage help are typical examples of service elements [9], [10].

Typically, a conference center with the newest technology and comprehensive corporate services is provided. Both the guest rooms and public areas have been carefully planned and built using premium materials. In general, guestrooms have chic furniture, premium bath and bedding goods, and a generous selection of amenities. There are offered retail kiosks and recreational amenities. A five-star hotel is among the best in the world and is distinguished by its opulent furnishings, excellent service, and maximum levels of comfort. Five-star hotels include unique interior and architectural designs, premium building and décor materials, and extra touches like an abundance of fresh flowers and plants. These establishments also maintain 24-hour room service, fine cuisine, and a high staff-to-guest ratio. It is situated in the center of the city, usually within easy walking distance of the commercial district, retail centers, theaters, multiplexes, public buildings, and so on. Because of their close proximity to the region and the relatively considerable investment made in the property, rates at these capital-intensive hotels are often very expensive. Usually, business travelers like these kinds of hotels. It lacks the benefit of location, but it does offer the advantage of calmer surroundings since it is situated in the outskirts of the major city. Quoted rates range from moderate to low. These lodging options are perfect for those on a tight budget as well as groups who want a peaceful environment for meetings, workshops, training sessions, seminars, educational programs, etc.

Airlines and hotel chains, both domestic and foreign, will continue to contribute significantly to the increase in the availability of lodging. The primary cause of its growth will be the continued improvement of franchise and management agreements. There will be a persistent push for more accommodation diversity. The growth of affordable lodging, which includes both cheap hotels and other types of lodging, is probably going to continue as increased traveler demand creates new needs for reasonably cost lodging. The quality of lodging will keep getting better. There will be a rise in demand for athletic and recreational amenities in both business and leisure travel. The design and construction of lodging units will be influenced by factors such as increased environmental and conservation demands, rising building and operating costs, and the requirement to maintain low workforce numbers. Technological advancements will have an impact on both conventional hotel operations and construction methods. For instance, prefabricated building techniques will be used more often.



The wild dash to India for business prospects over the last 15 years has increased demand and driven up accommodation prices and occupancy levels in India. Even low-cost lodgings are demanding \$250 USD each day. India's hotel industry has had remarkable expansion, second only to China in the Asia Pacific region. The inventory of "Hotels in India" is 110,000 rooms. The tourism ministry reports that 4.4 million visitors came to India in 2009; based on present trends, demand is expected to surge to 10 million in 2010 in order to accommodate 350 million domestic travelers.

## DISCUSSION

The lack of 150,000 rooms in "Hotels in India" is driving up hotel prices all around the country. India has great potential and is a popular location for hotel businesses seeking expansion. According to statistics from the World Travel and Tourism Council, India is ranked 18th for business travel and is expected to rank in the top 5 this decade. According to sources' estimates, within the following two years, demand will surpass supply by a minimum of 100%. In major cities, five-star hotels assign the same room to several customers multiple times a day, charging each of them for almost 24 hours against a 6- to 8-hour stay. Due to the mismatch between supply and demand, "Hotel India" room prices are probably going to increase by 25% yearly and occupancy over the next two years by 80%. The "Indian Hotel Industry" is making the country less competitive as a travel destination.

The 'Indian Hotels' rating, however, is positive. The "India Hotel Industry" plans to build 60,000 high-quality rooms by 2012. These rooms are now in various phases of planning and construction. They should be operational by 2012. Giants in the MNC hotel sector are swarming India and forming joint ventures in an attempt to get a piece of the action. About half of the 300 hotel projects that the government has authorized are luxury hotels. According to sources, the number of workers needed by the hotel business will rise from seven million in 2002 to fifteen million by 2010. An increasing number of IT experts are moving to Indian metropolises as a result of the USD 23 billion software services industry's explosive growth of the Indian economy. The Indian hotel industry is expected to expand at a rate of 15% annually. This number will soar in 2010 when the Commonwealth Games are held in Delhi. Currently, over fifty global low-cost hotel brands are establishing themselves in India.

As a result, the "Scenario of Indian Hotel Industry" seems bright with potential. Taj Hotels Resorts and Palaces is the combined name of the Indian Hotels Company Limited and its affiliates. Over 13,000 people are employed by Taj Hotels Resort and Palaces, which is a division of the Tata Group, one of the biggest corporate giants in India. The company owns and operates 76 hotels, 7 palaces, 6 private islands, and 12 resorts and spas spread throughout 52 locations in 12 countries on 5 continents. Taj Hotels Resort and Palaces may be found not just in India but also in the United States, England, Africa, the Middle East, Mauritius, Malaysia, Bhutan, Sri Lanka, and Australia.

On December 16, 1903, Jamsetji Nusserwanji Tata, the founder of the Tata Group, inaugurated the first Taj property, the Taj Mahal Palace & Tower. After experiencing racial prejudice at the Watson's Hotel in Mumbai, where he was turned away since the establishment would not admit Indians, he was motivated to create the opulent luxury hotel. Hotels that catered exclusively to Europeans were widespread throughout British India. To choose the greatest materials, artwork, furniture, and interior artifacts for his hotel, Jamsetji Tata traveled to London, Paris, Berlin, and Düsseldorf. Owing to its prestigious position, classic design, and enormous size, this hotel quickly became known as India's most renowned establishment. On October 18, 1975, ITC Limited made its debut in the hotel industry when it opened a property in Chennai that it later renamed Hotel Chola. At the moment, ITC hotels own and run 100 hotels in 75

locations. ITC Hotels are known for regularly hosting dignitaries and international leaders who come to visit. Its eateries, Kebabs & Curries, Dakshin, Peshawari, and Bukhara (restaurant), are now well-known names in cuisine. In India, the ITC-Welcome group has one of the largest art collections. Their collection is being planned for a museum in Kolkata. The Clarke's in Delhi and the Clarke's in Shimla were purchased by RaiBahadur Mohan Singh Oberoi, the group's founder and chairman, from an Englishman in 1934, laying the groundwork for the Oberoi Group. Over the next several years, Mr. Oberoi, with the capable help of his two sons, Mr. Tilak Raj Singh Oberoi and Mr. Prithvi Raj Singh Oberoi, expanded their group and acquired properties in India and outside. Currently, Mr. P.R.S. Oberoi holds the position of Chairman of The Oberoi Group. His two main holding businesses, EIH Ltd. and EIH Associated Hotels, are run by his son, Mr. Vikram Oberoi, and his nephew, Mr. Arjun Oberoi, as Joint Managing Directors. Currently, the business owns and/or runs 16 opulent hotels and 3 luxury cruise ships in India, Mauritius, Egypt, Indonesia, and Saudi Arabia under the Oberoi name.

The group owns and/or operates nine hotels in India and one in Saudi Arabia under the Trident name. The Maiden's Hotel in Delhi and the Clarke's Hotel in Shimla are both run by the Group. Nevertheless, neither the Oberoi nor the Trident brands apply to these two properties. The hotels that were once forts and castles inhabited by India's emperors are known as heritage hotel chains in that country. The historic fortress, the fortified castle, or the composite haveli served as the residence of the nobles and monarchy for centuries, during which time Rajasthani hospitality was an essential aspect of daily life. Because the people who own or operate these heritage hotels have taken care to preserve the original artwork, carvings, décor, and hospitality style, guests are in for a unique experience. Since the monarchs resided in these historic hotels—as was previously mentioned it makes sense that the interior design and architecture of these palaces are opulent. A few of these historic houses include Mughal and Rajputana architectural elements. The ladies of these homes had their own viewing galleries because of the unique construction of these royal houses. There were distinct wings built for the visitors, ladies, men, and domestic slaves.

Since most of these homes have been converted into hotels, the owners make an effort to uphold the custom of offering a warm and welcoming environment to each and every person who visits these hotels in India. Over the centuries, these heritage homes in India have developed a reputation for providing hospitality to everyone who visits them. The idea of feudal lords and feudal land ownership in India was eliminated by the Indian government in the post-independence era that began in 1947. The Indian government removed the monarchy's unique rights and the Privy Purse. As a result, it was quite difficult for the majority of royal families to maintain these enormous structures in India. The Accommodation Sector Until a few entrepreneurial individuals understood that probably the only option to save these ancient properties was their right application, these vast estates remained nearly abandoned or unmanaged. Furthermore, the Maharajas' expansive palaces established a standard by evolving into five-star luxury hotels. Subsequently, a few of the historical houses adopted this style and are now operating as opulent historical hotels around India.

Situated within Lake Pichola, this dreamlike sight of shimmering white marble and mosaic is evocative of the world's most stunning tourist cliché—the Taj Mahal. The Taj Lake Palace, an almost surreal vision in marble, sprawls over a four-acre island, with towering palaces on one side of the lake and the gorgeous Aravalli Mountains on the other. The descendants of the original palace retainers, the Royal Butlers, take care of all modern conveniences and make sure that every visitor is treated like royalty.

The history of Woodville Palace dates back to 1866, when Sir William Mansfield, the Commander in Chief of the Imperial Army, moved into the quaint estate for the first time. The Rana of Jubbal rebuilt the palace in 1938, bringing in hundreds of skilled craftspeople from all around the world to guarantee the best possible workmanship. In 1977, Kanwar Udai Singh converted a portion of the mansion into a guesthouse, and now, the palace stands as one of Shimla's best places to stay. Travel desk, multi-cuisine restaurant, indoor recreation, tennis, laundry, car parking, doctor on call, and CC TV Additional amenities include telephones in each room, hot and cold running water, pool tables, table tennis, badminton, and a Golden Tiger Lounge with a galactic collection of pictures autographed by Hollywood luminaries from the opulent '30s. There are also green lawns. Nowadays, the word "tourism" is widely used. Compared to previous generations, the current generation has more free time to go on various vacations with friends, family, and even alone themselves. After a long day of work in their careers, individuals in the current age desire to unwind and refresh themselves. People go to other areas as a means of rejuvenating themselves and relieving themselves of the stress and workload of their hectic lives. Many travel-related services, such as lodging, dining, and sightseeing, provide individuals the chance to experience life to the fullest and find fulfillment in their travels.

Among the world's biggest and fastest-growing sectors is the tourism sector. The tourism sector is estimated to be valued US\$8.27 trillion in 2017 by the World Travel and Tourism Council (WTTC). The World Travel and Tourism Council (WTTC) estimates that India's tourism industry brought in US\$240 billion in 2018. The tourism business is a multifaceted field consisting of several industries that provide goods and services to tourists worldwide. The United Nations World Tourism Organization (UNWTO) defines tourism as the travel by the general public to various locations within a nation or to another nation for pleasure or business. Based on how long they travel, visitors and tourists may be distinguished from one another.

A visitor is a traveler who only makes day trips to a location without spending the night, while a tourist is a traveler who makes many trips and stays overnight at a destination. People have traveled often ever since the dawn of civilization. Nomadic people traveled for food, employment, and safety in prehistoric times. In historical times, people traveled for a variety of purposes, including waging battles, capturing other nations, spreading religious and ideological beliefs, and just exploring new lands or maritime routes. When money became a common means of trading goods and services, the modern age of tourism started. Following the establishment of a monetary system for commercial purposes, business travel gained popularity. Travel to China and India was highly common in the past since these two nations are well-known and have a reputation for being very wealthy and thriving commercial environments. The term tour comes from the Greek *toros* and the Latin *tornare*, which both describe a circle or movement around a central axis. The suffix "-ism" indicates a procedure or an activity. One who fulfills such role is indicated by the suffix -ist. When tour and ism are combined, they signify an activity or circular movement process.

The circle shows the traveler's round-trip distance. The person who embarks on the trip or tour is referred to as the tour guide or guide. Travel for religious purposes has played a significant role in the development of tourism. In many nations, religious travel is a well-established practice and habit. Worldwide, people travel for religious reasons both inside and between their own countries. Indian pilgrims make many domestic pilgrimages as part of their religious travels. The great Indian monarch Ashok traveled far inside and outside of his country in order to spread and develop Buddhism. He founded several sarais or inns for travelers throughout his travels. Buddhism also had an impact on another Indian ruler, Harsha, who built several dharamshalas for the traveling public in different towns and cities. Throughout their reigns,

several Indian kings constructed a number of temples for the religious community, which helped to encourage religious travel. The religions of Islam, Buddhism, and Hinduism were dispersed across Asia, and travel is often encouraged by local languages, artwork, traditions, literature, and architecture. Most likely, the earliest leisure travelers were the Romans. The wealthy Roman Empire began constructing new roads and public accommodations wherever they went to accommodate travel. They also began naming roads and travel routes and publishing them for use by other travelers. Romans would vacation for pleasure to a variety of seaside resorts for therapeutic baths, as well as to the renowned Olympics, seaside medical baths, and other resorts that would eventually become known as spas. When bathed in, this spa water is said to provide treatment from a variety of ailments. In an effort to boost tourism, these resorts are constructing more leisure amenities for visitors. The construction of these spas, resorts, and recreational amenities was crucial in encouraging leisure travel. Grand tours, which took place in the late eighteenth century before the introduction of railroads, are referred to as "the golden age of travel" in the history of tourism. A large-scale European travel is a significant component of the education of the youth of the wealthiest and most influential families in Britain. The popularity of the grand tour led to the construction of many hotels and food and beverage establishments throughout the European continent. These tours often lasted for several years.

The nineteenth century saw the establishment of railways in England, and subsequently in Europe and America. In 1830, the first rail connection was established between Manchester and Liverpool. Originally, the purpose of railway transportation was to move cargo from one location to another. Subsequently, it began transporting passengers together with cargo, which eventually developed into public mass transit. Public rail transportation was first organized in 1841. The concept of ferrying a group of people from one area to another was established by Thomas Coos, who is widely recognized as the world's greatest travel organizer and the founder of contemporary tourism. This opens the door for a lot more scheduled rail travel in England. In 1843, a train carrying around 3,000 schoolchildren was run between Leister and Derby. From 1848 to 1863, Thomas Cook also planned train excursions from England to Scotland. When Thomas Cook planned a trip from England to France in 1855, he also became the first person to arrange train travel inside nations. Many European nations, like Switzerland, France, and Austria, established their own rail networks as a result of the popularity of rail travel.

Mr. G.M. Pullman was the pioneer of first-class train travel in America, having created opulent carriages complete with eating areas. East India Company built railroads in India during the same century. The first train in Indian history began its journey from Boribunder in Bombay to Thane on April 16, 1853, a distance of 33 kilometers. India now has the second-largest railway network operated by a single entity. Cruise travel and marine transport span continental borders and were important modes of transportation in the 19th century, in contrast to railway travel, which originated inter-country transit. Constructed in 1831, Francesco I was Europe's first royal cruise ship.

It began in Naples, Italy in 1833 and traveled to many European towns. In 1844, P&O became the first corporation to provide passenger cruises. From Southampton, the first passenger cruise ship visited places including Gibraltar, Malta, and Athens. Later, P&O started offering round-trip service to places like Alexandria and Constantinople. The cruise ship business then began to grow gradually in the second part of the 1800s. Completed entirely of steel in 1880, the SS Ravenna was the first cruise ship to employ electric lighting, while the SS Valetta, completed in 1889, was the first cruise ship to use light fixtures.

Designed by Mr. Albert Ballin, general manager of Hamburg America Line, the Prinzessin Victoria Luise was the first ship ever constructed specifically for luxury cruising in 1900. It

sparked the development of the luxury cruise ship industry, leading several firms to begin building their own cruise ships. The Harland and Wolff shipyard constructed the Titanic, one of the most well-known and tragic cruise ships. It was regarded as the largest and most opulent cruise ship in the world, equipped with first-rate lodging, gourmet restaurants, a private massage parlor, squash courts, and a swimming pool. It set off on its voyage on April 10, 1912, and it didn't sink until four days later, early on April 15, 1912. The development of aviation flight marked the beginning of modern, quick, easy, comfortable, and pleasurable travel. The first passenger flight between St. Petersburg and Tampa took place in 1914, marking the beginning of commercial aviation.

The thirty-four kilometers that the airplane covered in twenty-three minutes. Mr. Abram C. Pheil, a former mayor of St. Petersburg, was the first paying passenger on that first trip, which was piloted by Mr. Tony Jannus. After the Second World War, air travel increases by the end of the 1950s. In the era of quick, easy, and pleasant air travel, American airlines were the pioneers. Many nations soon establish their own airlines, and as time went on, air travel ceased to be a luxury, novelty, or exhilaration and instead became a need for the populace. It comprises all lodging establishments that provide lodging to all visitors in addition to other essential services like housekeeping, food and beverage goods, and recreational amenities like a pool, gym, and spa. The hotel sector encompasses a range of lodging options, including motels, hotels, and resorts. The food and beverage sector may also include food and beverage establishments found in hotels. The food and beverage sector encompasses all businesses that provide a variety of foods and drinks to both locals and tourists. The food and beverage industry encompasses a wide range of establishments, including chain and independent restaurants, eateries in hotels, coffee shops, food courts, taverns, bars, retail food stores, ice cream shops, snack bars, catering services, and food and beverage services on luxury trains, cruise ships, and airplanes.

## CONCLUSION

The analysis shows that the expansion of the hotel sector is complex and fueled by a number of interrelated variables that have altered the hospitality environment. The hotel business has seen a notable expansion in its reach and breadth due to globalization, as the demand for lodging services has been driven by a rise in international travel and cross-border investments. The visitor experience has been transformed by technological improvements, including as smartphone apps, online booking systems, and data analytics that improve ease and customization. Hotels have been forced to adapt and broaden their offers due to shifting customer tastes, which include an increasing inclination for experiential travel and environmentally friendly hospitality methods. The hotel sector has expanded as a result of urbanization, since growing urban populations have increased demand for lodging in large cities and metropolitan areas. Furthermore, regulatory frameworks have shaped investment choices, operational procedures, and market rivalry, all of which have an impact on the hotel industry's development trajectory. Adherence to safety, labor standards, and environmental sustainability rules has grown in significance for hotel operators that want to maintain their brand and draw in discriminating patrons.

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## CHAPTER 3

### EXPLORATION OF THE TOURISM SECTOR IN TOURISM

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#### ABSTRACT:

The present study undertakes an investigation of the tourist industry in the wider tourism framework, examining its many facets, patterns, obstacles, and prospects. This investigation examines important components such as visitor demographics, destination management, marketing tactics, sustainable practices, and the effect of outside variables on the tourism industry via a thorough examination. This study attempts to provide a thorough picture of the tourist sector and its importance in promoting economic growth, cultural interchange, and environmental protection. It does so by drawing on industry reports, academic publications, and case studies.

#### KEYWORDS:

Exploration, Sector, Tourism, Trends, Sustainable Practices.

#### INTRODUCTION

Travel is the movement of people, with or without a mode of transportation, between relatively far-flung geographical areas for any reason and for any length of time. Additionally, travel involves only brief stops in between subsequent moves. Travel does not include trips that take less than a few minutes to complete. "Travel" as an activity also refers to all the actions performed while on a trip (movement) [1], [2]. Traveling may be done for pleasure, business, or to see individuals, either for work or transportation, and may also happen for a variety of other reasons, such as getting medical attention, moving, escaping a conflict, etc. Travel may happen via walking and cycling are examples of human-powered transportation. Other forms of transportation include cars, trains, private and public transportation, aircraft, and bicycles. Travel and tourism both include moving people from one location to another, although the word "tourism" is more expansive than "travel." Since travel primarily involves movement, it also involves making all the necessary preparations, such as purchasing tickets and purchasing food while traveling. Travel involves making all the preparations for the whole experience. While tourism never stops at the destination, travel does. Travel, lodging at the destination, food preparation, sightseeing, shopping, leisure activities, and other activities are all included in the category of tourism [3], [4].

In its 1994 Recommendations on Tourism Statistics, the United Nations categorized tourism into three categories: domestic tourism, which involves residents of the destination country traveling only within that nation; inbound tourism, which involves non-residents traveling within that nation; and outbound tourism, which involves residents traveling abroad. Due to intense rivalry among numerous nations for inbound travelers, the tourism sector has recently switched from promoting inbound tourism to promoting intrabound tourism. To boost the regional economy, a few national officials have moved their focus to promoting intra-regional travel. "See America" in the United States, "Malaysia Truly Asia" in Malaysia, "Get Going Canada" in Canada, "Wow Philippines" in the Philippines, "Uniquely Singapore" in Singapore, "100% Pure New Zealand" in New Zealand, and "Incredible India" in India are notable

examples of such campaigns. Therefore, we can define tourism as the intricate phenomenon that consists of the fundamental idea of transporting a traveler or group of tourists from one location to another, providing them with food, lodging, and a variety of entertainment options for them to partake in, either actively or passively, before sending them back to their homes [5], [6]. Travel, housing, foodservice, and leisure are all connected components of tourism, which is the world's biggest sector. Tourism is a dynamic, developing force driven by consumers. It wasn't until the early nineteenth century that the term "tourism" appeared in the English language. The image of a journey or maybe a theatrical tour was more strongly linked to the term "tour" than the idea of a person "traveling for pleasure purposes, which is the accepted use of the word today." "Tourism comprises the activities of persons traveling to and staying in places outside their usual environment for not more than one consecutive year for leisure, business, and other purposes," according to the World Tourism Organization, defines tourism.

"The sum of the phenomena and relationships arising from the travel and stay of non-residents, insofar as they do not lead to permanent residence and are not connected with any earning activity," is how Hunziker and Krapf (1941) defined tourism. "Tourism is the temporary, short-term movement of people to destinations outside the places where they normally live and work and their activities during the stay at each destination," according to the 1976 definition provided by the Tourism Society of England. It encompasses motions for every objective." Tourism was defined in 1981 by the International Tourism Sector Association of Scientific Experts in Tourism as specific activities chosen at will and performed away from home. For each person, tourism might imply something different. A hotelier can claim, for instance, that tourism is great because it attracts customers who pack the rooms and restaurants. A government official, on the other hand, would describe it as the financial gain from more revenue entering the nation, state, or locality. However, for the host, it might be an annoyance to his tranquil existence.

The modern period of travel began with the Sumerian (Babylonian) introduction of money and the growth of commerce starting about 4000 BC. The Sumerians should be recognized as the pioneers of the travel industry as they were not only the first to understand the concept of money and employ it in commercial transactions, but they also invented the wheel and cuneiform writing. Five millennia ago, cruises were planned and operated out of Egypt. Queen Hatshepsut traveled to Punt in 1480 BC, perhaps the first voyage ever undertaken for peaceful and touristic reasons. The pharaohs started to construct their ornate burial tombs about 2700 BC, taking use of the Nile Valley's plentiful supply of high-quality construction stone. The history of leisure travel dates back to the time of the Egyptian and Babylonian civilizations. Babylon had a public museum of "historic antiquities" in the sixth century BC, while the Egyptians hosted several religious festivals that drew tourists in addition to the pious who came to see the cities' renowned structures and artwork. In order to accommodate visitors, the nearby towns offered amenities including food and drink sellers, tour guides, souvenir hawkers, and touts [7], [8].

Traveling to the locations of healing gods, Greek tourists began traveling about the same time. Due to the lack of a centralized government to mandate road development, the majority of travelers in ancient Greece traveled by water, which contributed to the prosperity of seaports. The Mediterranean region gave rise to a notable advancement in travel. Individuals travel for a variety of reasons, including business, trade, religion, celebrations, healthcare, and early education. Within the Roman Empire, domestic travel was also quite popular. Rich people in the vicinity of Rome constructed second residences, which were mostly inhabited during the social season in the spring. The elderly and the intelligentsia were drawn to Naples.



A new kind of tourism emerged at the beginning of the seventeenth century as a direct result of the freedom and pursuit of knowledge that the Renaissance brought forth. Young men were encouraged to pursue their education on the Continent in order to be considered for court positions. The top classes of society quickly embraced this practice, and it quickly spread to become the norm for a gentleman's education to be concluded with a "Grand tour" of the main European cultural hubs, frequently taking three years or more and accompanied by a tutor. The allure quickly became social, and young men looking for fun traveled, mostly to France and Italy, to take advantage of the opposing cultures and vibrant social scenes of places like Paris, Venice, or Florence. Medical tourism has been recognized as a national sector in more than 50 nations [9], [10].

## DISCUSSION

However, there are hazards and ethical concerns that make this form of receiving medical treatment contentious, as certification and other quality indicators vary greatly around the world. Furthermore, some locations could become risky or even deadly for medical tourists. Anywhere in the First World, including Europe, the Middle East, Japan, the US, and Canada, may attract medical tourists. This is due to a number of factors, including their sizable populations, relative wealth, the high cost of healthcare or the dearth of options for it locally, and the rising expectations of their people regarding health care, which is defined as any operation or activity centered around agriculture that draws tourists to a farm or ranch. Different regions of the globe define agritourism differently, and in other cases, like Italy, it applies only to stays on farms. Agritourism encompasses a broad range of activities that may be found elsewhere, such as harvesting fruit, feeding animals, traversing a corn maze, purchasing products directly from a farm stand, and lodging at a farm bed & breakfast. The practice of agritourism More than 922 million foreign visitors arrived in 2008, a 1.9% increase from the previous year. International visitor numbers dropped to 880 million in 2009, a 4% global decrease from 2008.

Europe had the biggest impact, with a 6% decrease. According to the World Tourism Organization, the top ten nations for foreign visitors between 2006 and 2009 were as follows. In 2008, Ukraine overcame Germany and broke into the top 10 rankings, overtaking Russia, Austria, and Mexico in comparison to 2006. Spain lost its second-place ranking to the United States in 2008. The majority of the most popular travel destinations are still found in Europe, with an increasing number of Asian nations coming in second. Malaysia entered the list of the ten most visited nations in 2009. Malaysia came in at number nine, slightly below Germany and Turkey. Malaysia was ranked eleventh in 2008. Turkey and Germany both rose one spot in terms of arrivals, coming in at seventh and eighth, respectively, while France remained at the top of the list in terms of arrivals of tourists.

International travelers are included in the inbound tourist market. Inbound Tour Operators are the agents who handle these travelers' needs. When the dollar was depreciating, Americans who wanted to go overseas had to pay more because of this. This caused a rise in the number of Americans who bought domestic vacation packages and a drop in U.S. citizen departures from this nation. Americans choose to go around their own country. At the same time, the decreasing dollar value produced a new image of America as a cheap destination for international travelers since hotels, restaurants, goods and entertainment frequently cost less in the United States than many places abroad. Numerous foreign visitors to the United States thought it was a good bargain. The continuation of such tendencies is not certain. The state of the global economy has a significant impact on tourism, and travel habits are subject to change. Walk-in visitors are the ones who have not reserved any services via the same agency, but are now approaching for some kind of help. Provide services, such maps and brochures on local

areas of interest, to tourists who just so happen to be in the region. Foreign guests are happy for help with exchange and language barriers. Create customized packages for groups based on their needs. It is the greatest market region for merchants. The travel agent can provide his retailers with a variety of packages because he is a wholesaler. This is a complex area best left to the knowledgeable retailer.

On the other hand, a store in a small city may serve as the local ground operator, handling all local arrangements. Travel agencies are starting to understand how crucial it is to provide services to arriving tourists in order to create a comprehensive product line. They are creating "big ticket" fully planned autonomous itineraries in addition to offering a broad variety of tastefully packaged and guided programs. These items may be advertised as both domestic travel for customers from the area and international travel. The roles of packager and operator are united while managing domestic incoming traffic. In addition to having complete control, the operator/packager bears entire liability. However, when handling international tour programmes, the roles of operator and packager are separate. An international tour packager creates the schedule and requirements based on the needs of the group or FIT, then makes arrangements for an inbound tour operator to oversee the services in accordance with the packager's policies.

In the shape of personal electronics, computers, communication, and labor-saving mechanical equipment has had, and will continue to have, a significant impact on hotel management and operations. Due to the speed at which information is gathered, saved, altered, and sent, the majority of travelers nowadays anticipate being able to work just as efficiently in their hotel rooms as they would at home or at the workplace. Hotels now have to offer services and access that enable guests to move seamlessly from their home, business, or travel environment to the hotel thanks to wireless communication, PDAs, portable computers, and almost everything else that is connected to the Internet. Entertainment has to be integrated with productive activities and communication more and more. Administration strategies created to target those market groups have become even more crucial to the administration of hospitality service enterprises. Hotel structures and organizations will be determined by the idea of market segmentation, or ever more precisely defined market definitions. Hotels are developing new goods to appeal to those markets and have access to ever-expanding databases of guest information due to their enhanced strength in the information and data manipulation domain. Our approach to managing our hotel properties has changed as a result of changes in people's travel habits. Due to the hub-and-spoke structure of airline services, deregulation of the aviation industry has caused a shift in the annual travel habits of millions of individuals.

Major hotel chains are increasingly placing their establishments close to hub airports, capitalizing on the possibility that business travelers may get what they need to do in a specific location without having to go to a central business district (CBD). It is now possible to plan meetings and conferences from the airport in a five-minute limousine journey, saving business travelers from spending the night in a hotel in the city center and enabling them to leave before the end of the day. ent on the idea of a lone business owner. It is now necessary for managers to devise plans and approaches to meet previously unforeseen financial targets. The administration and structure of the contemporary hotel have also changed as a result of this tendency. This is particularly true for publicly traded hotel companies, since the expectations of Wall Street stock analysts about quarterly sales and profitability have a significant impact on stock prices. This puts pressure on hotel chains and their operations managers to provide results on a quarterly basis that go against the natural tendencies of many managers. The majority of the aforementioned problems and factors continue to have an impact on current hotels' organizational designs and tactics, although to varying degrees. However, since the

publication of this book's previous edition, more social, cultural, and economic issues have emerged, clouding our understanding of hotel administration. This strengthens the case that the hotel sector is vulnerable to factors that are often entirely beyond its control and that it is a component of the broader economy.

The capacity of hotels to adapt to shifting conditions has lately been severely impacted by the cyclical nature of the US and global economies. For example, in the early months of 1993, business profits were low, job growth was slow, and the growth of the gross national product (GNP) was only slightly higher than in previous years. Additionally, travel was down in most areas owing to corporate reorganization, downsizing, and restructuring. Every month, massive layoffs totaling in the hundreds of thousands have been reported. Fuel prices were reasonably steady, but consumer spending habits and robust job growth had not materialized. This was especially true in light of business cutbacks and consumers' persistent concerns about the safety of their financial resources.

The terrorist attacks that occurred in 2001 in New York and Washington, D.C., altered business and travel in an instant and most likely for the foreseeable future. Major airlines are declaring bankruptcy, hotels are having trouble achieving profitable occupancy, corporate travel is declining, the high-tech stock market bubble burst, there is war raging throughout the nation, travel has become more challenging, if not downright disagreeable, due to security, and people are generally uneasy. When you combine this with the worst government deficits in history, trade imbalances, and employment outsourcing, the state of the economy is difficult. This immediately applies to travel for leisure and business as well as for personal reasons. The challenge facing the next generation of hotel owners is to figure out how to make a profit in such a setting.

All company managers are becoming more and more aware of the legal and regulatory landscape, and hotel operators are no different. Operators need to be more aware of and vigilant in areas of risk that might lead to litigation being brought against them. This edition's essays and articles emphasize these dangers to hotels and their visitors. It should be mentioned that the way hotels are run has also been greatly impacted by current security concerns. Early in the twenty-first century, a hotel's capacity to compete depends on its awareness of the regulatory landscape and the risk environment. This topic is covered in essays and articles in the security and human resources sections. Through his book, Peter Cass provides the reader with previously unobtainable insights into separately branded hotels that collaborate to generate market power. He argues that independent hotels' capacity to continue operating independently and to retain a competitive edge in the upscale market is a key factor in determining their future success.

Since there was less new hotel building after 9/11, but businesses still sought to expand, rebranding already-existing establishments spurred a lot of expansion activity. Rebranding is an intricate process that has to be completed in a timely manner in order to align with operational, financial, and marketing factors. Tom Dupar has extensive experience in this intriguing and significant endeavor, having taken part in rebranding initiatives all around the globe. In the book's previous version, his piece on the nuances of rebranding was a staple. Due to the altered economic conditions of today, Dupar's firm now focuses on launching new, significant initiatives. His essay is a helpful complement to John Dew's, and it is best to read the two together in order to contrast Dew's narrow concentration on projects with Dupar's expansive undertakings. It's possible that this revival of the idea of health and wellness spas as a hotel and resort offering is evidence that "everything old is new again." Being pampered at a spa has been introduced to the service mix in many more affordable hotels and resorts, formerly the domain of upscale accommodations. The luxury and cost of five-star hotels' renowned spas

continue to be the benchmarks for pampering, but contemporary travelers also tend to value the comfort of personalized care in less opulent spas. A review of the spa sector by Peter Anderson offers insights into this intriguing service offering.

Apart from items, construction, and rebranding, I have also decided to include newly researched and examined concepts that could or might not be embraced by the business in section two. Several Section 1.2 are included at the conclusion of this section. The Procedure for Hotel Development For those who want to learn more about the hotel sector in general and its particular historical origins, here are five recommended texts. The works by Hilton and Jarman in particular focus on the intricate workings of the institution by two of the industry's early pioneers, Conrad Hilton being one of them. Hilton is still in business today, running a worldwide, publicly listed corporation with one of his sons at the helm. Legendary for having created and run the first commercial hotel idea that acknowledged the needs of early 20th-century business travelers, E.M. Statler is well recognized for his contributions to the contemporary hotel industry. The recommended articles are based on newly released historical summaries of the US hotel sector of the hospitality business.

They also highlight other important factors that shaped the growth of the contemporary hotel industry. The developer is the risk-taker and entrepreneur who comes up with the hotel concept. When working on a hotel project, the developer often jeopardizes their own fortune, depending on the company structure chosen. The developer networks with commercial real estate agencies searching for a suitable hotel location, accompanied by a small crew. An acre is about the size of a football field, thus depending on the sort of hotel to be created, a site of at least two to four acres is needed. This site has to be designated for hotels by the city, visible from a major thoroughfare or highway, and approved by the city for building projects such left-hand turn lanes, curb cuts, and delivery truck access.

Based on the feasibility study, the developer suggests a franchising firm to the hotel owner, contingent on the sort of hotel to be developed. The ideal franchise brand for the market niche to be addressed is a crucial factor. Each franchise firm's contractual structure with the operating corporation includes varying franchise fees, royalties, and marketing/ancillary expenses. It is important to take into account the brands that are already existing in the target market and might be open for franchising. A franchise is sought from the franchise firm, and the feasibility study is provided as support for the request.

The franchise company's next task is to carry out a market effect analysis. This takes into account things like potential harm to already-existing hotels flying the franchiser's flag. A franchise is often awarded to the owning firm for a one-time charge of around \$400 per room, depending on the franchise chosen, with ongoing royalties and marketing, typically based on a percentage of hotel revenue, if the effect is deemed to be negligible. The end result of this procedure is a building that the operator will have to manage as a hotel, therefore factors like the architect's track record of timely completion, expertise designing hotels, and familiarity with the standard drawings of the franchise of choice must all be taken into account. If the project is large enough, architect fees are often bargained down from up to 5% of the entire project cost.

The firm's track record and expertise with related projects are crucial. After the hotel is finished, the architect is not required to run it. The developer requests that the architect create a hotel that is simple to run and maintain. The general contractor's track record of quality and dependability, as well as the company's connections and use of the many subcontractors required for a project as complicated as a hotel, are important factors to take into account. Once again, construction experience is crucial for this kind of hotel. It is anticipated that the general

contractor has gained knowledge from any errors made while constructing hotels of a similar kind. The developer is assisted in determining the ultimate cost by the general contractor and architect bidding on the project together. The project bidding process sometimes includes up to a 10% contingency fee to account for unanticipated events. These are only a few of the factors that need to be examined when choosing a loan. Next, the developer contacts several financing institutions on behalf of the owning organization. After reviewing the transaction, the lending organizations provide the borrowers with a recommended term sheet that addresses all of their concerns. This gives the borrowers the option to choose the loan company they want to deal with. After that, the lender hires a third-party assessment firm, such as Hospitality Valuation Services (HVS), to evaluate the project. The lender gives a loan commitment for the project based on the assessment, often offering up to 60% of the project cost. Investor stock must be obtained to cover the remaining amount. The possibility to invest in the hotel is extended to these possible sources of funding. They make a decision about whether or not to provide funds to the developer based on their analysis and assessment of the reports, papers, and research mentioned above.

The land purchase option is exercised and the transaction is finalized after the financing is obtained, the equity is raised, and the city issues the construction permit. After that, the 12- to 16-month building phase starts. Congratulations! If everything goes according to the architect's plans, the general contractor doesn't run into issues with subcontractors, unions, or permits, all the furniture, fixtures, and equipment arrive on schedule, the weather holds out, and there are enough jobs available to open a hotel due to the labor market, On schedule, the hotel will open. The owning entity chooses a suitable management firm to oversee pre-opening, marketing and sales, hiring and training of opening personnel, creating the operational budget, and day-to-day operations when the hotel opens—often even prior to the start of building work. For this service, management firms charge 3-5 percent of income. In order to be assessed based on both sales and profitability, management firms have recently started charging 3.4 percent of revenue and 2.3 percent of gross operating profit. Franchisees may be offered management services by the franchisor. For instance, under 20-year leases, Marriott International, Inc. oversees over 50% of all hotels that fly the Marriott flag. The remaining hotels are managed by independent management firms under long-term management agreements that may last up to 10 years and often include multiple five-year renewal options.

## CONCLUSION

The examination of the tourist industry highlights the industry's critical position in international economies and societies and emphasizes the need of ethical and sustainable business practices to maintain the industry's long-term existence. Transport, lodging, attractions, and services that meet the requirements and interests of tourists are just a few of the many operations that make up the vibrant and diverse tourism sector. With its enormous contribution to GDP, job creation, and cultural exchange, tourism plays a critical role in promoting economic development and encouraging international understanding and cooperation. The tourist industry does, however, confront several difficulties, such as overtourism, environmental deterioration, cultural commercialization, and socioeconomic disparities. Due to these difficulties, tourism growth must take a comprehensive and sustainable strategy that strikes a balance between commercial interests and the preservation of the environment, community empowerment, and cultural heritage.

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## CHAPTER 4

### ROLE OF MANAGEMENT IN HOSPITALITY

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#### ABSTRACT:

This essay examines the critical role that management plays in the hospitality sector, highlighting its importance, difficulties, and methods for good leadership. This course examines a number of hospitality management topics, including as operations, human resources, marketing, customer service, and financial management, in-depth. This article explores the roles and duties of hospitality managers, the value of leadership, and the effects of management choices on financial success, staff engagement, and client happiness. It does this by drawing on industry insights, case studies, and scholarly research. Additionally, it addresses new developments and difficulties in the field of hospitality management, including labor diversity, technological integration, and sustainability. This study attempts to increase awareness of the role of management in promoting excellence and innovation in the hotel sector by offering a thorough review.

#### KEYWORDS:

Hospitality, Management, Operations, Strategies, Leadership.

#### INTRODUCTION

The majority of people often associate the hospitality sector with restaurants and lodging. But the actual definition of hospitality is much more expansive. The Oxford English Dictionary defines hospitality as "the liberal and good-natured reception and entertainment of guests, visitors, or strangers." The word "hospitable" comes from the word "hospice," which refers to a medieval inn where pilgrims and travelers might relax. The name "hospice," which is unmistakably connected to "hospital," also alluded to an ancestor of the modern-day nursing home. Therefore, hospitality encompasses more than just lodging and dining establishments; it also refers to different types of establishments that provide those who are traveling with food, shelter, or both [1], [2]. As many others have done, we might also broaden this term to include organizations that provide persons who are living away from home various kinds of assistance. Private clubs, casinos, resorts, attractions, and so forth may fall under this category [3], [4].

These various enterprises have more in common than just a shared past. They both deal with the administrative challenges of providing food and shelter, which involve constructing a structure, supplying electricity, heat, and light, maintaining and cleaning the space, managing staff, and preparing and delivering meals in a style that appeals to the patrons. whether we eat at a restaurant or stay in a hotel, we want all of this to be done "with liberality and good will," but we also have a right to demand the same treatment from the food service division whether we're having fun at an amusement park or a medical institution [5], [6].

Now that we've shifted our focus from the services and facilities related to the hospitality sector to the individuals who work there, let's take a look at the role of the hospitality provider. Among the oldest human occupations are those in hospitality, which entail making a visitor, customer, member, or resident (depending on the word used) feel at home and welcome. But there's a

bigger reason why those who want to work in these sectors should choose the hospitality business. Nowadays, shifting from one area of the hospitality sector to another in order to pursue prospects for growth is common for managers, supervisors, and skilled workers. For instance, a graduate in hospitality may start off as a management trainee for a restaurant business, finish the required training, and then work their way up to assistant manager at a hotel. ARAMARK, or another hospitality company, may make the next employment offer. In addition to enterprises, ARAMARK offers food service operations in a variety of settings, including convention centers, sports stadiums, college and university campuses, health care facilities, and upscale dining establishments. In a similar vein, Holiday Inns operates hotels but is also among the biggest food service providers in the country [7], [8].

One of the authors' lecturers often stressed to him as an undergraduate studying hotel management at a large public university how crucial it was that he become involved with the student groups on campus. The Hospitality Sales and Marketing Association International, the Travel and Tourism Research Association, and other food service organizations were just a handful of the numerous student chapters of professional hospitality organizations that were available. He joined the student organization of the strong-presence Club Managers Association of America (CMAA) on school, partly out of curiosity and partly to appease his teachers. Although he was very sure when he started that he would never work in a private club, he had to admit that it seemed like an intriguing area of the business. In order to get a little more knowledge about the industry, he completed an optional course on club administration during his two years with the organization. He then quickly started working for a food service management firm as a manager [9], [10].

It surprised him much when, a few years after graduation, he received an opportunity to work at a private club. His relationships formed during his time as a student chapter member and his membership played a significant role in his success in getting the club post. Since then, he has benefited from a lengthy affiliation with both the private club sector and the Club Managers Association of America. In actuality, he served as the CMAA student chapter's faculty adviser for 10 years. These days, we hear similar experiences from our own pupils. This just serves to highlight how jobs may have odd detours and how graduates in the hospitality industry may find themselves quickly switching between other industries. One of the few jobs in our more specialized world of work that still requires a widely gauged generalist is hospitality management. An understanding of this concept enhances a student's chances of having a fulfilling career in one or more of the hospitality industry's divisions.

A manager's goal is to ensure that the business will turn a profit and continue to provide services. Speaking about "liberality and good will" does not imply handing up the keys! Portion sizes at a for-profit restaurant or hotel are determined by cost; hence, construction and running expenses must be taken into account when setting menu pricing and room rates. By handling these factors, the business can pay back any loans it has taken out, meet its operating expenses, and provide a return to the owner (or investor), who invested a significant amount of capital and effort to bring the venture to fruition. (We'll talk more about the particular difficulties of running subsidized or noncommercial institutions later.) Achieving a regulated profit, loss, or break-even operation is crucial. "Conformance to budget" is a suitable word to use to characterize this management problem. One direct approach to learning the hotel industry is to work in it and get the skills required to run the company (this has been the conventional path). The issue with this strategy is that hospitality managers need different talents than those that come with the various line-level workstations (chef, server, etc.). Originally, hospitality education was primarily focused on skills in a culture that was gradually changing and consisted of small businesses. Apprenticeships were the primary means of learning for the



majority of hotel managers. The traditional crafts, founded on apprenticeships, believed that labor and knowledge were constants. But this presumption is no longer accurate. "The knowledge worker, the man or woman who applies ideas, concepts, and information to productive work, is the center [of our society's productivity]," as famous management consultant Peter Drucker stated. Drucker's management judgments are practically ageless. Stated differently, the acquisition of information is a critical component of success, and studying is an essential aspect of your total professional preparation as a manager or supervisor.

Many contend that a liberal arts degree offers great preparation for life in general and for the workplace in particular. They are entirely correct. However, what we've discovered is that a large number of kids just have no interest in studying liberal arts subjects. They are not willing to learn because they are not interested. These same individuals, however, turn become dedicated learners in a program focused on applicable careers that piques their interest, whether it be in the hospitality sector or another field. There's really no good reason to separate life preparation from career preparation in school. We work for at least half of our waking hours. Work is fundamental to a person's existence and may directly lead to self-discovery, as we shall soon see.

## DISCUSSION

One reasonable path to management preparation is provided by business administration. In fact, a lot of managers in the hotel industry have trained for this kind of work. On the other hand, the main focus of business administration is on the production and promotion of tangible goods in both domestic and global markets. In comparison, the hotel sector is a service business, and service institution management differs greatly from that of other sectors. Although food may be a restaurant's main offering, the majority of the "manufacturing" takes place there as well. The focus is on having face-to-face interaction with the visitor, and the market is often local. With a few notable exceptions, hospitality operations are also typically smaller, meaning that the issues associated with a big bureaucracy are less important than those pertaining to in-person interactions with staff and clients.

In addition, the hotel sector offers a lot of distinctive qualities. Some work unusual hours and on the weekends. Both visitors and coworkers rely on us to be amiable and upbeat. We are also supposed to be concerned about the guest's well-being. We really sell the guest's experience, as we shall cover in a later chapter. The sector also has a distinct culture of its own. Therefore, acclimating individuals to the job and lifestyle of hospitality sector experts is a crucial role of both education and work experience. Our argument does not imply that a business administration or liberal arts education is inherently flawed. Instead, the key point is that students in programs especially designed for hospitality management are often engaged in the field they are learning. The hospitality product and the manufacturer's product clearly vary from one another in the hospitality service system and conventional manufacturing organization.

When picking a career, it's also critical to take the industry's future into account. The majority of the hotel industry has a strong job outlook, especially for managers. For instance, employment of motel managers is predicted to increase by 9 to 17 percent between 2010 and 2020. Students who are drawn to a field where they can be fairly certain they can find work should be encouraged by this. Some believe they will have a fair amount of freedom in a job market where there are more openings than candidates, whether they work for themselves or for a firm. A lot of students who want to start their own businesses are attracted to the hospitality sector. Some people have valid concerns about the possibility of innovative ideas that are outside the conventional or franchise companies' purview. Throughout the history of

the hospitality sector, there have been several instances of the latter that have proven successful. In particular, the catering profession seems to provide a plethora of chances. Numerous youthful entrepreneurs have opted for catering as a low-risk industry that presents prospects for individuals with a knack for cuisine and the capacity to provide personalized assistance. In addition to being a rapidly expanding industry within the food service industry, students sometimes attempt their hand at starting their own small-scale catering company while still in school, either as part of student groups or independently. Event planning is a similar career path that many students pursue, with many aspiring to work for hotel chains or event planning organizations that handle major events.

Additionally, there are many of options in the hotel sector. The bed and breakfast/inn industry is one of the sectors that offers chances for business owners. Generally speaking, operators may join these markets with less money than they would need to in other lodging markets. Whatever the market niche, the hotel sector has always drawn entrepreneurs because, at its core, it provides small company owners with everything they want. Being able to run your own business is one quality that independent-minded people find incredibly appealing. There are a ton of more possibilities. People who have trained as chefs, for example, could start their own company if they believe they have enough managerial experience. In the healthcare sector, home care agencies are rising in number to meet the demands of our aging citizenry and provide a plethora of business options.

Studying hospitality management is a crucial step for aspiring business owners, regardless of why they want to launch their own company, find their previous work experience in the industry particularly intriguing, or find the job prospects alluring due to the industry's need for managers. Students majoring in hospitality management are often exuberant, highly driven individuals who are proud of their future in serving others. beginning roles that provide However, by the Middle Ages, people had come to see employment as a vocation that is, as a divine calling. Over time, as working circumstances got more favorable and employment became accessible to people from all socioeconomic backgrounds, labor evolved into a crucial component of societal development and personal satisfaction.

All employees nowadays want more than simply a job. It's true that the definition of labor is "an activity that produces something of value for others." Work is defined in a social context by this term. In other words, it suggests that employment serves more than just the basic need for existence. It also has a societal role. That most North Americans can characterize their personal approach to a life of work as anything more than survival is a significant accomplishment in human history.

Our sense of self-worth is enhanced by work in two ways. First, we demonstrate our own expertise to ourselves by doing our task properly. According to psychologists, knowing this is crucial for a healthy existence since it provides us a feeling of control over our surroundings and our own self. Second, by our labor, we benefit others and make them reliant on us. Since humans are social creatures, they need this sensation of participation. These factors cause a significant portion of our feeling of value to derive from our experiences at work.

Education is obviously vital as well. In fact, education is now necessary in the majority of fields. Furthermore, there is unmistakable evidence linking education, employment, and income. According to studies, employees with postsecondary education make much more money yearly than those who just have a high school diploma. This disparity is anticipated to widen in tandem with the growing need for "knowledge workers." Thus, the proof that your dedication to learning will pay off comes in the form of career planning for the choices you have to make about work while still enrolled in school. We will also talk about choosing your

first job after graduation. This section will assist you in planning your career if you have decided to pursue a career in hospitality. If you're still not sure, this section should provide you some ideas on how to explore your career via part-time work and help you think about this area in a more specific manner. Many of the people reading this material have prior employment experience, many of them in the hotel industry. But this is a topic that definitely need to be discussed since not everyone has such experience in their past. Those with more expertise can find this a helpful chance to go over previous plans they've prepared. It's always beneficial to review your obligations with fresh eyes. The money your employer pays you is the most evident benefit you make from your employment.

However, there are other rewards that are just as significant in the early stages of your profession as money. Understanding the concept of a lifetime income is essential to comprehending this statement. Naturally, you will need money throughout your life, but if you give up part of it now, you may be able to get it back in a few years along with some happiness, fulfillment, and independence. Therefore, all work has a combination of benefits that include financial compensation as well as knowledge acquisition. An employer might exchange knowledge acquired today for money tomorrow, offering a more competent worker a higher compensation. Choosing a career that will broaden your knowledge and experience base is thus an investment in both future wages and knowledge acquisition. Many recent graduates make their initial employment decisions solely based on pay, paying little attention to the possible long-term benefits of one position over another.

Therefore, each employment must be evaluated based on its benefits package rather than merely the amount of money it pays. Because it pays more than dishwashing, a part-time work at a retail business could sound appealing. But, if you consider your overall income, which includes the knowledge you gain, together with the learning component of the benefit mix, you may and most likely should—choose the position that will further your professional development. Concerning retained profits and the benefit mix, there is one more crucial thing to take into account. Often, students may only find unskilled part-time positions in the business. These are frequently low-paying occupations that many people find boring. However, your viewpoint can shift if you consider these employment in terms of their overall revenue. Even though a busboy or dishwasher may not have extremely difficult work, you may increase your overall earnings from such a position by making it your mission to become as knowledgeable as possible about the field. You may increase your retained profits in this manner.

It's crucial to consider the informal organization also referred to as the social organization of the team you work with when considering organization. Most work groups consist of informal leaders in the form of cliques. Once you've located this informal structure, consider how management handles it. It is important to keep in mind that managing these unofficial organizations will present a difficulty at some point; to do this, you will need their assistance as you assist in managing the organization. This personal knowledge will benefit you both in the interim while you study and gauge the actual world of job. Jobs in hospitality are available from a variety of sources. Your institution could, for instance, still have a placement office. Requests for part-time assistance are received directly by several hotel management programs. Certain schools keep a job board or file, and some even collaborate with businesses to provide internships.

Leads may also be found on the help-wanted sections of your newspaper and at your neighborhood employment service center. Sometimes forming personal relationships with other pupils, your teacher, your family, or your community will be beneficial. As powerful as ever, networking is still seen by some as the most vital instrument. It is insufficient to only apply for jobs. Paying close attention to how you look is also very significant. This often entails

a suit or modest dress for ladies, and a coat and tie for males while attending an interview. The very minimum is cleanliness and neatness. (After all, two of the most important components of the hospitality offering are neatness and cleanliness.) If you can, find out who the manager is before your interview or application process. If the business is small, ask to speak with the manager directly. However, you will interact with a human resources manager in a bigger business. All organizations must adhere to the same fundamental norms of appearance, regardless of size.

Never be reluctant to inquire about the progress of your application. This is an outdated but valuable personal selling proverb: To close a deal, three calls are necessary. Three isn't magic, but it usually works if you are persistent and show an employer that you are interested in the position. Make sure you mention that you are a student studying hotel management, since this will indicate to an employer that you are enthusiastic about your job. You may see the job placement process through the eyes of a recruiter by reading Industry Practice Note 1.1. Numerous managers in the hotel industry state that they learned the most valuable skills on the job, in their own time, early in their careers. Let's say you have a prep worker allocated to your business and you work as a dishwasher during the summer. As long as you watch and subsequently provide assistance on your own schedule, you can be permitted to do so. In this case, your "profit" consists of the "retained earnings" of greater understanding. Many vocational skills, such as bartending (by a waitress or waiter), front desk clerking (by a bellperson), and even some cooking (by a dishwasher or cook's assistant), may be learnt by observation and some unpaid practice. You may be able to get the skilled part-time employment for the next summer or for the whole of the year with this sort of expertise under your belt.

A relief work is among the finest student jobs when it comes to learning. Jobs that call for temporary coverage (such as during a normal employee's day off, illness, or vacation) are known as relief jobs. Every talent in your operation may be learned a great deal from the training for this fill-in activity. Part-time job after school brings benefits beyond knowledge and revenue. For instance, when you graduate, your company could have a full-time position available. This is especially probable if you choose to stay near to the location of your education or if your job is a reasonably big company. You could decide to drop out of school for a term or two in order to focus on a specific passion or to make your long-term career objectives clearer. This has the benefit of elevating your resume beyond "just a summer job," but watch out that work experience shouldn't impede your ability to get the foundational education needed to go into management.

No matter where you work or how long you stay there, keep in mind that you can meet people who can support you after you graduate. Individuals you have previously worked with may be able to suggest you for a position or let you know about exciting chances. For a variety of reasons, businesses employ Americans for jobs in the hospitality industry overseas. There aren't enough qualified managers in certain nations. Furthermore, it's crucial to blend in well with the rest of the executive team, especially in positions of responsibility. For an American company, this is usually simpler to do with a candidate from North America. Those residing outside of the United States and Canada may not have access to the relevant operational experience. Still, a lot of things are taken into account, such as knowledge of other cultures and multilingualism.

However, since most North American workers get generous expatriate benefits in addition to their pay, hiring them is often more costly for most businesses than hiring local citizens. However, there are other factors to consider when recruiting nationals of the host nation. In addition to speaking the language well, locals are aware of the customs and culture of the workers in a certain nation. Furthermore, local managers do not incite the animosity that is aimed at a foreign boss. Foreign-owned companies that operate in the US look for American

managers and supervisors for many of the same reasons. One other thing to think about is that a lot of American businesses are expanding abroad via franchising. In this instance, the franchisee is often a local national whose relationships and local expertise are very useful to the franchisor. It should come as no surprise, however, that the franchisee would probably choose individuals from their own culture if at all feasible. Even though individuals from other nations hold the majority of the roles in operations outside of the US, many US businesses provide substantial foreign employment prospects.

The immigration laws of other nations (which are comparable to those imposed in the US) are one of the first barriers to finding work right away abroad. Employers are often only allowed to hire foreign nationals if they can demonstrate that the candidate possesses unique abilities that are in high demand in the nation. Therefore, it should come as no surprise that a large number of workers who do get sent abroad have worked with the organization for a number of years and have a great deal of operational expertise.

Lack of language proficiency is another significant issue that Americans who want to work abroad must deal with. Actually, a lot of hospitality programs now mandate that students complete a global learning experience, ideally in a nation where the language is not English, and study at least one foreign language as part of their curriculum. The only way to really understand the importance of cultural acculturation is probably to have lived overseas before. Students who study, work, or volunteer abroad for the summer not only get a taste of life in a foreign country, but they may also make connections that may help them get a job overseas after graduation. Many hospitality schools offer summer programs with plenty of opportunities to study abroad. Exchange programs are also maintained by some institutions with international universities.

## CONCLUSION

In addition to negotiating challenging possibilities and situations, management plays a critical role in promoting excellence, innovation, and sustainability in the hospitality sector. Operations, human resources, customer service, marketing, and financial management are just a few of the many duties and obligations that make up hospitality management. To guarantee flawless operations, provide outstanding guest experiences, and optimize profitability, it is essential to use efficient management methods. In the hotel industry, managers are responsible for creating a great work environment, inspiring and motivating teams, and coordinating corporate objectives with employee goals. As such, they must possess strong leadership qualities. Successful hospitality managers possess critical abilities in decision-making, emotional intelligence, and effective communication. Additionally, managers in the hospitality sector need to keep up with new developments and issues that the sector is facing, such as workforce diversity, technology breakthroughs, and sustainability programs. Maintaining competitiveness and satisfying the changing demands of stakeholders and visitors requires embracing innovation, using technology, and implementing sustainable practices. Notwithstanding the potential, hotel management also has to deal with issues such a lack of workers, adhering to regulations, and changing customer tastes. To overcome these obstacles and guarantee long-term success, measures for risk avoidance, talent development, and strategic planning are crucial.

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## CHAPTER 5

### STRATEGY OF JOB PLACEMENT IN HOSPITALITY

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#### ABSTRACT:

The relevance, difficulties, and best practices of the job placement strategy in the hospitality sector are examined in this research. This research examines the several facets of job placement techniques, such as hiring, screening, training, and professional advancement, via an extensive assessment. The article explores the major elements driving job placement in the hotel sector, including labor market dynamics, corporate culture, and workforce diversity. It does this by drawing on industry insights, case studies, and academic research. Additionally, it covers cutting-edge methods and tools for finding employment, such as talent analytics, business branding, and online job boards. This study attempts to improve knowledge of successful job placement tactics in the hospitality industry by offering a complete examination.

#### KEYWORDS:

Hospitality, Job Placement, Recruitment, Strategy, Training.

#### INTRODUCTION

Three issues preoccupy most students studying hotel management. Each of them discusses the choice referred to as the job placement method. First off, a lot of students are curious about things like beginning pay and the potential for incentives and increases. Students are also focused on their own sense of fulfillment. They are curious about chances for freedom, self-expression, innovation, and initiative. This is especially true for students who wish to be able to use what they have learned right away after graduating from culinary schools. While there aren't many careers that give a lot of freedom at first, working for a franchising firm, for example, may quickly lead to independent ownership [1], [2]. Inquiries from students also concern how many hours they will be devoting to their task. Many businesses, particularly those in junior management, demand lengthy hours. Some industries, particularly on-site operations, have lower expectations, but they could also have less opportunities for growth [3], [4].

Third, a lot of students want to become certified dietitians or dietetic technicians, which are two professional aspirations that are especially relevant to the health care food service industry. Creating a stellar operator reputation is directly linked to professional objectives in the commercial sector. There is little doubt that these three groups of interests are connected; for instance, the majority of personal objectives incorporate aspects of money, fulfillment, high moral standards, and professional. The question of survival is a good place to start your investigation. How much will you need in order to cover your expenses? If you have moderate income requirements, you can choose to sacrifice luxury in favor of a lower-paying position with better training. As a result, you would be investing in retained earnings knowledge that you eventually expect to exchange for more revenue, stability, and a fulfilling career. Potential employers are typically offended by students who behave aggressively and make fast decisions about a firm during an interview. After all, companies consider the interview as a chance to assess a graduating class. However, you should discreetly find out about the company's

dedication to its staff, which is often shown by the staff turnover rates and the emphasis it places on training. For example, you may like to find out whether it offers an official training program [5], [6].

The prospects for progress since training beyond the entry-level essentials involves accountability and access to opportunities for growth. Lastly, you must assess the business's operations. Do they do high-quality operations? Could you feel honored to work there? Can you help make things better if the food, service, or facility quality is routinely subpar? Or will you be tricked into picking up the incorrect knowledge? One more thing to consider when assessing employers who could be independent contractors: Conducting research on a small firm might provide challenges at times. In this instance, it might be worthwhile to inquire within the local business community about the sort of reputation the potential employer has built throughout their work experiences in order to get a high salary for a year or two as a waiter in a first-rate establishment. Such an objective is very fair and quite personal. Establishing a goal and pursuing it consistently are crucial [7], [8].

If a student aspires to someday run their own business, they will undoubtedly have to put off their aspirations while building the reputation and managerial abilities required to draw in the required funding. Let's wrap up by talking about opportunities, priorities, and objectives lists the top ten jobs that hospitality students would want to have after graduation. The hotel business has always valued its luxury operations above its midmarket or midscale counterparts, and this sample of students is no exception. It's interesting to note that, although less prevalent, on-site food service and quick-service restaurants had comparable beginning incomes. The proverb "De gustibus non disputandemest" (In tastes, there is no debating) should undoubtedly be applied to employment choices. As we will see later in this book, work in on-site management is not much simpler, but it does have more regular hours and a more predictable pace, which may frequently lead to a better work-life balance. In summary, the food service business offers a plethora of fantastic career prospects, with certain specialized areas offering even greater chances.

In addition to being more opulent than many other businesses—or at least seeming so—luxury hotels, private clubs, and fine-dining restaurants seem to be drawing the most attention among recent grads looking to apply. Despite being relatively minor areas of the hospitality job market, they have a robust supply of candidates. In comparison to many other industries, they thus have a lower need for workers. Naturally, work pleasure has no monetary value, and these are very personal decisions. However, the reality is that no employment provides everything. It is up to you to determine what your top priorities are and then select the opportunity that best fits your needs. If advancing your career, making a good living, taking on more responsibility, or even just having a manageable work life are top priorities for you, you might want to at least give some of the companies on this list that you had not previously given much thought to an interview.

Numerous studies have been conducted on the impact of the September 11, 2001 terrorist attacks on various facets of life in the United States. Several prestigious hospitality schools, such as those at Cornell University and Johnson and Wales University, have held panel discussions and/or carried out research on the effects that the day has on the sector. Undoubtedly, there have been major short- and long-term impacts on the travel and hospitality sectors. These consequences have varied from the first response, in which a large number of individuals in North America (and abroad) ceased traveling for any reason, to irregular travel, and ultimately to somewhat typical travel patterns. Among all the industries, the airlines were perhaps the most hit. Although the consequences will likely last for a while, travel, lodging, and food service have all returned to their pre-September 11 levels of activity. The chapters



that follow provide discussions on the consequences of that day. The impacts of previous terrorist attacks, including those in Bali, Madrid, and London, as well as the effects of recent natural catastrophes in Asia, are also covered in the book. Most of the time, hospitality businesses classify themselves as either service-intensive or restricted service firms [8], [9]. Although there are other price point categories for hotels, such as budget, economy, midscale, upmarket, and higher upscale, the most fundamental distinction is between full-service and limited-service establishments. Concerns about potential overbuilding and eventual surplus capacity in all except the luxury and extended-stay accommodation categories will be addressed in subsequent chapters.

## DISCUSSION

Simpler businesses that focus on providing customers with off-premise service takeout, drive-through, and delivery have made a significant contribution to the rise in restaurant sales in recent years. Both quick-service and fast casual, the newest emerging market, are seeing robust expansion. The more affordable family restaurant sector has seen a flattening of table-service restaurant development, while within the table-service group, the more service-intensive structure of casual restaurants has had steady growth. Restaurants and lodging facilities are customizing their offerings for niche customers, a strategy known as target marketing. One of the main reasons for the growing focus on niche markets by hotels, restaurants, and other hospitality businesses is that there is more than enough capacity in most regions. There will probably be even more competition in the next years.

By building additional restaurants and putting them closer to the consumer (i.e., making them more convenient), operators in the food service industry are altering their operations. Smaller prototypes are also being made by them. As we've previously said, lodging capacity presents a very competitive picture for every industry with the exception of the luxury market, which is also evolving. Because of the increased competitiveness, well managed businesses are particularly All operations at a certain price point tend to grow increasingly similar to one another as rival businesses dress up their operations, increase their menus, and add more facilities.

Service becomes the key differentiator; often, this takes the form of individualized care. the very essential topic of understanding and managing service. Serving others will make the difference in today's and tomorrow's worlds between barely surviving and succeeding, or worse. According to the wise words of Ellsworth Stahl (1893–1928), the pioneer of the revolutionary Statler Hotels: "Life is service; the one who progresses is the one who gives his fellow men a little more a little better service." A more informed and astute consumer base is emphasizing the worth of the products or services they get in comparison to the price they pay on the open market. It is likely that the baby boom generation started this pattern, which has persisted through succeeding generations. Arguably the most educated generation in history, the baby boomers have evolved into a cautious consumer culture. Customers have the ability to expect exceptional value for their money since there is a fiercely competitive sector striving to cater to them [10], [11].

Time and how one values one's own time (as it becomes more valuable) should be discussed in any discussion of value. Because of this, buyers often try to strike a compromise between the price they are ready to pay and a benefit like time savings. For instance, this contributes to the explanation of the fast-casual eating industry's growing popularity. The industry has been grappling for some years with the proliferation of technology as a driving factor. Operations work has already shifted as a result of greater automation and computerization brought about by technology. However, the modifications to management and marketing that are made

feasible by technical advancements are much more fundamental. Already molded by an international computerized reservation network, lodging marketing has undergone a virtual revolution as a result of the Internet's ongoing growth in terms of communication between operators, rivals, and guests. In addition to providing information, restaurants also manage websites, many of which are interactive.

Not even third-party businesses, like OpenTable ([www.opentable.com](http://www.opentable.com)), are keeping our restaurant bookings in the dark. The organizational hierarchy is disintegrating as a result of much better communication and computerized financial and operational reporting, and a flatter, more integrated organizational structure is taking shape. North America's face is evolving. Although white males have historically dominated the job market, women and members of other groups, including Asians, Hispanics, and African Americans, will make up the majority of those joining the workforce in the near future. To succeed in the future, managers will need a wide background and an openness to all types of individuals and cultures. Another significant shift impacting hospitality operations is the clear emphasis on sustainability. Although the idea of being "green" is not new, it does represent corporate responsibility and astute commercial tactics. Nowadays, almost every hotel encourages its visitors to reuse towels, and most have already adopted inexpensive upgrades like energy-efficient lighting. Additionally, consumers prefer to know that the companies they support care about the environment. In this regard, hotels are evolving, as shown in Industry Practice Note 1.2. We are inspired to reach the LEED standards by our elderly owner, Mrs. S. C. Huang. After the premature deaths of three family members from cancer, she developed a strong enthusiasm for clean surroundings and committed herself to developing sustainable and ecologically safe hotels.

For her hotels, Mrs. S.C. Huang sought a LEED certification for a number of significant reasons. Research indicates that buildings certified by LEED have reduced maintenance expenses, increased worker output, and more contented and healthy residents. We take great pride in setting the standard for the hospitality sector in terms of our commitment to the environment and the well-being of both our visitors and staff. The first guestroom key card energy control system was introduced by the Orchard Garden Hotel in California. To activate the lights and other room features, guests just open their guestroom door with their key card and insert it into a covert box.

The whole room is automatically "turned off" when a guest leaves; the only exception is a plug that allows visitors to charge computers, mobile phones, and other battery-operated gadgets. This technology pays for itself in around two years and reduces energy use by over 25%. The Orchard Garden Hotel was constructed utilizing environmentally friendly materials, such as fly ash concrete, which is a byproduct of reprocessing coal, and wood that has been certified by the Forest Stewardship Council as having been obtained sustainably. Utilizing recyclable materials in the production process instead of disposing of them in landfills is one ecologically friendly building technique. We were starting the process of becoming green.

To our astonishment, the majority of the team mistrusted the message, thinking that eco-friendly cleaning supplies wouldn't cut it. Since the housekeeping staff, which is primarily Chinese, is much more concerned with getting things done, my argument for a "healthier work environment" was met with very little enthusiasm. Instead, we decided to ask everyone to participate in an experiment where room attendants are divided into two groups, one outfitted with traditional chemicals and the other with green products, for a first week. The green crew had extensive training within that first week, covering topics including how to apply, mix, and dilute certain surface cleansers. Fear of mistreatment vanished soon since the materials were harmless, but there was still much dispute over the items' performance. The green group started to gradually realize the advantages of utilizing the product correctly after an additional week.

After two more weeks (daily input was requested throughout), we switched groups. The other team was eager to try the green products that, in the meanwhile, had created a lot of buzz among those who had been using them for the previous month. The workers who had been using the new product suddenly had to go back to utilizing chemicals.

Globalization is, in a way, already old news. Borders have lost significance as trade restrictions, such those imposed by the European Community and the North American Free Trade Agreement, have fallen. The ease with which money can be exchanged and information can be obtained abroad has led to the ownership of some of the biggest "U.S. firms" as well as the prominence of American companies abroad. For example, a British corporation owns Holiday Inn, whereas a French company owns Motel 6. With 119 outlets and counting, McDonald's is the biggest restaurant chain in Europe and the world's largest food service provider. Predictors anticipate massive development prospects in China and India, two countries that are poised to have a significant impact on world trade in the years to come. As you begin your study of the hotel sector and its workings, a bright future awaits you with all of its vitality. Setting the subject of forces (commercial, environmental, sociological, etc.) in the right framework is crucial at the beginning of this chapter. To be a good manager, managers in every field of business need to comprehend the external factors at play. This is particularly true for managers working in the hotel sector. There are some events that have an immediate and lasting influence, as well as factors that affect hospitality organizations on a daily or other cyclical basis. While some influences may cause changes gradually, others may do so abruptly. As a manager, it is crucial to comprehend ever-present concerns including worker diversity, shifting food prices, resource shortages, and demographic shifts. Due of their enduring significance, we have continued to include these subjects in both current and earlier versions of the book.

Then there are "one-time" occurrences like the September 11 attacks that took place in the US. It was often said in the aftermath of the attacks that the travel and hospitality sector was the most negatively impacted. Along with dealing with the recession and conflict, the sector has also had to deal with natural calamities like Hurricane Katrina and the Asian tsunami, terrorist strikes in Europe and Asia, and SARS. Another example is the H1N1 (swine flu) pandemic, which caused meeting places, including restaurants, to shut as the epidemic swept across Mexico. It has been claimed that there may never be a return to "normalcy," thus managers need to be more vigilant than before. In the end, demand results in clients. We want to approach our clients from three distinct angles. Initially, it is important to comprehend the evolving age demographics of the populace. Subsequently, we will investigate their impact on the market need for hospitality merchandise. Lastly, we will examine further patterns of change, including the ongoing rise in the proportion of working women, the evolution of the family unit, and adjustments to spending and income habits.

Examining changes in the demography is one technique to have a better understanding of these shifts. The study of our population's objectively observable traits, such age and wealth, is known as demographics. But when we examine the demographic data, it's critical to remember that there are real people behind the statistics. To do that, we will need The birthrate in the United States dropped sharply during the Great Depression and stayed low for the remainder of the 1930s (a "baby bust"). Next was World War II, which contributed to a low birthrate as well. However, after the war, a significant number of veterans returned home and started getting married. Unsurprisingly, there were more births between 1946 and 1964. The birth boom was astronomically larger than anything that North America had ever seen. As one would expect, the ensuing baby boomers have had an unparalleled influence on every aspect of life in North America, from politics to economics to social transformation.

Just under 81 million baby boomers, or those between the ages of 46 and 64, made up more than 25% of the population of the United States as of 2010. Even though the number of baby boomers who were born in the United States peaked in 1964, near the conclusion of the baby boom, immigration has since far outnumbered the number of boomer deaths. 2011 has great significance since it marks the 65th birthday of the eldest baby boomer generation. Most of the parents of the baby boomers had beyond the age of childbearing by the middle of the 1960s. Additionally, the younger generation born during the war and depression also came of age at that time, ready to get married and start a family. Fewer children were born as a result of the decline in the number of adults who were fertile. Known as Generation X, or GenXers, there were around 42 million in 2006, with ages ranging from 31 to 41. (Note that the baby boomers still outnumber this cohort by a wide margin, despite the press's intense focus on them.) This generation started maturing when the expansion of the 1980s leveled out and turned into the recession of the early 1990s. They were born during a challenging time during the 1970s. "The sensitivities of a generation shaped by economic uncertainty" are shown by the Gen Xers.<sup>1</sup> It should come as no surprise that they vary greatly in many respects from their baby boomer contemporaries. They are known for being astute, independent, pragmatic, and worldly-wise shoppers, among other traits. Furthermore, since they grew up in the computer age something that, believe it or not, prior generations did not they tend to be technologically aware. They spend a significant amount of money dining out, are prone to preferring the convenience of fast food, and shop around for the best deals all of which have an impact on the hospitality sector. Eventually, they are also having children and transferring many of these traits to their offspring.

"Gourmet" burger chains, like Fuddruckers, are focusing a lot of effort on baby boomers and their children. Fuddruckers and other businesses in the fast-casual restaurant industry aim to provide older baby boomers with an alternative to quick service. This category of restaurants is relatively new. Founded in 1980 in San Antonio, Fuddruckers now has 200 locations nationwide and seems to be in a favorable position.

The business is a symbol of many of the changes occurring in the restaurant business, especially in this expanding market. The term "fast-casual" comes from the product it serves, which has the vibe of a hybrid between rapid service and informal. As a collective, fast-casual eateries prioritize food quality as a means of drawing in baby boomers and similar demographics. There is a spillover effect when food is prioritized, which aids in drawing in other demographic groups.

Fuddruckers takes pride in the quality of its cuisine, which includes large portions, a toppings bar, freshness of its product, and the ability to cater to a wide range of demographics in addition to baby boomers. It uses a range of techniques to recognize and target the various groupings. First, it developed three distinct restaurant facility types (prototypes) to be used in three distinct venue types (freestanding, urban, and mall). Second, it features a new design package and constructing prototype that lowers the startup costs for a new Fuddruckers. Thirdly, it provides a wide range of tastes and cuisines to suit a variety of palates, including more daring options like ostrich burgers. Lastly, the eateries are relatively accessible due to their hours and average check of \$8.00. Fuddruckers believes that by varying its menu and locations, it has discovered the ideal combination for its plan to attract a variety of clientele. The firm intends to keep expanding, with several additional regions open to franchisees in addition to the bulk of its restaurants being corporate owned and run. Quick-service restaurants (QSRs) originated during the boomers' childhood, when their parents were still young and had to make do with little means. Then, as young adults, the boomers started to acquire money of their own beginning in the late 1950s. Their preferences and budgets were accommodated by quick-service restaurants such as Burger King, McDonald's, and others. But when the baby boomers transitioned into

young adults in the late 1960s and early 1970s, Wendy's and other fast-food chains raised their game to cater to their relatively better earnings and more refined palates. Similar to this, when a large proportion of baby boomers surpassed the age of thirty in the early 1980s, "gourmet hamburger" restaurants.

The hospitality industry has also been significantly impacted by the baby boomers. Building the first Holiday Inn, Kemmons Wilson did it when the eldest boomers were just six years old. Holiday Inns started off as a roadside franchise that catered to business travelers, but the company's largest earnings came from summertime days when all of the rooms were booked, thanks to the growth in family vacations. As boomers started reaching middle age later in the 1980s, the number of all-suite hotels shot up to satisfy the growing demand for larger lodging. Boomers on brief vacations account for a large share of the all-suite weekend occupancy, while boomers on business make up the majority of the all-suite weekday business. Furthermore, it makes sense to believe that the boomers' preference for value and informality is perhaps responsible for the rise of midscale limited-service hotels. The baby boomers themselves began to reach family formation age in the middle of the 1970s.

The term "echo" refers to the surge in birthrate that started in the late 1970s and produced Generation Y, often known as the echo boomers. Birth rates increased when the enormous baby boomer population approached reproductive age, just because there were more possible parents. On the other hand, since the baby boomers opted for fewer families than their parents did, the echo boom was slightly less. Returning to the baby boomer demographic, this group will likely remain significant due to its large membership and the fact that they are experiencing a period of time when their discretionary income is probably at its peak.

## CONCLUSION

In the hospitality sector, recruiting, hiring, and keeping personnel are critical components of the job placement strategy that guarantee organizational success and competitiveness. A complete strategy including recruiting, selection, training, and career development programs is necessary for effective job placement techniques. In order to attract individuals that are a good match for the position and the firm, hospitality companies need to make sure that their job placement tactics are in line with their corporate objectives, values, and culture. The recruitment process is an essential component of job placement, and companies in the hotel industry use a range of methods to attract a wide pool of applicants, including social media, career fairs, online job portals, and employee recommendations. Candidates that possess the necessary abilities, credentials, and cultural fit for the position are found via a variety of selection procedures, such as background checks, interviews, and evaluations. Programs for employee training and development are crucial for providing workers with the abilities and information required to succeed in their positions and progress in their careers. Employee engagement, happiness, and retention are enhanced via continuous learning initiatives, mentoring programs, and career progression possibilities.

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## CHAPTER 6

### ANALYSIS OF DIVERSITY AND CULTURAL CHANGE

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#### ABSTRACT:

A study of diversity and cultural shift in work environments, examining the consequences, difficulties, and tactics for promoting tolerance and flexibility. This research investigates the dynamics of diversity and cultural change via a thorough assessment, taking into account variables including globalization, demographic changes, and organizational policies. In this study, we explore the major characteristics of diversity—ethnicity, gender, age, and socioeconomic background, among others—and their effects on organizational culture, creativity, and performance, using theoretical frameworks, empirical data, and case studies. It also covers tactics like inclusive leadership, diversity training, and organizational development interventions for handling cultural shift and diversity. This research attempts to increase awareness of the intricacies of diversity and cultural change and their role in influencing organizational success and sustainability by offering a comprehensive approach.

#### KEYWORDS:

Analysis, Cultural Change, Diversity, Inclusivity, Organizational Culture.

#### INTRODUCTION

A brief moment of contemplation reveals possible connections between these elements and the hotel sector. The success of ethnic restaurants may be attributed to several causes, including the existing abundant variety in America. The Middle East is seeing what may be the biggest shifts in the globe. According to American Demographics magazine, there are around 380 million people residing in 20 Middle Eastern nations, and the region's demographics are rapidly shifting. The area has had the fastest population growth rate of any place due to a variety of causes, including immigration, decreasing infant mortality rates, and growing family sizes. The baby boom taking place in the area is comparable to that which took place in the US in the 1960s [1], [2]. Since 1950, the combined population of the 20 Middle Eastern nations has almost tripled. Many of the nations, including Iraq, have median ages that are far lower than those of the majority of the globe.

Over the course of the next 20 years, these tendencies are anticipated to intensify. Between 2000 and 2025, Saudi Arabia's population under 25 is predicted to quadruple.<sup>3</sup> As has happened in the US, such shifts in the average age will cause a change in the demand for consumer products, education, employment, and hospitality services. All things considered, it is important to recognize that global demographic shifts impact certain regions of the globe differently and more quickly than others. The workforce is becoming more diverse not just in terms of ethnicity but also in composition. Women used to be rivals in the restaurant industry, but in the recent past, they have become consumers.

A family consisting of two working partners just has a different outlook on life. For example, these families often have an easier time planning shorter, more frequent trips. Furthermore, different hospitality service models will thrive depending on whether there are more or less

children, and the same is true for increased or decreased revenue. The sections that follow go into further detail on these topics [3], [4]. Projections from the U.S. Census Bureau indicate that soon after 2050, the combined populations of African Americans, Asians, Native Americans, and Hispanics will make up the majority of the country's population. Non-Hispanic Whites will transition from being the dominating majority to a minority in less than a lifetime. Numerous major American cities as well as whole states like New Mexico and Hawaii have already seen this change in the ethnic mix of their populations. By 2020, ethnic majorities will be present in large states like California, where over 200 languages are known to be spoken and read.

Hispanic and African American populations in the United States are still expanding, making up 13 and 16 percent of the overall population, respectively. It is projected that the number of Hispanics would quadruple between 2000 and 2050.5. Due to both legal and illegal immigration as well as a greater birthrate, the Hispanic population is growing quickly. It should be noted that although the word "Hispanics" is useful, it conceals significant variations across subgroups. Nearly 60% of Hispanics in the United States are of Mexican descent, yet two thirds of them were born here. Roughly 10% of Hispanics, according to the Census Bureau, are Puerto Ricans. The majority of Puerto Ricans residing on the US mainland are native Americans. Every Puerto Rican is an American citizen. Cubans make up less than 5% of the Hispanic population, although a significant portion of Hispanic Americans are also immigrants from other Latin American nations [5], [6].

The number of African Americans living in the United States is expected to rise from 40 million to 45 million between 2010 and 2020. Though not by much, African Americans are still the second biggest minority group in the US. They have seen advances in wealth and education collectively. The bulk of African Americans now reside in the South; we'll talk more about diversity in the hospitality sector later. We may now conclude that the trend toward the acceptance of ethnic meals as popular represents a shift in consumer demand brought about by the growing diversity of America today. (Most surveys show that Americans, in no particular order, prefer Chinese, Italian, and Mexican food.) The sheer number of convention and tourism bureaus focusing on African-American organizations throughout North America is another illustration of the current influence of diversity.

Observe the rise in events sponsored by African Americans. (One such event is the Essence magazine-sponsored music festival in New Orleans.) As our population continues to diversify, this tendency is probably going to continue, and businesses will need to adjust their offerings to suit the preferences of various demographics. ethnic variety, but this is by no means the only way that diversity is reflected in the broader population or that the demographic mix is shifting. Our population will soon have a much higher senior population due to the baby boomers' steady aging. When describing the connection between individuals in certain age groups who are, for the most part, employed and those in other age groups who have either retired or not started working, demography students use the term "dependency ratio." In other words, it is anticipated that the age of the workforce would rise in tandem with the general population's age.

Currently, one of the main concerns is the progress and empowerment of women in the business sector. The job market presents a range of possibilities and problems for working women. The emergence of several research/educational institutions and support organizations is one indication that things are changing. An example of a "applied research and educational resource center, which provides a forum for examining and evaluating the forces that affect women and work" is Cornell University's Institute for Women and Work (IWW).<sup>1</sup> In addition to providing specialist training, it also organizes seminars and fosters relationships between academics, employers, workers, activists, and other individuals who are concerned about women's roles in



the workplace. IWW has the ability to impact public policy via its roundtable sessions, research conferences, and offices in Ithaca, Washington, D.C. and New York City. Similar organizations have been established in the hospitality sector to promote the progress and well-being of women in the workforce. To "promote leadership development and career advancement of executive women for the benefit of the food service industry," the Women's Foodservice Forum (WFF) was established in 1989.3. The WFF now has over 2,200 members, up from only 200 at the beginning [7], [8].

The restaurant operations, manufacturing, distribution, publishing, and consulting sectors are all represented in this group. On the WFF board of directors are prominent corporations including Pizza Hut, McDonald's, Darden, and Luby's. The club uses a range of activities to support women in developing their leadership skills. The WFF offers scholarships, conducts research studies on women's concerns, publishes a newsletter, arranges an annual leadership conference, arranges keynote speakers and regional networking events, and funds a mentor program. Since late 2001, WFF has also worked with the Top 50 Distributors, Top 100 Foodservice Manufacturers, and Top 100 Foodservice Operators in the US foodservice market to undertake longitudinal research [9], [10].

## DISCUSSION

The purpose of these research is to document the advancements made by female executives in the food service sector. One of the main conclusions is that, in the organizations studied, women hold just 10% of board of director roles and 12% of C-level positions (such as chief executive officer [CEO]). Additionally, according to the data, women are two to three times more likely than men to occupy senior staff positions in areas like marketing, finance, or human resources than executive line positions in operations. Women who live alone are often older widows, which reflects the fact that spouses typically outlast their husbands. Men make more money than women do, and they spend more money per capita. Compared to women, males spend twice as much of their yearly food expenditure on eating out. Both kinds of single-person households are excellent prospective clients, albeit showing distinct tendencies. As women's salaries improve, the two types of households will probably resemble each other more.

On the other hand, single parents tend to earn comparatively less money. For example, they dine out less often than the typical North American. Due to financial constraints that prevent them from traveling as freely as other groups, they are less likely to be hotel guests. The number of persons in the middle class declined in the 1980s as more people left than joined. The "winners" were often women with full-time jobs, retirees with investment money, and those with university degrees. After accounting for inflation, women's average income has grown, but it is still only 77% of men's, and other estimates place it even lower. The distribution of income has changed as a consequence of this.

The middle class saw further shockwaves from restructuring in the 1990s. The people most negatively impacted by large-scale companies' attempts to boost efficiency were middle managers and white-collar professionals. The majority of studies show that the affluent are becoming wealthier and the gap between them is growing, but this has slightly abated in recent years. Note on Industry Practices the industry made up of companies that provide travel-related services may be referred to by the phrases "tourism industry," "travel industry," and "tourism and travel industry" interchangeably. These companies may be known as vendors or providers of travel services. They may refer to the services they provide as "travel products." We refer to the individuals who buy and utilize travel items as guests, consumers, clients, or passengers. The table below provides a comprehensive understanding of the different travel service providers, travel products, and the final consumers of these goods.

Airline tickets are sold by an airline. The ticket gives the traveler the right to sit on the plane while it's traveling between two designated locations. In a similar vein, a hotel sells the stay—the privilege of using a room for a certain amount of time. All of these travel things have one thing in common: they are all transient in nature, with a beginning and an end to their ownership. The tourism and travel market is made up of people who utilize various travel items. Salespeople visiting customers, business leaders traveling to meetings, people visiting friends and family, specialists attending conferences, families on holidays, and so forth are all part of this dispersed group. Among the biggest industries is the food and beverage sector. Every year, family eateries, fast-food chains, and hotel dining rooms serve millions of people.

Tourism is a major source of food and drink, particularly in resort regions. Travel agents are often asked to suggest restaurants, but they do not get paid for restaurant reservations—with the exception of package excursions that include food and drink. For making meal reservations, a concierge at a high-end hotel could get commissions, referral fees, and gratuities. These eateries are run in the European manner and include a focus on gourmet food. The chefs in classic restaurants are very talented individuals who have dedicated their whole lives to perfecting the art of cooking exquisite dishes. There are also wine callers equipped with excellent vintage wines at several of these businesses. An further defining property of the classica These eateries have a well-defined menu, moderate to expensive pricing, and may be formal or casual. The inside may be furnished to resemble a classy living room, dining room, or dressing room. The hallmark of irregular restaurants is their focus on "ambiance" and traditional, family-style meals. Travel insurance is primarily intended to shield travelers against financial losses brought on by a variety of probable travel-related issues. Retail travel agents are often the ones that sell travel insurance.

When a customer buys travel insurance, the insurance provider issues a contract, sometimes known as a policy. There are many kinds of insurance available, based on the demands of the customer, the nature of the trip, and the premium. Boat charters and scuba diving firms are the main providers of sports activities. Retail travel brokers and tour distributors get commission payments from these operators. They could offer the general public their services directly. In addition to yacht charters, boat charters also offer fishing charters. Party boats are chartered fishing vessels that may accommodate eight or more persons. For those who love the sea, yacht rentals provide a more cost-effective option with more privacy and freedom of movement than luxury cruises or five-star hotels. A crewed charter includes the services of a skilled crew, including a licensed captain and chef, whereas a bare-bones charter merely comprises the sailing vessel. One of the travel-related industries with the highest growth is scuba diving. The scuba diving sector includes a wide range of businesses, from hotel facilities to boat rentals. Small passenger ships that specialize on scuba diving trips are called Live Abroad.

an increasing number of patrons of restaurants with lower check averages, it most likely represents a segment that is practically less able to engage in the high-end travel industry. It is critical to understand that not all demand-influencing elements can be as well quantified as the demographic information we have been looking at. The various activity, interest, and opinion patterns that people have also referred to as psychographics have an impact on the demand for food services. Additionally keep in mind that many upper-class homes are dual-income households, meaning that both couples work. The fast development in take-out and upmarket casual sales may be attributed to the high time constraint these families face. These establishments serve as a sanctuary for these busy individuals, providing them with a little moment of pleasure and relaxation. The following table charts variations over the past forty years in the proportion of middle-class American families earning between \$25,000 and \$75,000. Relatively speaking, the middle class has steadily grown in size. The two columns on

the far right seem to have the genuine dynamics. In this case, the percentage triples and the number of households increases noticeably during the same time span. This indicates that more and more individuals are eroding the boundaries of what constitutes the "middle class" by accumulating money. To counter that perspective, however, it is important to keep in mind that although the percentage is typically decreasing, the number of people in the lower-income group (far left-hand column) is rising. A passport is a travel document that is provided by a national government that certifies the bearer's nationality and grants them permission to enter and exit other nations.

A passport is associated with the ability to travel abroad under the protection of one's home country's government as well as with the ability to enter that nation. But neither the right to enter nor the right to protection stem from a passport. Every right stems from one's nationality. A passport serves as proof of the bearer's nationality and, by extension, of their right to protection and entry.

The holder's date of birth, nationality, signature, and, sometimes, other forms of personal identification are all often included on passports. In order to further verify that the individual presenting the passport is the rightful holder, several nations are now working on adding biometric features to their passports.

In accordance with the laws of each individual nation, diplomatic passports are granted to diplomats, diplomatic representatives, and other state workers. Diplomatic immunity is not always granted to the holder of a diplomatic passport.

Different criteria may apply to diplomatic and non-diplomatic passports in some countries when it comes to visas. Sometimes they are granted by governments to foreign nationals who do not have a passport of their own; they are often exiled VIPs who have been asked to reside in that state. For example, Greek Emperor Constantine II travels using an Italian diplomatic passport. Official or Service passports are granted to government personnel (also known as "Technical and Administrative Staff Members") who are traveling for official business and do not meet the requirements for diplomatic status under the Vienna Convention. High-ranking state officials and their family are formally guaranteed freedom from visa restrictions using special passports. Certain nations provide alien passports to its non-citizen citizens.

For instance, a school excursion may result in the issuance of a Collective passport. For the length of the trip, the group passport would provide coverage for all of the children traveling. For usage by groups of schoolchildren, the EU version of the collective passport is called a List of Travellers (LOT). Children who do not need a visa to enter the EU may do so if they are residents of the state where the LOT was granted, are traveling on a list of travelers, or are traveling with a group from their school. These kids may often travel without any additional travel documentation. Certain nations have used internal passport programs to regulate population mobility.

The People's Republic of China's hukou residence registration system, the Soviet internal passport system, and Saudi Arabia's iqama are a few examples. This endorsement has a wide range of applications. In the United Kingdom, an individual subject to control is given official "leave to enter" upon entering the nation, which is included in the passport stamp.

As an alternative, the stamps confirm and/or activate the ongoing leave granted in the person's entrance clearance. Some authorities, like the Schengen system, only stamp a passport with a date that doesn't specify a term; this stamp is then interpreted to signify that the bearer has permission to stay for three months or for a different amount of time specified on their visa. Passports belonging to individuals who are not subject to immigration control, such as citizens

of that nation or other EU nationals living in the EU, cannot be stamped under any of the two regimes. This is true because having one's passport stamped imposes a control on oneself that one is not subject to. This is not applicable in other nations, such as Australia, China, or Russia, where a passport stamp just certifies a person's admission and departure.

The majority of nations use distinct stamps for arrivals and departures to help authorities swiftly track down the individual in question. These details may also be provided via the stamp's style or ink color. Arrival and exit stamps in Hong Kong were the same at all ports of entry before to and during the 1997 handover of sovereignty from the United Kingdom to the People's Republic of China; only stamps applied at the airport are in black ink. At the land and maritime border crossings with Hong Kong, stamps were affixed using red and purple ink, respectively. Whether someone came by land, sea, or air determined the somewhat varying boundaries on the immigration stamps issued by Macau's immigration office, which was administered by the Portuguese. Nevertheless, all of the stamps were affixed with the same color ink.

The passports have a message from the state that issued them, addressed to all other nations' authorities, identifying the bearer as that state's citizen and asking that they be granted entry and treated in accordance with international standards. The note enclosed with Indian passports reads: These are to request and require, in the name of the President of the Republic of India, all those to whom it may concern, that the bearer be granted free passage without restriction and that they be provided with all necessary protection and assistance. Certain visas may be obtained upon arrival, by applying ahead of time at the embassy or consulate of the country, or occasionally via a specialist travel agency in the destination country with authorization from the government that issued the visa. If a person's home nation does not have an embassy or consulate, they will need to go to a third country, apply by mail, and attempt to get a visa there. The applicant's citizenship, the length of the planned stay, and any planned activities in the country of visit all play a role in whether a visa is required or not. These factors can distinguish between various formal visa categories with varying issuance requirements.

Certain nations, though not all of them, have reciprocal visa policies. This implies that if Country A demands a visa from its inhabitants in order for them to enter that country, then Country B may exercise reciprocity and demand a visa from its citizens as well. Similarly, B may let A's nationals to enter without a visa if A permits B's citizens to do so. Such reciprocal visa agreements include those between: There could be a price associated with granting a visa; these are usually reciprocal, meaning that if nation A charges country B's inhabitants \$50 USD for a visa, country B would probably charge country A's visitors the same amount. Every embassy may decide to levy a fee in addition. Similar reciprocity often holds true for the length of the visa (the time frame during which a person is allowed to apply for admission into the nation) and the number of entries that a person may make using the visa. For some nations, expedited processing of the visa application will often result in extra fees.

**There are three further types of visas:** multiple-entry, double-entry, and single-entry, which allow the holder to enter the nation several times under the same visa. Single-entry visas are revoked as soon as the person departs the country. Additionally, re-entry permits that let travelers leave the nation briefly without voiding their visas may be issued by some nations. Normally, the bearer of a business visa is not permitted to work in the host nation without a separate work permit.

Usually, a visa must be utilized within a certain timeframe after it is given. The permitted duration of stay in the country of issuance does not correspond with the validity of a visa. When a foreigner may apply for admittance into the nation is typically indicated by the validity of

their visa. For instance, if a visa is granted on January 1st and expires on March 30th, and the average allowed stay in a nation is 90 days, the passenger's 90-day approved stay begins on the day they arrive in the nation, which must be between January 1st and March 30th. As a result, the visitor may remain in the nation that issued the document until July 1st.

Once within the nation, immigration officials often have the authority to extend, for a price, the validity of a visa or approved stay. If an individual extends their authorized stay beyond the time period granted by immigration officers, it is deemed illegal immigration, even if their visa validity hasn't expired (for multiple entry visas). This is a form of "out of status" and can result in fines, legal action, deportation, or even banishment from ever entering the country. A person may be detained and removed from the country (deported or excluded) if they enter without a valid visa or exemption from the need for one. Engaging in activities that are not permitted by the entrance status (such as working while holding a non-worker tourist status) may lead to the person being considered removable, or, more colloquially, an illegal immigrant. Despite the frequent misuse of the word, this breach is not a violation of a visa; rather, it is a violation of status, which is why it is called being "out of status."

Entry into the host nation is not certain even with a valid visa. The border crossing officials decide whether to grant entrance in the end and have the authority to revoke a visa at the border if the immigrant does not satisfactorily show that they will adhere to the status that their visa confers. Immigration and visa regulations may vary greatly across nations. Therefore, it is advisable for foreigners to inquire with the appropriate authorities about the immigration and visa regulations that apply to the nations they want to visit, as well as their eligibility for visas and other immigration advantages.

A fine dining establishment is a full-service restaurant that offers its patrons exceptional levels of service. Since fine dining establishments often cover their tables with white cloth, they are also known as "white table cloth" restaurants. For the finest experience for their visitors, these tables are already pre-arranged with all the cutlery, China, glasses, and linens. They have a separate meal course, and they arrange the silverware in the restaurant's recommended order of service. Fine dining establishments use top-notch equipment and pay close attention to the interior design. In most cases, these eateries sell alcohol along with meals. They provide a large selection of food and drink items for visitors. Employees in upscale restaurants are expected to wear business attire. In today's society, international collaboration has become crucial in all fields of endeavor.

Governments from all across the globe come together via collaboration to negotiate on issues that will benefit them all. Any discipline's ability to advance and develop is mostly determined by how it interacts with other disciplines with comparable goals. The international organizations, sometimes known as global bodies, provide a forum for the discussion of issues of common concern, the sharing of ideas, and the development of solutions. Participants from a variety of fields, including the arts, sciences, health, business, and travel, to mention a few, gather together to talk on topics of shared interest. These conversations lead to the development of fresh concepts and knowledge that advance a field. Organizations in the tourist industry were founded with the goal of expanding and advancing the tourism industry. Through concerted efforts, foreign organizations in particular have been instrumental in bolstering tourism, and as such, their role is crucial.

The expansion and development of international cooperation and organization in tourism is a reflection of the more global nature of contemporary tourism as well as the expanding influence of international agencies in a variety of disciplines. At numerous international conferences, organizers and suppliers of various tourism services—whether in the public, private, or

government sectors—join forces to exchange and debate shared issues and reach decisions. Tourist service providers may get together as individuals or as independent businesses, but more often when their country secretarial organization is a part of a specific international organization that has been established for either general or specialized reasons.

Today, there are several international tourist organizations in operation. While some of these organizations focus only on the growth and marketing of tourism globally, others are more interested in the development and promotion of tourism within a specific geographic area. Other international organizations focus on industries that are tangentially related to tourism, such as airlines, travel agencies, and hotels, rather than tourism itself. As associate members, national and international organizations from the public and business sectors. At the time, it was the only company whose operations covered every facet of global tourism. Coordinating and promoting the growth of the tourist industry was one of its main responsibilities. Only national tourism organizations or other organizations approved by the governments of the nations and founded to encourage the growth of tourism businesses were eligible to be full members.

### CONCLUSION

In today's complex and linked world, the research emphasizes the significance of embracing diversity and cultural change as critical drivers of corporate success and sustainability. Diversity has become an increasingly important aspect of organizational dynamics and success. Diversity encompasses a number of aspects, including but not limited to race, gender, age, and socio-economic background.

By uniting people with various viewpoints, backgrounds, and abilities, embracing diversity promotes innovation, creativity, and flexibility. To successfully manage diversity, however, calls for a thoughtful, inclusive strategy that goes beyond representation and fosters a culture of belonging where all staff members feel appreciated, respected, and free to participate to the fullest extent possible. In order to cultivate an inclusive culture and capitalize on the advantages of diversity, inclusive leadership is crucial. It entails actively listening to a range of perspectives, advocating for equality and fairness, and overcoming prejudices and preconceptions.

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## CHAPTER 7

### INVESTIGATION OF HOSPITALITY MANAGER AND THE LEGAL ENVIRONMENT

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#### **ABSTRACT:**

This study looks at how legal frameworks, rules, and duties affect the way hospitality managers operate and make decisions. It also explores the function that these managers play in the legal system. This paper examines important topics like contract law, health and safety laws, employment law, and liability concerns related to hotel management via a thorough investigation. The article explores the implications of legal compliance and risk management for hospitality managers, as well as techniques for navigating the complicated legal environment. It does this by drawing on case studies, legal literature, and industry perspectives. This study attempts to improve knowledge of the relationship between hospitality management and the law by offering a thorough review.

#### **KEYWORDS:**

Environment, Hospitality Manager, Investigation, Legal, Regulations.

#### **INTRODUCTION**

Over 135,000 new federal and state laws are issued annually, as well as hundreds of thousands of federal and state administrative rules," according to legal counsel for the American Hotel and Lodging Association (AH&LA).<sup>1</sup> Given the significant shift in the However, some people think the subject is too difficult to master in a course for beginners or from a single book. Furthermore, they would contend that even if someone learnt the law today, it would become outdated very quickly due to the rapid evolution of the law [1], [2]. Although these viewpoints are reasonable, they support rather than contradict the education of future hotel managers. of handling legal matters. Even though the law is complicated, there are certain fundamental guidelines and practices that may be put in place to reduce the likelihood that a manager would run into legal issues. This makes it less crucial to understand, say, the particular regulations governing food safety in each location than it is to understand the fundamentals of providing wholesome food [3], [4].

Nobody is expected to be an expert in every aspect of the law, not even the greatest attorney. Similarly, it's not necessary for hospitality managers to be completely up to date on every legal precedent or court case that affects their sector [5], [6]. They need to understand how to handle their legal environment well. In the Western world, there are two main legal systems: common law and civil law. The majority of the British Commonwealth's member states as well as the United States adhere to common law, which is the body of law that originated in Great Britain. Latin America, Asia, Africa, and most Western European nations follow civil law, which originated in the Roman Empire.

Although neither legal system can be oversimplified, common law is essentially the result of examining previously decided cases that the courts have considered. It takes a keen interest in precedent, or the rulings made in earlier legal issues involving comparable circumstances or



facts. Civil law judgments are developed in accordance with codified laws or codes. In civil law, judges are more constrained by the law as formulated by governmental entities and less constrained by decisions made by those before them. Given the closeness of European nations and the might of the British Empire, it is understandable that these two major legal systems regularly interacted, making it difficult to distinguish between them. It's interesting to note that, under the common law system, the phrase "civil law" really refers to private law (or private issues), not public or criminal problems [7], [8].

In England, common law emerged after the Norman Conquest. In essence, the common law served to interpret and uphold regulations pertaining to the British monarchy's land transfers to those people who were judged deserving of them. The nobles who inherited this property often gave portions of it to those they thought deserved it. The courts established at this period were tasked with supervising the amicable settlement of conflicts pertaining to land, inheritance, matrimony, and other matters pertaining to land grants. An Englishman named Sir William Blackstone penned four volumes he called the Commentaries between 1765 and 1769. Blackstone aimed to provide a comprehensive summary of all common law at the time in these works. A large portion of the law in the New World was derived from Blackstone's writings, which were carried over by English colonial immigrants. Of course, laws pertaining to persons in the hotel sector were mentioned. Common law was accepted as the preferred code of behavior and accountability by the colonists of the soon-to-be United States, notwithstanding the resentment against Britain that led to the Revolutionary War. Blackstone's writings were extensively used as textbooks at the nation's nascent law schools, and many of its first legal scholars such as Thomas Jefferson, Henry Clay, John Marshall, and James Monroe were impacted by them. Throughout American history, successive generations have inevitably adopted the common law as it exists and changed it to suit their constantly evolving culture [9], [10].

According to legal counsel for the American Hotel and Lodging Association (AH&LA), there are over 135,000 new federal and state laws enacted each year, in addition to hundreds of thousands of federal and state administrative regulations. Considering the notable change in the On the other hand, others believe the topic is too complex to learn in a beginner's course or from a single book. Moreover, they would argue that the law is changing so rapidly that even if someone learned it today, it wouldn't last long. While these points of view are valid, they reinforce rather than conflict with the training that aspiring hotel managers get. of managing legal affairs.

Although the law is complex, there are certain basic policies and procedures that may be implemented to lessen the possibility that a manager would encounter legal problems. Because of this, it becomes less important to comprehend, instance, the specific laws regulating food safety in each place than it is to comprehend the principles of serving healthful food. Even the best lawyer is not expected to be an authority on every facet of the law. In a similar vein, it's not required of hospitality managers to be fully conversant with every ruling or court case that has an impact on their industry. They must be aware of how to navigate the judicial system effectively. Common law and civil law are the two primary legal systems in the West. Common law, the body of law that originated in Great Britain, is followed by most of the United Nations and the member nations of the British Commonwealth. The majority of countries in Western Europe, Latin America, Asia, and Africa adhere to civil law, which has its roots in the Roman Empire.

Common law is simply the outcome of reviewing instances that the courts have already resolved, even if neither legal system can be oversimplified. It requires a close examination of precedent, or the decisions rendered in previous cases with similar facts or circumstances. Civil

law decisions are made in compliance with codes or codified laws. Judges in civil law are less bound by the rulings of their predecessors and more bound by the legislation as drafted by governmental bodies. Given the strength of the British Empire and the proximity of European countries, it seems sense that there would be frequent interactions between these two main legal systems, making it difficult to tell them apart. Interestingly, the term "civil law" really refers to private law (or private matters) within the common law system, not public or criminal ones.

Following the Norman Conquest, common law developed in England. To put it simply, the common law was used to interpret and enforce laws governing the British monarchy's policy of granting land to those deemed worthy of it. The aristocrats who inherited this land often distributed pieces of it to others they believed deserving. The courts that were established at this time were responsible for overseeing the peaceful resolution of disputes related to land, inheritance, marriage, and other issues concerning land grants.

### DISCUSSION

Between 1765 and 1769, an Englishman by the name of Sir William Blackstone wrote four volumes he dubbed the Commentaries. With these volumes, Blackstone sought to provide a thorough overview of all common law at the time. Thanks to the influence of English colonial immigration, Blackstone's works became a significant part of the legal system in the New World. Laws that apply to those working in the hotel industry were, of course, brought up. Despite their animosity against Britain, which sparked the Revolutionary War, the colonists of the soon-to-be United States regarded common law as the preferable standard of conduct and responsibility. Blackstone's works influenced many of the country's early legal experts, including Thomas Jefferson,

Henry Clay, John Marshall, and James Monroe. They were also widely utilized as textbooks in the country's first law schools. Throughout American history, it has been inevitable that different generations have taken the common law as it is and modified it to fit their ever-changing cultural needs. It is preferable to conduct a bypass procedure on a patient after a heart attack has happened rather than to treat the patient after a heart attack has occurred by appropriate diet, exercise, and quitting smoking. When it comes to prevention, the doctor gives the patient advice, but it is mostly the patient's responsibility to follow through on those suggestions. Likewise, it is considerably preferable for managers of hospitality establishments to run their businesses in a way that reduces the possibility of legal action than to leave their operations vulnerable to such a danger.

The legislation is dynamic and subject to regular modifications. Managers need to be aware of these developments so that, in the end, they can incorporate their legal awareness and expertise into their own management and decision-making styles on a daily basis. In order to make decision-making processes easier for managers to understand and implement, the acronym STEM was created. Select, teach, educate, and manage are what it stands for. This is offered as a starting point to "STEM" the legal flood. Any given day in the United States, hiring, firing, and/or employee benefits choices are made by the general manager of a hotel or restaurant. Approve a contract for meeting space for a significant event that will take place on the site and serve alcohol, among other everyday chores. The management will decide whether and when to hire lifeguards for the pool area, whether to hire a local valet service for parking, and even if the staff needs to wear uniforms. One important thing that unites all of these judgments that seem to be separate: their legal ramifications.

Every action a hospitality manager makes, whether it's employing a maid, starting a restaurant, or running a country club, has legal ramifications. Managers must have a firm commitment to fairness, legal compliance, and preventive management. When they don't and a case arises,

managers could be held accountable by the courts for their negligence. This preventive management concept becomes even more crucial when one realizes that a poorly prepared employee is the common denominator in a large number of legal concerns that hospitality companies experience. Accidents and the monetary, bodily, or psychological harm they cause are often the result of an employee who has not received the necessary training to carry out their responsibilities. He or she could neglect to do anything, like wipe up a spill next to a salad bar, or they might engage in behavior that is not related to their job description, such as harassing a client or engaging in sexual conduct.

Naturally, there is more to the current rise in litigation than just employee behavior. Undoubtedly, some lawyers and the legal system are to fault. On the other hand, managers are mostly to blame for the current situation. When an employee commits a mistake, managerial error often causes it. Either the incorrect individual was employed for the position, the job's responsibilities were not clearly explained to the employee, the employee lacked the necessary training, or the employee was not adequately managed or inspired to do the work as required. You have to build trust and respect before you can create a motivating workplace. Managers have an obligation to fulfill commitments they make to staff members or visitors. Additionally, they must be prepared to own up to their errors and, where necessary, extend an apology. Supervisors need to lead by example: If a management request that staff members arrive on time, then the manager must comply; similarly, if managers want staff members to cover the cost of food, drinks, and services, then staff members must do so as well. As the saying goes, managers ought to act as they speak!

Ultimately, management cannot properly convey its goal and vision to the staff members who will execute it, no amount of organizing, motivating, regulating, or planning will be of any use. Being a good manager requires having the capacity to speak with elegance and expertise. STEM aims to lower staff error rates. Managers may really create an atmosphere where people make fewer errors by consistently recognizing and promoting strong performance. Recall that a person or group's efforts may still be worthy of recognition even in the event that a goal is not achieved. Stated differently, supervisors need to focus on identifying their staff members' positive actions rather than pursuing negative ones. Effective management cannot be accomplished while seated behind a desk. Successful managers are aware that "management by walking around" is still relevant, especially in service-oriented sectors like hospitality. Naturally, inspiring people is a key component of management. As much as managers would want to think that every employee arrives at work every day bursting with energy, the reality is that this isn't always the case. Many workers could find it unpleasant to go to work, to have their employment, to remain in their current circumstances, and much more. To surpass both the management's and, more importantly, the guest's expectations, they must be inspired to perform at the level that has been set.

To summarize the STEM procedure: Choose the best candidate for the position; train staff while establishing a training path; inform management; and encourage personnel in a kind and encouraging way. All of these initiatives will lessen the possibility of lawsuits while promoting loyalty and goodwill. Sometimes it's difficult to tell whether a certain course of action is against the law or just incorrect. Stated differently, a course of action may be lawful yet nonetheless be immoral. It is crucial that you be able to distinguish between the two as a prospective manager of hospitality who aims to oversee both their own and other workers' legal environments. The way one acts toward another person or group is referred to as their ethical conduct. The term "ethical behavior" describes actions that are deemed "right" or the "correct thing to do." Avoiding legal issues may be achieved mostly by consistently selecting moral conduct over immoral action. This is accurate as, in many cases, hospitality managers are

unaware of the legal requirements in a particular circumstance. In legal proceedings, jurors could have to decide if a manager acted in a deliberately moral or immoral way. Jurors' and judges' conclusions on these issues may have an impact on how they see a manager's accountability for their actions or inaction. Sometimes an employee's ethical attitude is communicated to them by a firm president or other operational officer via a direct policy statement or through a part of the employee handbook, Hyatt Hotels drafted the ethical statement.

It's important to note that the need of abiding by the law is included in both Hyatt's corporate policy and the CMAA's code of ethics. However, not all scenarios that future hotel managers may face are covered by laws. Both the rules themselves and society's perception of appropriate conduct are dynamic. But the effective leadership of ethical and successful hospitality enterprises is always dependent on ethical conduct. Contracts that are legitimate may be formed orally or in writing. Written contracts often have an advantage over verbal ones since it is simpler to ascertain each party's obligations when they are fully stated. Furthermore, memories may deteriorate with time, professionals might move or retire, and even the most well-meaning people's recollections can diverge. Differences in verbal agreements might arise from any of these sources.

Surprisingly, the majority of transactions with visitors in the hotel business are made verbally rather than in writing, despite the fact that written contracts offer clear benefits over verbal agreements. A telephone contract is formed when a prospective consumer contacts a restaurant to place an order for pizza delivery to their house. Just as the restaurant promises to create and serve a high-quality meal, the visitor agrees to pay for the pizza when it is delivered. Getting such an agreement in writing would be impractical. Similarly, a restaurant does not often provide a formal contract to a customer indicating that it would supply a table for a party of eight when the customer phones to make a reservation on a Friday night at 7:30 p.m. All the visitor has to do is ask verbally, and the restaurant will decide whether to grant or deny their request depending on available space. Verbal contracts are fairly prevalent, even when working with suppliers, contractors, and other service providers to the hotel. An easy verbal contract may be made over the phone when a hospitality operator conducts business with a provider that has a stellar reputation.

The agreement to do so may not be put in writing each time an inspection is conducted, for instance, if the management of a restaurant is mandated by state or municipal legislation to have the fire extinguisher system above the deep-fat fryers examined twice a year. The examination may have been carried out by the same business for a number of years. In fact, it's possible that the inspection business, not the restaurant owner, chooses the precise day of in order to effectively arrange its personnel. Legitimacy Legal validity does not apply to every agreement or commitment made by two or more parties. For instance, the proprietor of the local amusement park would have no legal redress if a ten-year-old youngster "agrees," even in writing, to host one hundred of his friends there. What would happen if the boy later forgot to bring his friends and pay the entry fees? Logically, this is because a party to a contract must be of a certain age in order for them to legally adhere to the terms stated in the agreement. A minor's contract would often be deemed unenforceable by the courts since they typically do not fulfill the minimum age limit. In addition, no one may engage into a binding contract if they lack the mental ability to comprehend what the provisions of the agreement mean. Numerous factors, including mental illness and alcoholism, may contribute to this impairment.

A contract that demands breaching the law will not be upheld by the courts, even if the parties to it are seen to be legally competent. The courts will not enforce a contract between a gourmet restaurant and a foreign supplier, for example, if the restaurant requests an imported food

product that has not been properly inspected before entering the country. This is because the activity of selling uninspected food products is illegal in and of itself. Contracts to carry out criminal activities are unenforceable. A contract must thus be established by parties who are legally competent to do so and its stated actions must not violate any laws in order for it to be deemed legally enforceable may contain certain guidelines on how, where, when, and to whom the offer should be presented. The offer may have implicit or expressly stated time limits or deadlines for acceptance. The price and other details of the deal will often be included as well.

### CONCLUSION

The examination of the function of hospitality managers in relation to the law highlights how crucial risk management and legal compliance are to the smooth operation, satisfied guests, and financial success of the hospitality sector. The legal environment in which hospitality managers work is complicated and is defined by a wide range of rules, laws, and obligations that control different facets of their business. To maintain compliance and reduce risks, hospitality managers must handle a wide variety of legal obligations, from employment contracts to food safety regulations. For managers in the hotel industry, employment law is a crucial topic of concern since it covers topics like hiring procedures, wage and hour laws, discrimination, and workplace safety. Maintaining a healthy work environment, avoiding legal problems, and defending employee rights all depend on an understanding of and adherence to employment regulations. Another important factor for hospitality managers to take into account is health and safety laws, especially when it comes to managing events, lodging facilities, and food and beverage operations. Adherence to health and safety regulations serves as a safeguard not only for visitors and staff but also for the organization's reputation, reducing legal and reputational concerns.

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## CHAPTER 8

### DETERMINATION OF MANAGEMENT CONTRACTS AND CIRCULATION

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#### ABSTRACT:

The legal environment and the role that hospitality managers play, looking at the laws, rules, and duties that influence how they operate and make decisions. This paper examines important topics like contract law, health and safety laws, employment law, and liability concerns related to hotel management via a thorough investigation. The article explores the implications of legal compliance and risk management for hospitality managers, as well as techniques for navigating the complicated legal environment. It does this by drawing on case studies, legal literature, and industry perspectives. This study attempts to improve knowledge of the relationship between hospitality management and the law by offering a thorough review.

#### KEYWORDS:

Environment, Hospitality Manager, Investigation, Legal, Regulations.

#### INTRODUCTION

When the owner of a hospitality facility gives permission to another party to take over day-to-day administration of the facility, a management contract is formed. Under management contracts, hospitals, school foodservices, campus eating operations, and commercial dining facilities are often run. It is also possible to run hotels of various sizes in this way. Under a management contract, the owner of the facility gives the management firm the authority to decide on operational choices that are necessary to ensure the facility provides quality service to its customers. A management contract usually outlines the conditions of termination, the length of time the agreement will be in force, the terms of payment, the obligations of each party, and a number of other legal and practical details [1], [2]. Many organizations or people that own hospitality facilities lack the knowledge and experience necessary to run them effectively. The district school board acknowledges that its competence is in fulfilling the educational requirements of the pupils rather than their nutritional needs, which is one reason it permits a professional management business to run the lunch program for its students [3], [4].

Since many proprietors of restaurants and hotels are not skilled in managing their own establishments, hospitality management firms play a crucial role in the sector. A contract for group rooms is created when a person or organization needs a lot of hotel rooms. The scenarios might range from a family wedding to a group gathering. Certain hotels demand that a group rooms contract be used to validate any request that exceeds a maximum of 10 sleeping rooms per night. The explanation is straightforward: A visitor may anticipate receiving a discount for each room they book when they make a huge request for rooms. The hotel will frequently agree to this, but it is important to have a formal contract to specify the exact terms under which the discount would be given. Moreover, a contract for group rooms might be drafted a year or two before the rooms are really used [5], [6]. Large conference hotels may have contracts for rooms and space that are made many years in advance. A formal agreement ensures that the sponsoring organization will have the number of rooms required and that the hotel will be paid

for the usage of its rooms for a certain length of time. The convention or meeting space contract is comparable to the group rooms contract in fact, it is frequently included in the same form. Although the majority of hotel contracts are for the selling of sleeping rooms, many hotels also let visitors book conference spaces or exhibition halls. For instance, a state organization may enter into an agreement with a big hotel to provide meeting rooms, sleeping rooms, and an exhibit hall for the group's yearly conference. When this happens, the number of sleeping rooms the group uses determines how much the meeting space costs. In other situations, a separate contract has to be written since the meeting space is unrelated to the use of sleeping rooms [7], [8]. Effective hospitality managers must carefully negotiate the sale of this space since most hotels have limited meeting space that is largely utilized as a lure to sell sleeping rooms. The management may carefully specify the terms and circumstances for selling its precious meeting space via the convention or meeting space contract. Workers who buy products for hotels and restaurants are special because they may force their employers to sign contracts for tens of thousands or even hundreds of thousands of dollars [9], [10].

Even the most basic of duties, like the regular supply of milk, bread, or fruit, might be covered by these agreements. In this instance, the restaurant could consent verbally or in writing to purchase a certain item at the going rate from a supplier that is reputable for offering high-quality goods and services. In other circumstances, the agreement can call for the delivery of a large number of goods to thousands of outlets at predetermined costs. Purchase agreements may be perpetual or have an expiry date, subject to modification by one of the parties. Purchase agreements are best committed to paper and examined often due to the potentially large monetary value of these transactions. Purchase agreements and sales contracts are essential knowledge for the hospitality manager to have for two reasons: first, they are commonly used in the industry, and second, there is a specific set of laws that are designed to make it easier to conduct business when using sales contracts.

The rules controlling the purchase and sale of personal property (as opposed to land), any loans made to hasten such transactions, and the interests of lenders and sellers were all intended to be streamlined, modernized, and guaranteed uniformly via the creation of the Uniform Commercial Code (UCC). The UCC's regulations, which were initially created in 1952, were intended to balance the caveat emptor theory by providing purchasers, sellers, and lenders with some legal protection, to encourage honesty in commercial dealings, and to make the process of transferring property more equitable. It's crucial to remember that the UCC is a legal framework that mandates you to carry out any commitments you make in a sales or purchase agreement. A food wholesaler is required to provide 50 heads of lettuce on time and the restaurant is required to pay for it if the two parties agree that the restaurant will purchase 50 heads of lettuce from the wholesaler on or before a certain date.

By mandating that goods or items offered for sale be suitable for use and free of any known flaws, the UCC safeguards the rights of purchasers. To put it another way, the food wholesaler will not have complied with the conditions of the sales contract if it delivers 50 heads of damaged lettuce to the restaurant. Similarly, the UCC safeguards the rights of sellers by mandating that purchasers examine all items upon receipt and promptly notify the seller of any flaws. As a result, the restaurant cannot refuse to pay the remaining balance three months after learning that the lettuce it got was rotten. It must either accept the penalties or alert the food distributor right away about the rotten lettuce. Hospitality managers need to be aware of the many criteria and intricate language of the UCC. UCC's regulations on the wholesomeness of food and drinks provided in restaurants and other hospitality establishments.

Forecasting contract capacity, or knowing precisely how many contracts for goods and services to take on any given day or night, is one of the hardest jobs a hotel manager has. It is crucial to



keep in mind that a reservation may constitute a contract even if it is made verbally. Most legal experts concur that a contract is created when a guest makes a reservation and the restaurant or hotel accepts that reservation in accordance with its own policies, despite some legal experts' contention that a contract does not exist until a deposit or other form of payment has been provided. Consequently, a contract will not be considered to be in place until the deposit is collected or the credit card information is provided if a hotel or restaurant only accepts bookings that are guaranteed with either a deposit or a credit card number.

### DISCUSSION

A contract is created at the time a reservation is made, and the hospitality facility can be held liable if it breaks any of its end of the bargain if it routinely accepts reservations on the basis of an exchange of promises (i.e., the guest agrees to show up and the facility agrees to provide space). The predicament that the director of food and beverage at a large public golf course and country club faces should serve as an example of the challenges faced by those in the hospitality industry. Mother's Day brunch is the busiest meal of the year at that club. A 300-seat club dining room is available.

A typical dinner gathering lasts for ninety minutes. The club's customary Mother's Day buffet is available from 11:00 a.m. to 2:00 p.m. Reservations are necessary, and past data reveals that 15% of individuals who make reservations often don't show up (are no-shows), for a multitude of causes. To reserve a reservation, the club does not demand a credit card information or deposit. The food and beverage director has the difficult task of determining how many reservation contracts to approve. The club's earnings will not have been maximized if too few contracts are accepted, even if attendees would be informed that the facility is sold out. If too many contracts are accepted, there may not be enough space to seat guests, therefore they might not be served at all or not at the time they have requested. In the first case, the club has not made the most of its potential profit; in the second, it may not be able to keep its end of the bargain.

The very perishable nature of its products sets the hotel sector apart from many other industries. If a hotel room is not sold on a certain night, it will never be offered on that particular night again. Similarly, a Mother's Day brunch table for five can only be offered one or twice that day. It will be difficult to recover the lost money if the table is unsold. This is not like typical retail settings, where management may choose to discount extra goods. It goes without saying that the hotel or country club would raise the rate for rooms or meals in order to cover the costs incurred by no-shows.

It's obvious that neither the hotel provider nor the visitor can come out ahead in this scenario. The airline industry overestimated its contracted capacity in an attempt to solve the issue of no-shows years ago. Airline companies would take significantly more bookings for their flights' seats than were really available. Ralph Nader sued Allegheny Airlines in 1973 for purposefully overbooking a trip on which he had a reservation, creating a precedent for lawsuit.<sup>1</sup> After Nader prevailed in the case, the Civil Aeronautics Board mandated in 1997 that the airline industry notify customers of their rights in the event that an airline had to "bump," or refuse a passenger's seat, on a scheduled and paid trip. The lesson for the hospitality sector is quite clear: The federal or state governments may intervene with required guest remedies and regulated hospitality business operating processes if massive over-forecasting of contract capacity occurs and customers suffer. Forecasting contract capacity in the hospitality sector may be solved by clearly identifying confirmed, guaranteed, and nonguaranteed bookings and by taking appropriate action to lower the number of no-show reservations. The percentage of no-shows in some institutions might reach fifty percent. To tackle this issue in a manner that is

both ethically and legally sound, aspiring hospitality managers and the sector as a whole need to start implementing and instructing customers on the exact meaning of a confirmed reservation.

Reservations may be made verbally or in writing and verified. In the restaurant industry, it's typical to keep a reservation for 15 to 20 minutes beyond the scheduled time. Therefore, if a dinner reservation is made for 8:00 p.m., the manager will, subject to the restaurant's policies, hold room for the dining party until either 8:15 p.m. or 8:30 p.m. The visitors will have violated the terms of the reservation agreement and will be regarded as no-shows if they do not show up by that time. In the hotel industry, reserved rooms are often kept until 4:00 or 6:00 p.m., at which point the visitor is deemed to have failed to show up.

It is quite difficult to get the money back when a passenger cancels a confirmed but non-guaranteed reservation. Rarely are reflections on non-guaranteed bookings made. Without a doubt, a visitor has breached a contract when they orally book a table for dinner on a Friday night and then fail to show up. The issue is that filing a lawsuit for anything as little as the cost of supper for a group of five would be very expensive and time-consuming. However, when a restaurant rejects a confirmed but unconfirmed reservation, customers discover they have limited other options. Despite abundant proof that a valid contract resulted in the reservation, courts have been reluctant to impose severe penalties on businesses that fail to fulfill a nonguaranteed reservation.

Hotels and restaurants should aim to accept all or almost all of their bookings as guaranteed reservations and only take nonguaranteed reservations when necessary, in order to avoid these kinds of issues. For instance, during a busy weekend, a well-known restaurant could only take bookings for supper provided they include a credit card number that would be charged in the event that a visitor cancels. Similarly, to get a room during the hectic Indianapolis 500 race weekend, a hotel in Indianapolis will probably need full payment. Interestingly, a legislation was established in the state of Florida stating that hotels would be penalized if they refuse to accommodate a visitor who has confirmed a reservation by paying a deposit (amount determined by the hotel). It is crucial that the hospitality sector makes every effort to assure that a reservation is fulfilled after it has been confirmed, since most people would agree that it is unethical to intentionally take more guaranteed bookings than can be accommodated.

In the hotel sector, no-shows may pose a legal difficulty even in cases when bookings are secured with a deposit. Few hotel management are prepared to sue a no-show visitor to recoup the money they lost by holding a reservation, mostly for customer relations reasons. It's just not worth the effort, money, or potential loss of goodwill, not to mention the legal fees. Naturally, even if they have paid for the services, visitors dislike being charged for ones they did not use. Opinions differ and legal action may result, particularly if a hotel management pursues collection of confirmed bookings from absentee customers harshly.

Contracts may cover a wide range of offer and acceptance scenarios, thus there will be significant variation in their form and structure. However, before entering into a contract agreement, a manager should thoroughly evaluate and identify any critical provisions or specifications that should be included in all hospitality contracts. These fundamental clauses aren't precise wordings; rather, they're sections or elements of the contract that need to be made crystal plain so that all parties are fully aware of them. To avoid confusion and misunderstanding, certain terms are included in contracts, and you should carefully read them. Whenever an offer is made, the seller's suggested price is usually included. Determining just how long that pricing will be in place is just as crucial. For instance, the management of a quick-service restaurant (QSR) should make sure that customers are aware of the coupon's

expiry date while they are giving them out. It is crucial to ascertain the duration of the lower cost if a hotel's head of sales offers a certain correspondence a special discounted room rate based on projected room sales. The astute hospitality manager will indicate the duration for maintaining, or upholding, the pricing in any offer for goods or services. Guests may abruptly alter their plans due to unforeseen events. This is particularly true for housing, since contracts for meetings or group rooms may change while the group is there. A contract for meeting space signed by an organization would be an example of a common scenario.

An invited speaker in one of the meeting rooms asks for an overhead projector and screen—something that was not included in the original contract. Should the hotel provide the equipment at the speaker's request, the contractual organization has the option to decline payment. The invited speaker was not permitted to change the terms of the first contract, even if the equipment was given. Prior to accepting the terms of a contract, it is crucial to ascertain precisely who will have the power to amend it should the need arise. Whenever possible, it is also advisable to mandate that any changes to the contract be made in writing. A deposit is often required by hotels before they would book guest rooms. It is crucial to keep in mind that hotel rooms are a very perishable asset. Hotel management are unable to "save up" room nights in anticipation of high demand. As a result, hotel management need to take great effort to guarantee that guests will really pay for the rooms they have rented. Contract clauses that specify an operation's cancellation and deposit policies must be quite explicit since they are important to both the hotel and the visitor.

Reservations are secured with deposits. For group reservations and some single room bookings, a deposit usually equivalent to the first night's hotel and tax bill is needed. This payment may be due 30 days before the group arrives or at the time the contract is signed. A credit card number from a working credit card may be used to guarantee bookings for the majority of individual rooms.

In other circumstances, personal or certified checks can be needed. Reservation cancellations may happen for a number of reasons. A reasonable cancellation policy must take into account the interests of the hotel as well as the visitor, and it must be spelled out in detail in the contract. Whether the contract is written or oral, this is accurate. If a guaranteed reservation is not canceled by the prearranged time, the credit card number used to guarantee the reservation will be invoiced for one night's accommodation plus tax or the upfront deposit.

In cases when a group's stay at the hotel is anticipated to generate a significant amount of money, cancellation penalties may be more precisely specified. The kind of provision that a conference hotel uses to guard against group cancellations at the last minute. The amount of downward fluctuation that may be allowed in a contract before the visitor is subject to a penalty is known as "allowable attrition." Thus, attrition is only the decrease in the previously calculated visitor numbers. Think about the visitor who is in charge of organizing a big family reunion in their city, for instance. The family reunion can be months away when the visitor initially contacts the hotel to make reservations for lodging and dining areas. The visitor will want to know the exact lodging rates that will be paid in addition to the cost of the meals. However, the "pick-up," or actual number of guests to be served, may affect both of these fees. This is accurate as prices often decrease with the amount of sleeping rooms or meals are sold. But the precise quantity of guests to be served is unclear at the moment the contract is signed. Only 100 people show up for the reunion, despite the guest in charge of organizing it having estimated 200 guests for the gathering. Allowable attrition provisions explain the consequences of serving fewer visitors in reality to both parties.

An example of an authorized attrition provision in a group room contract is shown in Figure 2.5. Notably, both parties to the contract are made fully aware of the implications of a guest's decreased pick-up. Additionally, the condition has a clear indication that the hotel may move the group's dinner or gathering place if the group number is lowered too much. This is especially crucial in a place where there could just be one extremely big conference room and little other space. In the event that visitors book this room with a high expectation but it doesn't work out, the hospitality manager could be forced to shift the party to a smaller room, opening up the bigger room for possible sale.

It's crucial to keep in mind that a lot of attendees tend to overestimate the anticipated number of people at their events. This frequent visitor habit might negatively affect the hospitality manager's operations if they fail to take the effect of attrition into account. Conference planners are requesting that contracts contain provisions requiring the hotel to take reasonable efforts to resell any rooms left unoccupied by the conference in order to mitigate damages resulting from surpassing the permitted attrition, since attrition disputes are becoming more frequent. To indemnify is to provide security against harm or loss. This idea is crucial when a hotel contracts under a group contract with an organization whose members will each be renting a room. An association of law enforcement personnel contracted with a hotel to conduct its annual conference in a well-known instance from a few years ago.

A small number of the organization's attendees became drunk during the conference and made some damage to the hotel's tangible assets.' The conditions of payment are among the most important elements of a contract for the purchase of goods and services. Think about the restaurateur who wishes to buy her restaurant a new roof. Three estimates are given to her by contractors, and they all give her a comparable price. In one instance, however, the builder demands complete payment before doing any work. In the second scenario, the builder requests payment in full before work starts and the remaining amount after "substantial completion" of the project. In the third scenario, full payment must be made within 30 days after the job's completion. It goes without saying that in this instance, the conditions of payment may have a significant impact on which contractor wins the contract.

The contract should include information on required down payments, interest rates on outstanding amounts, payment deadlines, and penalties for late payments. It should also be properly examined. Implementation dates inform the parties to a contract of the end of the terms of the agreement. This date only indicates when the painter's job will be completed if they are contracted to paint a room. The final day on which the vendor will fulfill the price if the contract is intended to guarantee a price for a product that a restaurant purchases is known as the completion date.

It is often challenging to project completion dates. This is particularly true for construction projects when schedules may be impacted by inclement weather, labor issues, or delays in receiving materials. Completion dates ought to be mentioned whenever goods or services are secured, notwithstanding these challenges. Certain contracts are drafted such that, unless they are terminated expressly, the completion or stop date of the agreement is prolonged forever. The following sentence is extracted from a deal whereby a cheap hotel broker and the parties agree to jointly sell hotel rooms. Take note of the clause pertaining to the contract's extension. Performance criteria speak to the quality of goods or services obtained. Because some services are hard to measure, this may be a very complicated field. For instance, specifications may be given for the kind of carpeting, the thickness of the concrete, and the make and model of the equipment. It might be more challenging to assess the caliber of an interior design project, a training course, or an advertising campaign. To the greatest extent feasible, a successful hospitality manager should quantify performance requirements in a contract. It is possible to

ascertain a high degree of detail with considerable consideration and assistance from professionals in the field concerned. Think of the foodservice manager who wants to buy peach halves in a can. Licensing and permitting which are often necessary for work under contract should fall specifically within the purview of the outside contractor.

Tradespeople who are required by state or local government to have a license or certification, such as air conditioning professionals, plumbers, security guards, and the like, should be ready to demonstrate that they possess the necessary qualifications. If these licenses are necessary to carry out the conditions of a contract, it is the hospitality manager's duty to confirm their existence. Additionally, the contract itself should always have a copy of these papers attached. It is a good idea for both parties to agree in advance on what would happen if the provisions of the contract are not met.

The hotel manager might find it easier to deal with another vendor when it comes to goods and services. In the event that a fresh-produce provider, for instance, often misses delivery dates or produces subpar goods, ending the contract might be the simplest way to address nonperformance. The contract would have to include language addressing the restaurant group's ability to cancel it if the vendor performed below expectations.

In some instances, the hotel or restaurant may suffer greatly as a result of the vendor's nonperformance. Should a hotel reserve a well-known performer as a centerpiece for a weekend package, for example, the hotel would suffer greatly if the performer were to cancel their planned performance. Given that the hotel made a promise to its customers that it did not fulfill, it is quite probable that its reputation will suffer. In such a scenario, the guests are probably going to demand refunds, and there's a good chance that one or more of them will file a lawsuit against the hotel. If the original performer had to cancel with little notice, the cost of finding a substitute may be significant in addition to the expenses associated with disgruntled visitors.

## CONCLUSION

The examination of the function of hospitality managers in relation to the law emphasizes how crucial risk management and legal compliance are to the smooth operation, satisfied guests, and financial success of the hospitality sector. The legal environment in which hospitality managers work is complicated and is defined by a wide range of rules, laws, and obligations that control different facets of their business. To maintain compliance and reduce risks, hospitality managers must handle a wide variety of legal obligations, from employment contracts to food safety regulations. For managers in the hotel industry, employment law is a crucial topic of concern since it covers topics like hiring procedures, wage and hour laws, discrimination, and workplace safety. Maintaining a healthy work environment, avoiding legal problems, and defending employee rights all depend on an understanding of and adherence to employment regulations. Another important factor for hospitality managers to take into account is health and safety laws, especially when it comes to managing events, lodging facilities, and food and beverage operations. Adherence to health and safety regulations serves as a safeguard not only for visitors and staff but also for the organization's reputation, reducing legal and reputational concerns.

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## CHAPTER 9

### INVESTIGATION OF PREVENTATIVE LEGAL MANAGEMENT AND CONTRACTS

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#### ABSTRACT:

This study examines the function of preventive legal management in the context of contracts across a range of businesses, with an emphasis on the hotel industry. This paper investigates the significance of preventive legal management in recognizing, evaluating, and reducing legal risks related to contracts via a thorough analysis. It examines the main components of preventive legal management, including as risk assessment, the writing of contracts, negotiating tactics, compliance tracking, and dispute resolution procedures. The article emphasizes the value of proactive legal management in reducing possible liabilities, safeguarding organizational interests, and fostering business continuity. It does this by drawing on legal literature, industry best practices, and case studies. This study intends to improve knowledge of practical risk reduction techniques in the hospitality sector and beyond by offering insights into preventive legal management and its implications for contract management.

#### KEYWORDS:

Contracts, Investigation, Legal Management, Preventative, Risk Mitigation.

#### INTRODUCTION

Certainties and commitments stated in a contract are sometimes broken. In such a scenario, the party that has not adhered to the terms of the agreement is considered to be in violation of those terms. There are situations when carrying out the responsibilities outlined in a contract is just not feasible. When visitors extend their stays beyond the prearranged check-out dates, hotels may find it challenging to fulfill future bookings for rooms. Those who linger longer at restaurants than planned could treat other patrons who have reservations for supper in the same way. A hospitality contract may not be able to be kept because of natural catastrophes, war, government restrictions, strikes, civil unrest, transportation service interruptions, and other circumstances. Anyone may experience this [1], [2]. In the event of a hurricane, which often strikes the southern and eastern shores of the United States, a hotel may find itself unable to accommodate the visitors it had originally scheduled. Likewise, attendees coming to a conference in Las Vegas would not be able to make it in time for their hotel bookings if an air traffic controllers' strike shuts all major airports. When management chooses to deliberately break the terms of the contract, this is known as a voluntary breach of contract. But generally speaking, it is not a good idea to intentionally break a contract. When it is carried out, it often indicates that the person that violated the contract should never have consented to the conditions in the first place [3], [4].

A contract may be broken for a number of reasons, and even in cases when the violation was inevitable, there may still be severe repercussions. Think about the hotel that is hired to provide catering for a couple's wedding celebration. For a wedding that is scheduled for early June, a contract is agreed upon in January to provide meals, a cash bar, and a dance floor-equipped

space. After the hotel is sold in late May, the new owner applies right away for a transfer of the liquor license to the state liquor control board. The new owner must undergo a 60-day criminal background check mandated by the governing board. Consequently, the hotel is required to function without a liquor license throughout that duration [5], [6]. If this option is chosen, the party that violated the contract is brought before the court, and the plaintiff asks the judge to compel the defendant to comply with the particular conditions of the agreement that they have not yet fulfilled or to stop doing anything that is against the terms of the agreement. A straightforward example would be a franchisee who has signed a franchise agreement and complied with all terms and conditions set out by the franchisor, only to be informed at the last minute that the franchisors want to construct and run their business on the approved site and would not be granting the franchise [7], [8].

In this situation, a contract's wording often specifies a penalty that will be imposed if the obligations are not fulfilled by the predetermined deadline. Penalties may be included in the contract itself if a construction contractor, for instance, commits to finishing the repaving of an amusement park's parking lot by the start of the park's season. It's possible that the contractor used the penalty option as a kind of enticement to get the contract. These penalty payments are referred to as liquidated damages. In the event that a contract is broken, liquidated damages may be assessed. The party that caused the breach may still be held liable for damages even if they were not expressly stated in the terms of the agreement. Imagine the predicament of the travel firm that has an agreement with a hotel for 100 rooms for a tour group visiting Hawaii during the Christmas season. The party discovers that the hotel is overbooked and that the booked rooms are not available upon arrival. Because the hotel violated the terms of the agreement, the travel agency has the right to sue the hotel, arguing that the hotel's actions have harmed the agency's image. Furthermore, the organization may be able to recoup the expenses needed to provide its customers alternative accommodation. There is a strong likelihood that the agency will be able to recoup large financial damages since it is hard to argue against angry tourists being good for business. If awarded, the hotel would be obligated to pay these damages as a direct consequence of the contract breach. Honest disagreements arise often on the interpretation of contract clauses [9], [10].

In such a situation, it can be difficult to identify which party if any is in violation of the agreement. When that happens, the parties or the courts, in certain cases will decide to use conflict resolution strategies meant to resolve the issue or clear up any misunderstandings. Other conflicts, such those involving labor, employment, or personal harm, may also be resolved via dispute resolution. The two most popular forms of conflict resolution methods are mediation and arbitration. In arbitration, the arbitrator is a neutral third party who collaborates with the contractual parties to comprehend their divergent interpretations of the provisions of the agreement. The arbitrator subsequently renders a judgment that each party must abide by. During mediation, the mediator assists the parties in reaching a consensus on the matters pertaining to the contract terms. The mediator serves as an impartial and independent arbiter of the facts.

Mediation may be a very successful method of resolving a contract dispute, even though it is a voluntary procedure and neither side is required to follow the mediator's advice. It's critical to realize that you have a deadline if you want to utilize the courts to enforce a contract. The length of time that the courts have the legal authority to enforce or resolve contract disputes is limited by several legislation. Usually, these laws are known as statutes of limitations. Written contracts typically have a four-year statute of limitations from the date of the breach; however, there are sometimes exceptions to this rule and variations in state legislation. In general, it is preferable to take all reasonable steps to avoid breaking an enforceable contract. Like any



lawsuit, it is usually preferable to avoid a dispute rather than try to control the unfavorable effects that may arise from a violation of contract. It may not always be feasible to stop a contract from being broken. Generally speaking, however, the hotel manager may stay out of legal trouble by taking certain actions both before and after signing a contract. Whenever feasible, getting all contracts in writing is the single most critical thing a hospitality manager can do to prevent contract violations. Due to their very nature, many contracts pertaining to hospitality are verbal. On the other hand, verbal agreements for food delivery or bookings are often rather straightforward. Unless the contract is committed in writing, it is practically hard to recall every detail of a more complicated connection between the contracting parties. For instance, a hotel's usual contract to give sleeping rooms to airline crew members staying overnight can have fifty or more written pages. It goes without saying that without a written copy of the agreement, it would be impossible to remember every detail. Only when the conditions of a contract are clear and accessible for inspection can a management and their team carry out their obligations under it.

### DISCUSSION

It is often wise to have these contracts evaluated by an attorney before agreeing to their terms since many contracts are complicated. The easiest way to do this is if the contract is in writing. Only until the attorney has seen the contents of the agreement and read what will really be expected of the client can changes, corrections, and improvements be made. Finally, it is a basic truth that a contract may still be employed even if the represented parties to it change. For instance, even in the event that the management of the hospital's foodservice facility is promoted, fires, or retires, the waste hauler and the hospital will still be under contract to remove garbage from the facility. As a professional courtesy to the new manager and as a service to the foodservice facility itself, the parameters of the garbage pickup contract in such a case must be set in writing.

The hotelier believes that thirty days is just too short to adequately publicize the event. Advertising in some of the spring break periodicals that will be handed out on college campuses throughout the nation really requires a minimum of six months' notice. In this instance, the financial performance of the whole spring break event might be greatly impacted by a single statement in a much longer document.

Given the conditions, there's a good chance the talent agency will consent to provide the promotional materials to the hotel within a reasonable timeframe. It is noteworthy, therefore, that the hotelier's background in advertising and a close examination of the whole contract were necessary to identify this possible issue. One of the most crucial things to do to avoid contract violation is to read a written contract cover to cover.

The contract should be sent to an attorney for examination if it is found that the hospitality manager just does not have the time to go through a complicated contract cover to cover. Many managers send any contract to an attorney that goes above a certain amount of money or duration. But the most crucial thing to keep in mind is that you should thoroughly read every contract. The manager has the task of ensuring that this is completed.

Contract language presents minimal challenge when things go according to plan. However, the terms of the contract may be crucial in cases when there is discord or performance issues on the side of one party. There is a jocular saying that goes, "The large print giveth and the fine print taketh away." It is a good practice to retain a copy of every contract that is signed since one can never be certain that it will not generate problems. If the agreement is verbal, it's a good idea to jot down the key areas of agreement and file them later.

Many owners of hospitality establishments discover that it is best to have a special part of their files dedicated to contracts. Others save contracts in separate files related to customers or vendors, while others handle both. The possibility of a contract violation will be lower if the contract is readily accessible for inspection when clarity is required, regardless of the filing method. A person acting in good faith is one who really believes that they can carry out the task they have committed to. For a hotel management, this may be as easy as determining that the hotel won't take contracts for bookings for rooms until it really thinks it can accommodate guests.

It is usually wise to thoroughly consider what each contract entails. Contracts are often broken because one of the parties cannot fulfill their end of the bargain. It is important to remember that even if things might change and nobody can predict the future with absolute certainty, a thorough and realistic evaluation of the contract's competence and capacity can help prevent contract violations. It is a good practice to provide such dates in calendar form when a contract specifies tasks that must be completed by or on specified dates in order to ensure that there is no confusion about when performance is needed. Making these deadlines before signing a contract is really beneficial. This allows for the early detection of any possible conflicts or impossibilities. A lot of contract-related cases start because one side didn't do what. In the hospitality sector, managers often have to depend on subcontractors to complete a task. Think about the hotel that holds a conference for a charitable group that represents medical professionals. The hotel consents to provide audiovisual services for the meetings in exchange for obtaining the contract for the guest rooms and meeting space needed by the group. Similar to several other hotels, this one also gets its audiovisual equipment from a third-party source.

Obviously, the hotel's inability to fulfill its obligations may stem from this third-party vendor's failure. Even though it is impossible to stop such an incident from happening, it is crucial to understand that contracts should contain language that addresses potential performance issues from third parties when using them. Managers work up agreements that their staff members have to follow. Nonetheless, an employee's comprehension of the terms of the contract immediately affects his or her capacity to uphold them. Take the hotel sales department, for instance, which puts a lot of effort into preparing a proposal to lodge the flight crews of a large airline that has to make a stopover in the city of the hotel. After winning the contract, the workers start checking into the hotel. The contract includes a clause on cashing personal cheques. The airline contract requires the hotel to pay personal checks for airline staff members up to \$100, even though the hotel's standard policy forbids cashing checks for more than \$25. The airline itself guarantees these inspections. Issues may arise if this policy variance is not known to the management team at the front desk, night auditor, desk agent, and all of them together. The efforts of the sales department may be seriously jeopardized if one inexperienced or recently recruited desk agent refused to cash a cheque. Even with the greatest of intentions on both sides, issues with contracts may still occur.

When they occur, it's critical that they be handled quickly and morally. In this way, a potentially harmful issue may be settled swiftly and peacefully. A tour bus business that has an agreement to stop at a moderately priced downtown hotel on route to Florida. There is a written agreement with the trip operator that details the terms and conditions for the accommodation and meals. But the tour operator is shocked to see that the hotel has added a bus parking fee to the operator's bill when they check out.

The tour operator argues that they shouldn't be required to pay the fee since it wasn't included in the contract. The hotel argues that because there is no mention of parking being given for free in the contract, payment is due. In such a situation, decent persons may agree to differ on the original contractual parties' intentions. If the problem had arisen before the contract was

signed, it may have been settled fast. Resolution is crucial at this stage of the procedure since the hotel's honesty and reputation may matter more than the little sum of the parking fee. It is the duty of management to consider the financial and time implications of litigation before deciding how best to settle a contract dispute.

The manager may be able to establish a settlement that is reasonable for both parties and will lessen the likelihood of litigation by making an effort to comprehend the other party's concerns and put himself or herself in that party's shoes. Managers must become more aware of the problems that might occur in cross-border transactions as a result of the growing number of hotels and restaurants opening locations outside of the US and the quantity of non-US suppliers doing business with these establishments.

When entering into a contract with a non-US party or for the supply of labor or services to be performed outside of the US, a manager should be aware of some difficulties in addition to the "normal" contractual requirements that are normally mentioned in this portion of the chapter. Indicate in the agreement the kind of money that was utilized to fund the particular transaction. Pay attention to stable currencies first. Furthermore, if the agreement anticipates the use of local currency as part of the business activity, it is preferable to agree on a particular exchange rate in long-term contracts (or contracts that are completed over time). For questions about local law, speak with a local attorney. This is especially crucial when doing business in nations other than the United States. In many nations, there may be particular prohibitions against certain behaviors and practices that are allowed in the United States. Certain foreign currency regulations, for instance, can prohibit transferring certain sums out of a nation without first adhering to notice or permission procedures.

Any international contract should include terms that would allow for a dispute resolution process in the event of a disagreement since there are no international courts to settle disputes pertaining to transnational business and commerce, and litigation is very expensive. In the case of default, this prevents misunderstanding. Parties increasingly depend on the top executives' resolution of the contractual parties as a first step. The dispute resolution clause may then provide that arbitration by the International Chamber of Commerce or mediation by a professional with knowledge of the parties' respective industries will be conducted if a settlement cannot be achieved at that stage. The most important thing is to be clear about the parameters of the mediation and arbitration. A lawyer with experience in international dispute resolution should be engaged to guarantee that such phrases are understood. Verify that the agreement expressly specifies which laws apply to the transaction. Which set of laws those of a neutral site or that of one of the parties will apply? Keep in mind that you may need to depend on local law for some matters, such as real estate, labor, or foreign currency control difficulties.

However, the parties may still choose to have the agreement struck between them or the other portions of the transaction governed by the laws of another state. Additionally, deciding on the lawsuit's venue is crucial in the event that arbitration fails. Due to the international nature of transactions, parties often stipulate in their agreement a place (typically neutral) where legal proceedings may be started and completed. A word of caution: Verify that the courts in the selected location are qualified to apply the laws mentioned in the contract. When individual company owners decide to launch their own venture, they must make a number of choices regarding, among other things, location, product offers, and funding. The choice of organizational structure is a crucial one that will influence the business's future success or failure.

The term "organizational structure" describes how a corporate entity was legally formed. Because of the disparate treatment of firms and their owners by governments and courts

depending on organizational structure, this legal construction is crucial. As such, it is critical to choose a structure that benefits the company as well as its owner. Take John Graves as an example. He wants to launch his own restaurant after years of employment with a large restaurant chain. The income tax John must pay on earnings will vary significantly depending on the kind of organizational structure he chooses. Furthermore, the choice he makes regarding the organizational structure will have an impact on the extent of his personal culpability for the debts of his company.

Based on the organizational structure, banks and other capital sources may decide whether or not to engage in a company initiative. Equally significant, the organizational structure chosen will have an impact on a person's capacity to sell or transfer ownership of the company. There are several organizational structures at the entrepreneur's disposal. Of all the organizational forms, a sole proprietorship is the most straightforward. Under this arrangement, the business's entire ownership and debt load are on a single person. Sole proprietorships account for the bulk of small enterprises in the US. Examples in the hospitality industry may include a tiny bed & breakfast, a doughnut shop, or a neighborhood hamburger stand. In a sole proprietorship, any losses, taxes, or damages arising from litigation against the company may be settled with the owner's personal assets. There is no personal defense against any of the dangers that come with being a company owner. Stated differently, the lone owner has limitless culpability for the debts incurred by their enterprise. A sole proprietorship's profits are subject to the same taxation as the owner's personal income tax. The proprietorship's revenue and costs are listed in a tax return that is filed by the owner each year. The individual owner reports any profit or loss on their tax return. The owner may use company losses to lower the total amount of income liable to taxes if their income is not directly tied to the firm. A sole proprietor's owner is allowed to sell the company or transfer ownership rights to another person at any time.

To begin, a sole proprietorship just has to create a bank account to record its revenue and outlays. Before supplying funds to a sole proprietorship, lenders thoroughly consider the owner's financial situation due to the owner's unrestricted responsibility. A certificate under an assumed name has to be submitted to the local government by the sole proprietorship owner if they are doing business under a name other than their own, or a "assumed name." Consequently, Davey's restaurant would be the tradename if David Daniels opened a restaurant and named it that. In light of this, anybody doing business with Davey's Diner would really be doing business with David Daniels; to put it another way, they would be doing business with David Daniels dba (doing business as) Davey's Diner, according to the assumed-name certificate that was submitted with the local government. Partnerships are often used in the hotel industry to launch new businesses, but when liability risk rises, it is advisable for the operations to switch to one of the limited liability structures covered later in this chapter.

The partners in a general partnership are equally liable for the debt of the company as they would be in a single proprietorship. In addition, the partners have joint and multiple liability for the debt of the partnership, in addition to their individual liability as owners and partners. This double liability implies that, in the event that one partner is unable to pay their share of the debt, the other partner will be responsible for it, even if the partnership is owned 50/50. Potential lenders will assess each partner's personal assets if loans are required to launch the firm. The business's profits are split among the partners and subject to the same personal income tax rates as the owners. Partnership agreements may be simple or complex, but because they are contracts, it is important to have written documentation, as discussed in Chapter 2, "Hospitality Contracts."

When discussing the transfer of ownership rights by one or more partners, this is very crucial. Take the example of Greg Larson and Mike Haley, who have managed a ski slope and lift for

a Wisconsin resort hotel as equal partners for 20 years. Greg wants to give his daughter his share of the partnership this year, at the age of fifty. Greg would be able to give his daughter his share of the company if the partnership agreement did not forbid such a transaction. If the partnership agreement contains language granting the remaining partner the right of first refusal, Mike would have the option to buy the other half of the company before Greg can sell it to another party, should that be his choice.

### CONCLUSION

The examination of contracts and preventive legal management highlights the vital role that proactive risk reduction techniques play in defending organizational interests and encouraging legal compliance. A methodical technique is used in preventative legal management to identify, evaluate, and reduce the legal risks connected to contracts. Organizations may find possible liabilities, weaknesses, and compliance gaps early in the contract lifecycle by doing comprehensive risk assessments. In order to reduce legal risks and guarantee clarity, enforceability, and interest alignment between parties, effective contract design is crucial. To reduce the possibility of disputes and conflicts, well-drafted contracts should explicitly indicate all parties' rights and responsibilities as well as the procedures for resolving disputes. In order to balance their interests and reduce their legal risk, parties engage in negotiation tactics, which are essential to preventive legal management. Organizations may prevent expensive disagreements and maintain commercial ties by participating in cooperative talks and looking for mutually beneficial alternatives.

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## CHAPTER 10

### INVESTIGATION AND ANALYSIS OF LIMITED LIABILITY COMPANY

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#### **ABSTRACT:**

This study investigates and analyzes the Limited Liability Company (LLC) structure, looking at its features, benefits, drawbacks, and legal ramifications. This paper investigates the creation, governance, liability protection, taxes, and operational flexibility of limited liability companies (LLCs) via an extensive examination. Based on legal literature, case studies, and industry insights, the study examines the variables affecting LLC selection as a corporate entity and their applicability to different business models and sectors. Additionally, it looks at the federal and state legal and regulatory frameworks that control LLCs. This study attempts to increase knowledge of LLCs and their consequences for stakeholders, investors, and company owners by offering a comprehensive examination and analysis.

#### **KEYWORDS:**

Analysis, Investigation, Limited Liability Company, LLC, Legal Implications.

#### **INTRODUCTION**

State law gave rise to the limited liability company (LLC), a kind of corporation. In order to comprehend the LLC completely, let's go back and review the drawbacks of the previous company structures we looked at. Establishing a new firm as a partnership entails one taxation once, but it also exposes the owners to all or part of the liabilities. Liability protection is provided by corporations, but they also have complicated administrative rules and double taxes. Although there are potential major limits, choosing to form a S company may help prevent double taxes. Additionally, a limited partnership prevents double taxation; yet, the general partner's liability is uncapped [1], [2].

A relatively new organization, limited liability companies were developed by several jurisdictions to combine the ease of partnerships with the advantages of corporations. Unless they assume personal responsibility for a debt, like a loan for the firm, the members of an LLC, who are comparable to shareholders in a corporation or partners in a partnership, are all shielded from the company's obligations under the normal LLC legislation. As such, a member may hold managerial or ownership positions inside the corporation while maintaining liability protection for their own assets [3], [4].

An operating agreement, which is comparable to a partnership agreement, governs the LLC. It establishes the members' rights and obligations in addition to the guidelines for running the business. There won't be double taxation if the LLC is correctly created since the Internal Revenue Service will regard it as a partnership for tax purposes. Nonetheless, the LLC may be required to pay state income taxes in certain states on its earnings. In the event that the LLC is not legally created or does not follow state regulations, the IRS may treat the LLC as a corporation for taxation reasons. In some states where it does business, the LLC can be required to pay an annual registration charge or a filing fee. In the hospitality sector, LLCs are becoming

the most popular form of organizational structure, especially for independent business owners and franchisees. For hotel businesses that are able to choose such a structure, its features and benefits are ideal [5], [6].

The limited liability corporation should only be chosen, like other organizational structures, after consulting with a business attorney and tax counsel. In most states, there is another entity accessible. Known as a limited liability partnership (LLP), it retains the tax benefits of a general partnership while offering its partners limited responsibility. However, rather than being utilized by those looking to start a general company activity, this specific organization is more often used for professional partnerships, such as those involving physicians, attorneys, or engineers.

The federal and state rules regulating employer-employee relationships apply to corporations, partnerships, and sole proprietorships. Nonetheless, an organization's liability or prospective liability will be directly impacted by the actions of its personnel. When choosing an organizational structure for their firm, hospitality entrepreneurs should consider these employee connections and choose a structure that will enable them to assume the majority of the liabilities incurred by the organization's workers. the traits of every relationship. Using John Graves, the guy who wished to open his own restaurant, as an example from earlier, we can see these connections and the unique rights and obligations they entail. John is not going to be able to run his new restaurant by himself, quite likely. It's quite possible that John would need to recruit cooks, waiters, and bartenders.

By appointing individuals to these roles, he is establishing a master-servant dynamic in which John is the master and his staff members are the servants. Traditionally, workers who did physical labor were referred to as servants in legal contexts. When interacting with third parties, they were often not in a position to act or make choices on behalf of the master or employer. Because employers are considered to have influence over their staff, employers are often held accountable for the actions of their workers while they are on the job. A master-servant relationship suggests that the employee is directly under the employer's authority [7], [8].

John may choose someone to serve as his general manager as well. In this case, John may oversee a portion of the general manager's job directly, but the general manager might also have the authority to decide on behalf of the restaurant and sign contracts on its behalf. Employees are often referred to be the principal's agents when they operate on that principal's behalf. Additionally, agents are obligated to operate in the principal's best interests. In this case, John and/or the restaurant company would be the principal, and the general manager would be the agent. However, the difference becomes significant when attempting to determine the employer's liability for the employee's actions. For instance, let's say a patron of John's restaurant has severe food poisoning and a kitchen staff member subsequently connects the illness to unhygienic procedures. According to respondent superior, John would be legally liable for the guest's injuries in a master-servant relationship. In the unlikely event that the kitchen staff entered into any agreements or pledges with outside parties on behalf of the restaurant, a judge would probably find John liable [9], [10].

In a master-servant relationship, neither John nor the restaurant can be represented by the servant. However, in an agent-principal relationship, the principle is often in charge of the agent's actions as well as any commitments or pledges made by the agent on behalf of John or the restaurant. Therefore, in the event that the restaurant's general manager (the agent) enters into a long-term agreement to buy meat from a purveyor, both John and the restaurant will be accountable for meeting the terms of the agreement. It is crucial that hospitality businesses properly choose and educate their staff as a result. If you, as the manager of hospitality, are in



charge of selecting staff members to act as the operation's representative or decision-maker, you have to have faith in their ability to make decisions and/or their moral character to act in the operation's best interests when signing contracts.

Examining the tree-trimming scenario mentioned before in this chapter, it becomes evident why an offer is crucial to a contract. Regarding the specifics of what constituted the offer, the restaurant and the tree service disagreed in that instance. In reality, a significant portion of litigation in this day and age includes plaintiffs and defendants asking the court to define what constitutes a "fair" offer in cases when such offers are not explicitly stated. Furthermore, noteworthy is the fact that contracts with fairly recognizable provisions will be upheld by the courts, even if they are highly skewed in one party's advantage.

For this reason, before accepting an offer, it is wise to make sure you fully comprehend all of its conditions. Effective hospitality managers may reduce their risk of lawsuit by taking this action. Consideration is a crucial component of a contract and is best understood as anything of value, such as the cost of fulfilling the performance commitments made in the agreement. A contract has to have reciprocal consideration in order to be enforceable. The restaurant takes the prime rib into account in the instance of the previously discussed prime rib supper. By selecting the prime rib, the visitor agrees to pay \$22.95 in exchange for their meal. Similar to this, when an airline offers to carry a person round trip, it does so for a certain price, which is the consideration in this instance. The visitor pays the fee, and the airline arranges the transportation.

## DISCUSSION

When a restaurant grants permission to a professional decorating company to decorate its establishment for the holiday season in exchange for the company's work, the restaurant is giving consideration in the form of the restaurant's employee Christmas party, and the decorator is giving consideration in the form of the goods and services needed to decorate the establishment. The temporary or permanent usage of property is another kind of consideration that is often used in the hospitality sector. The amount that is advertised by a hotel as the cost of renting a room represents the payment that will be received in return for using the room for the night.

That same hotel chain will probably pay money in return for the ownership or right to erect structures on land it buys for a new project. A pledge to take action or not may also be considered consideration.

The club offers consideration in the form of money when the board of directors of a country club decides to hire a club manager for a certain yearly wage; nevertheless, the club manager's consideration comprises of the work (acts) that he or she will do while managing the club. In some situations, consideration necessitates the inaction of one of the contractual parties. Let's say a couple purchases an established restaurant from its present proprietor. In the neighborhood, people are familiar with both the restaurant's name and the original proprietor. It's possible that the sales contract will include clauses that prohibit the original owner from operating a restaurant under the same name in the nearby area for a certain amount of time. The original owner is required by the consideration in this instance to refrain from acting in a certain way.

If a hotel so desires, it may rent a room for \$25, \$250, or \$2,500 per night. Renting a room is entirely up to the guest's discretion. The amount of consideration in a valid contract is usually not negotiable in court as long as all parties are in agreement. In fact, regardless of the land's assessed worth, the courts will let a competent person to sell a portion of their property for \$1

(perhaps to a charity organization). The key takeaway from this is that the magnitude of the consideration alone usually does not compel the courts to rule a contract invalid. The amount of value traded is not what determines mutual consideration and the enforceability of the contract; rather, it is the agreement to exchange value.

A legal offer and its consideration must be unequivocally accepted by a second party in order for a contract to be created as a contract requires the participation of at least two parties. It is crucial to remember that for the acceptance to be deemed genuine, it must precisely match the conditions of the offer. The acceptance is regarded as a counteroffer rather than an acceptance if it does not match the offer exactly. An explicit contract is formed when there is an acceptance that closely resembles the offer the process of approval. Nonetheless, it has to be shown in both situations that the offer's conditions were really accepted. A wine steward should never ask a customer if they would like an expensive bottle of wine and then presume that they have accepted the offer only because they did not say no. This is unethical and unfair. The diner shouldn't have to pay for the wine in such situation. Similarly, a contractor offering to replace the lightbulbs on a restaurant's outside sign cannot provide the management with a proposal and then do the project without the manager's express approval. Accepting a contract offer might be done verbally, by shaking hands, or even just nodding your head in agreement. An unstated but legitimate offer from the hotel to sell beverages at a certain price is vocally accepted, for instance, when a customer requests a round of drinks for his table in a cocktail bar. When a visitor is asked whether he would like another round of drinks after they have been finished and he nods in agreement, it is assumed that he has accepted the offer of another round. Behavior might also imply acceptance.

The conduct of a customer at a delicatessen who is standing in line to purchase coffee and notices a display of breakfast muffins that are obviously marked for sale, unwraps one, and starts to eat it while in line would indicate that she has accepted the deli's offer to sell the muffin. In rare circumstances, proving acceptance of an offer may need full or partial prepayment. It is not at all rare for there to be a payment requirement before receiving the advantages of the contract. Movie theaters, theme parks, and amusement parks are a few instances of contracts that are confirmed by prepayment. Hotels and restaurants have the authority to require full or partial prepayment as a condition of their agreements. However, if the visitors so choose, they are free to reject this contract offer and do business elsewhere. In many situations, accepting an offer in writing is the best approach to show that you accept it. As was previously indicated, a lot of management/guest agreements in the hotel sector are established verbally. Making bookings over the phone is a standard practice for both dinner and lodging. However, even these reserve contracts should, if at all feasible, be validated in writing when a significant amount of money is at stake. Written confirmation of an offer usually yields additional information beyond just acceptance.

An overview of the conditions of the contract is often included with a written contract acceptance since most individuals are more circumspect when their word is put in writing. Confusion is lessened as a result. When visitors argue that the hotel made a mistake on their reservation, it is usually one or more of the earlier aspects of the reservation that are disputed. It is obvious that a greater usage of written proof of acceptance would result in a significant decrease in the frequency of disputes over hotel-guest contract conditions. There are several ways that written agreements may be made in the modern corporate world. Contract conditions may be quickly confirmed and revised thanks to the fax machine. In order to effectively manage their legal environment, hotel managers now rely heavily on this system. Another fast and sometimes even more efficient approach to accept contract conditions in writing is by electronic mail (e-mail). One benefit of email is that it lets both parties edit documents

immediately as they are being sent back and forth. And last, written acceptance of contracts via regular U.S. mail service has long been accepted as a legally enforceable form of conveying written acceptance. Take the food merchant advertising a great deal on boneless hams for the Christmas season, for instance. Every customer is sent a flyer by the seller via fax. A 20 percent price discount on purchases of hams over \$100,000 is offered on the flyer, along with the requirement that "payment be made by November 1." After receiving the fax, the buying agent for a chain of cafeterias chooses to accept the offer. The agent completes the order form that is included with the flyer, puts it in an envelope, and includes a check for the whole purchase price. The envelope is postmarked November 1 by the postal service, and the flyer and check are sent. A standard franchise agreement trades the franchisee's operational knowledge and the franchisor's name for marketing power, with the owner giving up some of his or her own decision-making authority. For instance, the owner of a doughnut franchise forfeits her freedom to create doughnuts using whatever recipe she pleases in exchange for her doughnut goods becoming a well-known "name" throughout the country. In the hotel sector, franchise agreements are quite typical.

For people who want to own a restaurant or hotel, there are basically two options accessible, regardless of the organizational structure chosen. They have the option of competing in the hospitality sector as a franchise or as an independent business. Every strategy has advantages and disadvantages. An autonomous operator has total autonomy to execute whatever rules, processes, and goods that they see suitable. The potential lack of public awareness or marketing clout, less buying power, and a dearth of operational assistance are among the disadvantages (which owners with less experience may find essential or useful).

The International Franchise Association defines a franchise as an arrangement in which one party grants permission to another to utilize its brand, logo, and business model in order to increase sales and profits. The Singer Sewing Machine Company, which established dealers to sell and service its sewing machines soon after the Civil War, was among the first franchisors. McDonald's is a modern example of how an entrepreneur called Ray Kroc could take a concept and swiftly extend it coast to coast without having a significant amount of personal fortune. Due to the fact that franchising allows businesses to grow quickly and with a little investment, many If a business owner chooses to run a franchise, they may benefit from the marketing power of a well-known brand that has been trademarked, credibility with possible lenders, customers, and suppliers, and, often, help when faced with operational issues. These benefits do, of course, come at a cost.

Usually, the franchisor will take a cut of the franchisee's gross sales in addition to an upfront fee. A franchise agreement that specifies the obligations of the franchisor and the franchisee will also be signed by both sides. Because the franchise firm (licensor) is granted the permission, or license, to operate as one of its franchisees (licensee), this is sometimes referred to as a licensing agreement.

After a prospective franchisee replies to a solicitation, franchisors market their franchising possibilities in the hospitality trade press and on the Internet. They also provide specifics about the connection they are proposing. Choosing and assessing a franchise is an extremely difficult task. If the businesses providing franchises are not transparent and truthful in their description of their products, this might become much more challenging. Some franchisors in the past made false or misleading statements. As a result, rules and regulations have been passed that outline the disclosure guidelines franchisors must adhere to when outlining the products they provide. The government organization tasked with overseeing franchise offerings is the Federal commercial Commission (FTC), which has the authority to control unfair or misleading commercial practices. In order to achieve this, the FTC mandates that all franchisors provide

whatever information they believe is required in order for a prospective franchisee to make an educated purchasing choice. (We'll talk about the kinds of information franchisors have to provide later in this section.) It is crucial to remember that while the FTC mandates the disclosure of certain information, it does not confirm the truth of that information. s an FTC statement that has to be clearly visible on the front or cover of a disclosure document that a franchisor has to provide to each prospective franchise buyer. Franchise offering circulars (FOCs), or presale disclosures, are required to be given by franchisors to prospective franchisees under certain state regulations pertaining to franchise investments.

In these states, selling a franchise is regulated similarly to selling a security. Within their governance, they usually prohibit the offer or sale of a franchise before a company's FOC has been registered by a recognized state agency and submitted as a public record with them. Franchise buyers have significant legal rights in places where disclosure rules are in place, including the ability to file private lawsuits if the state's disclosure obligations are broken. States requiring franchisors to provide FOCs are listed by the FTC. If they live in a state where these regulations apply, prospective franchise buyers should get in touch with the state administrators of franchise laws to learn more about the safeguards these laws provide.

A document called the FOC is intended to persuade someone to buy a franchise. Generally, the structure of these circulars will be based on the FTC's Franchise Rule. It's crucial to keep in mind, however, that the FTC does not confirm that the material in a circular is accurate. It is important to properly understand the papers that make up the FOC because of this. A FOC has to have the following details. States that mandate FOCs have asked for this information in compliance with FTC standards. You may notice after reading these things that the state requirements and the FTC's own disclosure requirements under the Franchise Rule are almost similar. Depending on the state legislation, FTC regulations, and the particulars of the franchise, more elements could be included. Once again, it is crucial to keep in mind that the FOC's facilitation of franchise sales is one of its objectives. As with any disclosure, individuals who draft it must be truthful to avoid potential legal action for deceit. The purchase of a franchise license will have a significant impact on both the buyer and the seller, whether the decision involves a hotel or restaurant. Likewise, those who read the document with the intention of purchasing a franchise should be ready to verify, to the greatest extent possible, the information it contains. The franchise buyer will often get a tested idea with local or national brand awareness for a price that is comparable to that which would be paid on a new business. The franchisor may also provide operating manuals, training aid, and help for national advertising.

Some people choose franchising because of its consistency. Hospitality companies are often known for reducing and moving their workforces. You as a franchise owner don't run this risk. Benefits also accrue when the franchisor's duties include research and development. The majority of small company owners are too preoccupied with running their companies on a daily basis to look into market trends and create new goods or services that will cater to their clients' wants. The franchisee may be eligible for extra advantages if the franchise includes a hotel. The accommodation facility's capacity to take part in a national or worldwide reservation system is a significant advantage. Travel agents and conference organizers around the nation may learn about a hotel or motel's offerings and rates by connecting to the Global Distribution System (GDS). Although it is possible to connect to the GDS directly without purchasing a franchise, many operators of lodging facilities discover that connecting to the GDS via a franchise association provides advantages.

**The Drawbacks of Buying a Franchise** The acquisition of a franchise carries drawbacks as well. Undoubtedly, customers tend to favor the stability that comes with purchasing a product or

service from a franchise. However, the management of a franchised location may face challenges due to franchisor policies that disregard local preferences and requirements. For instance, offering grits for breakfast could be a great idea for a business in the South, but it might not make sense at all for the same kind of business in Wisconsin.

A franchisee may struggle to succeed if the franchisor is insensitive to the demands of the local customer. Not only menu items may be impacted by local factors. In his book *Grinding It Out*, Ray Kroc describes the challenges he had in getting the McDonald brothers to agree to the changes he needed to make to his building design in order to make it resilient enough to withstand the very cold Illinois winters. The finest franchisors preserve the integrity of the franchise model while enabling their franchisees to adapt to local realities. The franchise agreement is sometimes substantially skewed in favor of the franchisor since they are typically in a better negotiating position than the franchisee. The franchise agreement is, nonetheless, negotiable, just like any other contract. Before signing the franchise agreement, contract elements such as upfront or application costs, monthly royalties, regions of protection, necessary purchases, or facility modifications may all be discussed and worked out. Even in cases when the terms of the franchise are stated out in full in the contract, miscommunications and difficulties might occur between the franchisor and franchisee. Certain business practices and striking a balance between the demands of the franchisor and the franchisee are some of the most obvious sources of conflict. The most frequent points of contention between franchisors and franchisees.

### CONCLUSION

Limited Liability Companies (LLCs) are a flexible and beneficial corporate structure with important operational and legal ramifications, according to research and analysis on the subject. LLCs are a popular option for new companies, small enterprises, and entrepreneurs because they provide a special blend of liability protection, tax flexibility, and operational ease. LLCs provide a degree of security that is especially appealing to company owners who are worried about possible legal concerns since they insulate owners' personal assets from corporate obligations. Because of its operational flexibility, limited liability companies (LLCs) may have a variety of management structures, such as member-managed and manager-managed ones, as well as operating agreements that can be customized to the unique requirements and preferences of the company owners. Because of their adaptability, LLCs may handle a variety of ownership forms and change with the business climate.

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## CHAPTER 11

### INVESTIGATION AND DETERMINATION OF LEGALLY MANAGING PROPERTY

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#### **ABSTRACT:**

This study explores and ascertains the legal dimensions of property management, scrutinizing the entitlements, accountabilities, and regulatory structures associated with property administration. This research explores several aspects of lawfully managing property, such as ownership rights, lease agreements, tenant relations, maintenance responsibilities, and regulatory compliance, in great detail. The study examines the complexity and difficulties of property management as well as practical approaches to risk reduction and legal compliance, drawing on case studies, industry practices, and legal literature. It also looks at new changes in regulations and trends that are reshaping the property management industry. This study attempts to improve awareness of the legal aspects associated with property management by offering a thorough examination and decision.

#### **KEYWORDS:**

Determination, Investigation, Legal Compliance, Property Management, Regulatory Frameworks.

#### **INTRODUCTION**

Real and personal property can seem straightforward at first, but there are situations when it becomes quite complicated. This challenge arises from attempting to discriminate between objects that are just put on the land and those that were meant to be improvements that are "permanently attached" to it. It is obvious that a chimney integrated into the clubhouse on the golf course would be regarded as permanently fixed to the clubhouse structure. The manner in which the fan was mounted matter? Understanding the legal definitions of chattel and fixture can help you find the answers to these more complicated queries [1], [2].

One would not classify a fan placed on a dining room floor as real property. It is obviously moveable, hence it would be categorized as chattel. On the other hand, a fan that is fixed into the fireplace itself would be seen as a fixture. All items that are fixed to a property permanently, such as doors, doorknobs, awnings, window coverings, and ceiling lights, are referred to as fixtures. It is essential to remember that an object that has been affixed to real estate permanently may be taken out. It is thus possible to remove a ceiling fan that has been permanently placed in a dining room. But legally speaking, a piece of property that is going to stay with it would usually be considered a fixture. Anything that is not anchored, excavated, or constructed into the ground is considered personal property and is not real property. A restaurant structure permanently tied to a piece of land is real property; however, the tables and chairs in the dining room are not real property, even if the restaurant occupies an acre of land. That is not the case for a catering vehicle parked in the restaurant's lot [3], [4].

Personal property is classified as either tangible or intangible, as was previously mentioned. The kind of property that comes to mind most often when discussing assets held by a business

or person is tangible property. Anything that can be readily transferred from one place to another might be considered tangible property. Examples of personal property include food inventories, cars, furniture, and artwork [5], [6]. The value of intangible property may equal that of any physical personal property or real estate. Items like money, stocks, bonds, franchise rights, trademarks, and interests in securities are examples of intangible property. Although a share of Hilton Corporation stock is a physical document, its true worth stems from the fact that it signifies an intangible stake held by shareholders in the Hilton Corporation. Another kind of intangible property is money. Even though a \$5 note is a physical piece of paper, it symbolizes an intangible investment in the US monetary system. Take Stanley Richards' story into consideration to understand the significance of intangible property. Stanley creates a meat seasoning salt that cooks all around the globe say is amazing. For his seasoning's label, his wife Ruth draws a cute yet stylized cartoon of a cow. Stanley seeks legal advice, and the lawyer assists the Richards in obtaining the only right to use Ruth's drawing for their company. Stanley's product is quite popular. The stylized cow quickly gained a global reputation for originality, taste, and unwavering quality [7], [8].

The illustration of the cow and its meaning are instantly recognizable to millions of people. An international spice firm that makes flavors for fish, pig, and poultry approaches Stanley. They want to use Ruth's artwork into their own merchandise. The firm believes that by prominently displaying the design on its own goods, it will increase market awareness of its spices that aren't beef-based. An example of an intangible property right is the right to utilize the stylized depiction of the cow, which is very valuable in this situation. Even though the stylized cow drawing is cheap and easily replicable, the ideas it depicts is extremely valuable and cannot be taken from the Richards without their consent. The Richards are the only ones who can decide how this property may be used lawfully. It is crucial to remember that both individuals and partnerships may own personal property. Property acquisition, leasing, and sales take up a lot of time for the hotel manager. An extended-care facility's foodservice director will purchase goods from suppliers, including food, supplies, and equipment, then sell part of that inventory in this example, the food to the facility's residents.

Simultaneously, additional equipment for the business, such a dishwasher or a soda dispenser, may be rented. On a far bigger scale, the director of operations for a major fast-food chain might be in charge of purchasing or leasing space for new locations, purchasing or leasing the equipment for those locations, and liquidating any real estate and personal belongings the business no longer needs. An owner's title to real estate may be transferred by a number of methods, including gifting, selling, court orders, divorce, marriage, and death. The official document used to change the ownership of real estate from one individual or organization to another is called a deed. A deed will include the following information: the date, the complete description of the property, the consideration, the names and descriptions of the persons engaged in the transfer, and any exceptions to the transfer [9], [10].

There are two types of deeds: quitclaim and warranty deeds. Since state laws pertaining to deeds differ, it is crucial to confirm that the deed conveys legal title to the real estate. It is recommended for a buyer to get title insurance even in cases when a title search clearly establishes the owner of the real estate. A crucial component of every business or private real estate acquisition is title insurance. After the transaction is complete, this insurance helps safeguard the buyer's rights in the event that someone else makes a claim to the property. Title insurance will pay for any damages arising from these claims. A few novice managers mix up insurance on loan policies with title insurance. Title insurance protects the buyer, while loan policy insurance shields a lender (such a bank) against claims made against the actual property's title. Take William Clark's case as an example of the value of title insurance. Kimberly is the



daughter of Mr. Clark. Kimberly receives a plot of property outside of a big city upon her father's death. Kimberly, Mr. Clark's only surviving heir, received the home and the property it stood on by state law even though he left no testament. After thirty years, Brian Lee purchases the property from Kimberly Clark and constructs a restaurant there. Joshua Davidson claims to have a will signed by Mr. Clark and provides a lien five years later. It is very evident from the will that Mr. Clark intended for Mr. Davidson to inherit the property in order to pay off an old debt, rather than his daughter. Mr. Lee's title to the property in this instance could be dubious. If the recently generated will were to turn out to be legitimate, Mr. Lee would be covered by title insurance. The state of the American economy is the single biggest factor influencing the travel and tourism sector's future.

The world's hotels, airlines, cruise ships, and destinations all profit when Americans are rich. The effects of American depression are felt globally. Regionally, this consumer-sensitive business is similarly impacted by the economies of Europe and Japan. The economies of China and India will grow to be almost as significant as the US economy in the coming years.

### DISCUSSION

Forecasting International has long held the view that there would only be brief, moderate disruptions to the U.S. economy's overall strength during at least this decade. That opinion hasn't changed despite the post-9/11 recession, and the most recent statistics suggests that a robust recovery has started. This bodes favorably for the travel and tourism sector at least for the year 2010. Beyond that, as we shall explain, federal tax and spending policies have a substantial impact on the state of the economy.

The situation is not clear for other economies. Many of them will expect more active, adventurous holidays than past generations of seniors could bear, much less enjoy, since they will be healthier than their parents and grandparents were when they were the same age. Others, however, will be weak or unwell and need the kind of attention and support that certain places are used to offering.

All of them will probably need unique accommodations according to their evolving demands. Hotels will have to have better lighting, bigger wording on signs that are easier to see, less clutter, and handles on doors and faucets that are arthritis-friendly levers, not knobs. Restaurants will have to provide food with stronger flavors to accommodate aging palates that are losing their sharpness. Additionally, training will be necessary for industry professionals to better cater to the requirements of the elderly. Travel and tourism will always face challenges from these and other evolving needs.

The developed world's pool of entry-level and low-wage workers is becoming smaller, but the travel and tourism sector still needs a constant supply of reasonably priced, amiable, and skilled personnel to take care of its visitors. The industry will address this issue in the next years by hiring from retirees and other comparatively untapped pools of prospective workers. It is inevitable that it will also hire from younger generations of workers, whose expectations and beliefs are quite different from those of their elder siblings, parents, and firm executives.

The process of acclimating new hires to the corporate culture will shift due to new educational approaches and certification options. Many businesses will have to provide English language instruction to many of their new recruits. Each of these elements will alter hiring and management procedures in significant and perhaps unanticipated ways. Travelers from all over the globe are increasingly utilizing their time off to visit destinations and engage in activities that they would not otherwise be able to. This isn't a contradiction; rather, it's the newest development in market segmentation: niche marketing targeting ever-tinier populations with

values and interests in common—often uncommon ones. Travel agencies and cruise companies have successfully tapped into specialized and profitable sectors that include poker players, amateur astronomers, mystery fiction aficionados, and homosexuals and lesbians. Providing services to these specialized audiences is swiftly emerging as one of the most successful travel and tourism trends.

For the next ten years or more, at least five market segments adventure travel, ecotourism, attractions inspired by tragedies and terrorism, and African-American history will expand quickly. Extremists target the travel and tourist sector anywhere they point their weapons and explosives. Occasionally, they launch direct attacks, as was the case in Bali in Indonesia when Jamaah Islamiya destroyed a nightclub frequented by tourists and a Marriott hotel. Sometimes they attack indirectly, as was the case with the September 11 attacks, which almost devastated air transport and international tourism while not being directed against the sector.

The latest attempt to blow up an aircraft flying from Britain to the United States shows once again how persistent this issue will be for decades to come.

It makes sense that 94% of travelers polled in a recent Harris study said that they now prioritize security when choosing where to stay. Significant adjustments to security, hiring, and sourcing procedures will be necessary to address this increased concern for safety for not just airlines but also hotels, resorts, cruise lines, and other travel-related businesses. This terrible, still-new reality has elicited tardy or nonexistent responses from several groups. To do this successfully, it will be necessary to establish intrusion barriers, tighten staff screening (including supplier screening), upgrade routine safety measures such food storage and fire alarms, and install intrusion barriers.

This rapid expansion is driven by a few significant trends. The well-being of the developed economies, which provide the great bulk of ecotourists, is one. Youth from the most environmentally concerned demographic group are another. Too poor to afford opulent vacations now, many young families will soon reach their prime earning years and begin to fulfill their ambitions of taking trips into the great outdoors. It also helps that the Baby Boom generation is the biggest in history and shortly to be the richest, having played a major role in the development of ecotourism.

All of this indicates a significant increase in ecotourism overall, as well as in its subcategories, which include geo-tourism, nature-based tourism, and pro-poor tourism. One area that could use some good news is the aviation sector, which is stuck on Earth. Thankfully, there is more to offer than what many onlookers realize. After many years, the passenger deficit that resulted from the September 11 hijackings has now been completely compensated.

The world economy began to improve in 2005 and 2006, and many airlines, even the financially precarious U.S. carriers, saw unprecedented profits. Numerous wise business moves, such as eliminating unprofitable routes, adding fuel surcharges to offset rising energy costs, and cramming even more seats into economy sections, made this feasible.

Ironically, the plan to blow up planes while they were in flight between the United States and Britain could have been the biggest story. In contrast to the successful 9/11 attacks, the potential tragedy that surfaced in the middle of 2006 hasn't had much of an effect on air travel. Not because there weren't enough passengers on flights from Great Britain, but rather because the lengthy security procedures put in place after the attack made it difficult for most would-be travelers to board their aircraft without having to wait longer than necessary. There was hardly a complaint in the air when hours-long queues were tolerated by travelers in the United States. This must be a sign of things to come when security protocols resume as usual. In the past,

hotels, resorts, and vacation spots seldom gave much care to their restaurants or food service. If given the option, travelers would probably choose to dine out of a local restaurant. However, this is beginning to change, with restaurants now constituting a significant portion of the profits for many travel and tourist companies.

They are therefore exposed to the same trends that have an impact on freestanding eateries. Consumers are becoming more concerned in economy and convenience, as well as quality and health. The food that is available in the neighborhood store is changing due to these factors. Though they are starting to exist in Europe as well, they are most developed in the United States. Americans are eager for easy-to-serve meals at home, yet because of increasing international travel, many are "culinary literate yet culinary illiterate." The idea of corporate environmental scanning, including its steps, contents, and results, as well as how they connect to strategy formulation. Additionally, the main environmental scanning models and their uses are discussed and examined. A continuous environmental scanning model is put out, along with an explanation of the potential benefits for hospitality firms who choose to use it.

Since studies on firms' environmental scanning practices began outside the hospitality and tourist sectors, much of the literature on this topic focuses on industrial and other service organizations. The formulation of strategies is not often done in such a systematic manner, based on the little literature on the environmental scanning activities of hospitality firms. Mintzberg discovered that certain companies had emergent tactics rather than purposeful ones. It is anticipated that this actualized method to strategy formulation will lead to a shift in perspectives about Wheelen and Hunger's suggested handling of environmental possibilities.

Most of the time, future hotel managers will spend much more on personal property than on real estate. This being the case, it is essential to have a solid grasp of the regulations and procedures pertaining to the transfer of ownership of personal property. When personal property cannot be observed at the time of sale, as it was in Renee Miller's case, or when the item has not yet been made, a contract is often written to transfer ownership of the property. For instance, if a hotel places an order for bespoke curtains and bedspreads, the vendor may not begin production of such items until both parties have signed a contract for their sale. The contract for the sale of products should be thoroughly reviewed by the buyer and seller, as is the case with other contracts.

Determining the precise moment of ownership transfer in a personal property transaction is crucial. Typically, products are supplied "free on board," or FOB. When used, the phrase means that shippers are in charge of the products' handling and security up to the point at which the buyer designates them. In this instance, ownership is transferred at delivery rather than at the time of sale. Take note that the seller is not obliged to provide a title when transferring ownership in either the bill of sale or the more formal contract for the sale of goods. This is not the same as selling real estate, where the sale of a title (deed) is a prerequisite to the deal. In contrast to real estate, personal property is often presumed to belong to whomever has it; the seller is not typically required to provide a title to show ownership.

The selling of motor vehicles is an exception to this prohibition. Even if ownership is implied when it comes to stolen goods, possession does not equal the legal right to sell. In the event when a customer buys stolen items from a vendor who claims to be the owner, there is no legal consequence. However, the innocent buyer would have little choice but to return to the criminal in the event that the genuine owner took action to regain his or her goods; in other words, the buyer might sue the thief to recover any money that was paid. In actuality, the buyer's capacity to recognize and assist in the prosecution of the thief is often negligible. It goes without saying that the hotel manager should only purchase from reliable vendors.

If it is shown that a management of a restaurant or hotel intentionally bought stolen products, the manager may face consequences. While it could be simple to track down stolen goods, it might be more challenging to establish if a buyer was aware that the items were stolen. Real estate agents often discover that any assurances they provide about a property might enhance the likelihood of a successful sale. For instance, the guarantees or warranties given by the copy machine's manufacturer may have a big influence on the machine that is chosen if the human resources manager at a franchise company's corporate office chooses to buy one. The warranty offered by the first manufacturer would likely be the deciding factor in the choice of copy machine if two machines cost roughly the same but one manufacturer guarantees free repairs if the machine breaks down in the first two years and the other manufacturer does not. Find out what warranties, if any, are included in the purchase before signing any contracts for the acquisition of products. A deed assists in defining precisely what is acquired when buying real estate. Similar to this, a warranty aids in defining precisely what rights are granted when purchasing personal property. It's important to keep in mind that the sales contract includes a warranty. That is to say, a buyer's intangible rights are as bit as real as the actual property.

It is always vital to make sure that any guarantees granted orally are included in the sales contract since they are part of the agreement. It is possible to classify warranties as stated or implied. A manufacturer's declaration of fact about the features and capabilities of a product or service gives rise to an express warranty. These claims may be stated in advertising materials or by a salesperson. Laws require sellers who make statements about the features of a product or service they are offering to provide a product that satisfies all of the stated features. Since explicit guarantees are regarded as a component of the sales contract, the Uniform Commercial Code "Hospitality Contracts"—is the legal framework that enforces the accuracy of warranties. A violation of the sales contract occurs when a customer purchases a product or service based on factual assertions that turn out to be untrue. The buyer may be able to hold the seller liable for damages under Article 2 of the UCC.

By mandating that all goods sold be in good working order and free from defects, the UCC further safeguards the rights of consumers. Therefore, a consumer would anticipate that any product they bought would be in excellent working condition, even if a vendor may not explicitly state that their items are defect-free. We refer to this kind of unspoken expectation as an implied guarantee. Two implicit guarantees apply to personal property sold under Article 2 of the UCC.

The item's suitability for a certain application is one implicit guarantee. A implicit assurance of fitness is what is meant by this. A second implied guarantee states that the product will function properly and suitably for the intended uses for which it was bought. We refer to this as an implicit merchantability guarantee. Customers have up to four years after a purchase to exercise their rights under implied guarantees in several jurisdictions. This implies that the seller bears all liability for any flaws or malfunctions in the product during the first four years of its existence, including implicit guarantees set out by the UCC. Through the inclusion of wording in the sales contract, the seller may nullify any explicit or implied warranty. For certain circumstances, typical contract terms created by the UCC may be used. Similar to any sales agreement, all parties must consent to the disclaimer in writing. In the same way that the price can be negotiated in any contract, warranties may too. Before making a purchase, it is a good idea to attempt to bargain for extended warranties.

When the buyer and seller exchange money up front, the process of purchasing and selling real estate is rather simple. However, things become trickier if the buyer chooses to pay for the home gradually. Examine the instance of Bill Humphrey. In a very big city, Mr. Humphrey runs a 400-room hotel in the downtown area. Mr. Humphrey concludes that his hotel's ice

makers need to be changed. It will cost more than \$100,000. His controller tells him that while the hotel might afford to make monthly payments toward the purchase price, it is not currently able to afford to buy the ice machines outright.

After explaining the issue to the hotel's bank, Mr. Humphrey obtains a loan to pay for the ice makers. A lien is someone's legitimate authority to hold onto another person's property while the owner is still obligated to complete certain legal requirements. The vendor would still have a lien on the new tables and chairs, for instance, if the restaurant decides to pay half of the purchase price at the time the tables are delivered and the other half over the course of six months. In other words, up until the chairs were paid for in full, the seller would have a legitimate ownership stake in them. Naturally, the restaurateur would also have some ownership and rights to the property since the tables and chairs are kept in the restaurant. Two people are able to legally and legitimately claim ownership of the tables and chairs in this situation.

A deeper comprehension of collateral and liens may facilitate an understanding of this intricate dual ownership situation. The creditor will often need a lien supported by collateral in order to secure the loan when financing the sale of real estate. The lien will often be placed against the actual estate being bought. In the event that Marion Pennycuff's financial situation is sound, he may get financing from a bank to buy land and a structure to house a café, for instance. The bank would really loan Marion the money to purchase the real estate, and the bank would then apply for a mortgage lien on the asset. In this case, the structure and land would be used as loan collateral. While serving the same function, a deed of trust may take the place of a mortgage lien in some areas.

## CONCLUSION

The process of determining what constitutes lawful property management emphasizes how crucial it is for property managers to comprehend and abide by legal and regulatory standards. A wide range of duties and responsibilities are involved in property management, such as preserving the state of the property, guaranteeing tenant contentment, collecting rent, and adhering to legal and regulatory standards. A deep comprehension of lease agreements, landlord-tenant dynamics, and property regulations is necessary for efficient property management. The basis of property management is ownership rights, which provide landlords particular responsibilities and rights over their holdings. The rights and obligations of both landlords and renters are outlined in lease agreements, which also set the terms and circumstances of tenancy. Property managers may lessen the likelihood of disagreements and legal ramifications by creating concise and binding lease agreements. A crucial component of property management is tenant relations, which calls for good communication, handling of conflicts, and compliance with fair housing regulations. In order to guarantee compliance with legal obligations and cultivate favorable landlord-tenant relationships, property managers must swiftly resolve complaints raised by tenants, maintain livable living conditions, and respect renters' right to privacy.

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## CHAPTER 12

### ANALYSIS AND DETERMINATION OF INTELLECTUAL PROPERTY RIGHTS

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#### **ABSTRACT:**

In order to determine the meaning, extent, and legal ramifications of intellectual property rights (IPR) in many businesses and situations, this article analyzes and determines IPR. This research examines important facets of intellectual property rights (IPR), such as trade secrets, patents, trademarks, copyrights, and licensing agreements, via an extensive analysis. This study examines the intricacies and difficulties involved in safeguarding intellectual property rights, along with tactics for implementing and defending such rights, by referencing legal literature, case studies, and industrial practices. It also looks at new changes in regulations and developing trends that are influencing the field of intellectual property protection. This study attempts to improve knowledge of the legal factors involved in managing intellectual property rights by offering a comprehensive analysis and decision.

#### **KEYWORDS:**

Analysis, Determination, Intellectual Property Rights, Legal Implications, Protection.

#### **INTRODUCTION**

The majority of well-known hotel chains get the majority of their revenues from managing and franchising lodging facilities, which permits the lodging facilities to operate under the hotel chain's "flags." These signs, which include Hilton, Marriott, and Westin, are trademarks. They stand for a method of doing business, the hotel company's priceless client connections, and, ultimately, the company's ability to provide a hotel with financial performance. Consequently, hotel corporations value their trademarks highly among their other assets. Trademarks are valuable assets that need to be safeguarded. Typically, trademarks are safeguarded by registration in the relevant countries where they are used. Then, these registrations need to be renewed at the intervals that the relevant jurisdiction's regulations provide. International hotel operations are common for hotel corporations [1], [2]. This implies that they need, at the very least, register and renew their registrations in each of the nations where the hotels are situated in order to protect their marks. They need to think about "registering defensively" in nations where there is a significant danger of "knock-off." A U.S. It has long been a simplified registration procedure available to businesses: for the price of a single application, they may register for and acquire a European Community Trade Mark (ECTM), which offers protection in all EU member states. However, as of that date, American businesses have access to an extra quick fix instead of completing the registration procedure for each individual nation [3], [4].

A multitude of federal, state, and municipal governmental bodies control the hospitality sector. Hospitality managers are required to follow all relevant government rules and procedures, as well as engage with these authorities in a number of ways. In addition to filling out forms and documentation, managers also need to get operational licenses, maintain their property in accordance with rules and regulations, create a safe workplace, and allow regular facility inspections. This chapter aims to provide you with an understanding of the regulatory process

so that you can answer queries from these regulatory bodies in a manner that is sensible business-wise and legally compliant [5], [6]. The US Department of Treasury comprises the Internal Revenue Service "Provide America's taxpayers with top-quality service by helping them understand and meet their tax responsibilities, and by applying the tax law with integrity and fairness to all," is the IRS's declared objective.

Even though it is doubtful that the tax collection agency will be well-liked in any nation, the IRS has the authority to accuse a person of a crime, so it is worthy of a manager's careful consideration. Due to their twin responsibilities as a taxpayer (paying income tax on a business's earnings) and a federal tax collector (withholding individual employee taxes on income), managers in the hospitality sector deal with the IRS. For two reasons, managers in the hospitality industry should make it a point to accompany OSHA compliance agents during an inspection. First, the management ought to be aware of what happened during the inspection; second, the manager ought to be prepared to respond to inquiries from the compliance officer or explain protocols. The manager should next speak with the compliance officer about the inspection's findings and ask for a copy of any submitted inspection reports. Inspections are often not publicized, however the compliance officer is required to provide a clear justification [7], [8].

OSHA regulatory violations may result in harsh and expensive fines. The fines that OSHA may impose on a firm. The harsh penalties for noncompliance make it imperative for hospitality management to maintain a safe workplace. Preventive management is the greatest approach to steer clear of mishaps, legal issues, and fines a point that is emphasized several times in this book. When it comes to worker safety, this may be as easy as giving information or as difficult as creating an employee training program. The Material Safety Data Sheet is one kind of information that OSHA must be published or given (MSDS). A manufacturer's statement outlining possible risks and recommended use procedures for chemicals or dangerous substances is called an MSDS. The purpose of the MSDS is to educate employees on the risks associated with the items they handle so they can take precautions and handle emergencies. According to the legislation, workers have to have access to MSDSs and get help reading and comprehending them. It is the duty of OSHA inspectors to make sure that MSDSs are posted in locations that are reachable by employees. The EPA regulates air and water pollution, pesticides, and other related issues [9], [10].

garbage must be disposed of carefully, especially dangerous garbage like pesticides or cleaning supplies from laundry rooms. The Safe Drinking Water Act of 1974 is a federal legislation that was amended in 1996. It gives the EPA the authority to establish drinking water quality standards and to supervise the states, municipalities, and water providers that carry them out and enforce them. The EPA also keeps an eye on problems with interior air quality, such smoking in businesses. The National Restaurant Association and the EPA have recently started collaborating to create integrated waste management procedures that various foodservice enterprises and local governments may adopt. State and local governments are responsible for carrying out or implementing several EPA mandates, such as municipal waste disposal policies and state recycling legislation. It is crucial that you be well informed of the state and local regulations pertaining to these matters, even if as a hotel manager you may not have much interaction with the federal agency. a significant position in the hotel sector. It is in charge of making sure food is safely prepared and properly labeled [11], [12]. As a foodservice manager, you will come into contact with FDA work every time you buy food that has an FDA nutrition label on it. Furthermore, a lot of state and local health authorities base their own foodservice inspection procedures on the FDA's Model Food Service Sanitation Ordinance.



Operators in the foodservice industry also need to be aware of the FDA's exact standards, which regulate terminology relating to nutrition and health. When printing terms like "light," "low-calorie," or "cholesterol-free" on their menus, restaurants need to ensure that the recipes they use for such meals adhere to the FDA's guidelines. This is explained in "Your Responsibilities When Serving Food and Beverages." In actuality, hospitality businesses are aware of the need to link environmental information to long-term strategies, but most are only doing so with regard to immediate choices, according Olsen *et al.*

The agency is in charge of making sure that American workplaces are adequate and of training the labor force for new and better occupations. More than 180 federal laws, including those pertaining to equal employment opportunity, job training, unemployment insurance and workers' compensation programs, collective bargaining, and the collection, analysis, and publication of labor and economic statistics, are under its purview. Additionally, it is in charge of administering and enforcing these laws.

## DISCUSSION

A synopsis of some of the main federal labor laws that are most often relevant to the hotel industry is provided below. The majority of commercial and public employment is impacted by the Fair Labor criteria Act (FLSA), which sets criteria for salaries and overtime compensation. The Employment Standards Administration's Wage and Hour Division is in charge of enforcing the statute. Employers must pay covered workers the federal minimum wage in addition to 1.5 times the usual compensation for overtime. It prohibits children under 16 from working in some industries judged too risky and limits the number of hours that they may work. Additionally, this organization sets policies on uniform purchases, meal credits, and tip credits. The U.S. attorney general discusses "Legally Managing Employees" in Chapter 8. Even though the office of attorney general has existed since the republic's founding, it wasn't until 1870 that a distinct Department of Justice was established, bringing the operations of US attorneys, US marshals, and other law enforcement officials under the purview of the attorney general. The Justice Department oversees the operation of the federal prison system, conducts criminal investigations and prosecutions, and upholds immigration regulations on behalf of the United States of America in court.

The majority of hospitality managers' interactions with the Department of Justice are to immigration. Established in 1891, the Immigration and Naturalization Service (INS) is led by a commissioner who answers to the attorney general. Hospitality management are required by the INS to get identity credentials from every employee they recruit. This is required so that only individuals who are able to get employment lawfully will be awarded them. Title III of the Americans with Disabilities Act (ADA), which mandates that hospitality establishments eliminate obstacles that may prevent individuals with disabilities from fully accessing or using amenities, is another law that the Department of Justice enforces.

Your Responsibilities as a Hospitality Operator to Guests, Chapter 10, discusses the responsibilities for adhering to this provision of the ADA. Both the federal government and the many state authorities regulate the hospitality sector. It's critical to recognize that the states play different but complementary regulatory functions. The functions are different in that they control certain areas in which they have exclusive authority, but they are complimentary in that they assist and magnify efforts made at the federal level. Let's quickly review some of the state organizations that are heavily involved in regulating the hospitality sector. States may differ in terms of exact corporate names or administrative structures, but the regulatory framework will remain the same. It's crucial to remember that state and/or municipal laws often have a greater influence on hospitality managers' decisions than do federal laws. State and municipal codes

and rules are sometimes quite severe, requiring facilities to operate with additional care or to invest in new equipment. These laws have equally harsh consequences for breaking them as federal statutes do.

### **Employment Security Organization**

Within its boundaries, every state control employment and the interaction between employers and employees. Worker safety concerns, worker-related unemployment benefits, and injury compensation are often handled by the state agency in charge of workplace regulation. Furthermore, in the majority of states, this organization will also be in charge of things like job support for both employers and workers.

Think about Virgil Bollinger's situation. A new owner buys the hotel where Virgil works and declares that Virgil's role as sales manager is unnecessary. When an employee is let go due to staff cutbacks in Virgil's state, the employer's account is not billed for unemployment benefits. Virgil, however, feels that there were other reasons for his job termination, none of which had to do with how well he performed at work. The Employment Security Agency would be in charge of figuring out whether Virgil qualifies for any benefits under unemployment compensation.

Most managers in the hotel industry are quite concerned about workers' compensation. Both financially and in terms of lost productivity, worker injuries are costly. It is crucial that hospitality managers understand and abide by state laws pertaining to workplace safety, as well as how to properly record and report any accidents at work. Worker safety is often overseen by a commission, workers' compensation agency, or section of the employment security agency in each state. Consuming alcohol legally might put you in danger of facing criminal charges as well as a civil lawsuit (administrative hearing) before the ABC regulating agency in your state. Additionally, if there are serious infractions of the alcohol service regulations that cause harm to an intoxicated guest or to others who were harmed by someone who was served alcohol illegally, the enactment of the Dram Shop Act legislation may hold a hospitality manager, or the business itself, liable to guests, third parties, and their families. Put simply, if customers were provided alcohol illegally, the distributors of that alcohol may be held accountable for the actions of their inebriated customers.

The idea that other tasks must be completed before information functions may be handled is one of the primary obstacles to a systematic environmental scanning procedure. An further impediment to information sharing and dissemination is the prevalent administrative attitude of gathering data by department (or function), which is then fundamentally used by every department. Synergies may be reached and the information will be seen as an organizational asset that can be utilized by anybody who needs it by turning environmental scanning into a process that gathers data for the whole company. Decision makers' views on the value of information must shift for this to be feasible. It is anticipated that this shift will result in the required funding, personnel with the necessary training, and a shift in perspective toward the use of information.

The primary result, nevertheless, will be the assessment of the information analysis, which should enable the recognition and applicability of environmental trends, given that not all environmental events are likely to be equally significant to the business. Respondents also believe that information processing and analysis are crucial for "helping with the identification of market trends" and for "allowing greater efficiency." For hotel chains, information analysis and readily available formats are considered important as they enable "the units, board of directors, and administration" to "make quicker decisions on the market. Many state treasury departments in the United States have seen an increase in their responsibilities due to a

relatively recent development. Apart from collecting taxes, these departments or organizations are often in charge of overseeing the state's lottery and gaming activities. The different state finance departments' regulatory initiatives will grow along with this area of the hotel business. Treasury departments often regulate licenses, lottery ticket sales, wins distribution, and casino operations in relation to gaming and lotteries. a great illustration of what protocols treasury regulators might need for the running of gambling establishments.

Establishing and implementing a systematic environmental scanning process will have a much more chance of success if hospitality decision makers shift from an information function to an information process paradigm, changing their perspective on the value of information. Additional ways to do this include using an inside-out methodology to concentrate on target information requirements, incorporating staff members who have authority, are involved in the planning process (formal or informal), or are exposed to pertinent information. To optimize the process's performance, the most dependable and relevant information sources should be used, and the scanning techniques should be thoroughly defined.

The phases that follow should take into account the thorough examination and identification of trends in the corporate environment and the storing of the information that is produced in a computerized information system so that it is easily accessible in a uniform manner. Having all of the information in one place, accessible to staff members at all times, will also facilitate greater levels of exchange and dissemination. Last but not least, a closer bond between planners and decision-makers and scanners may help to better connect the scanning process to strategy formulation and redefine the information requirements.

The state department of transportation is in charge of many things that have an immediate bearing on managers of hospitality. Regulators are too often treated more like enemies than allies—just inspectors. This isn't how things should be. Imagine the scenario of a mid-sized town restaurant owner that manages a location on a popular street. The State Highway Department is in charge of maintaining the roadway itself. Lunchtime traffic is so dense that there are few pauses in the flow of traffic, making it difficult for patrons of the restaurant to pull into the restaurant parking lot from the other side of the street. The crossing may be risky because of the street's relatively high-speed limit.

In an attempt to find a solution, this manager ought to bring up the issue with the state department of transportation. It's possible that the volume of traffic warrants a lower speed limit or maybe a turn lane. The municipal licensing and inspection of establishments that offer food and drinks is within the purview of the health and sanitation department. Local inspectors have the authority to verify adherence to both municipal and state health and sanitation laws. It may also be necessary to certify managers and employees in the foodservice industry, issue and revoke licenses, set criteria for toilet facilities, and attest to a clean water supply. These divisions often control the kinds of companies that are permitted to operate in certain zones. Despite the fact that this process may be divisive, it is widely acknowledged as essential to communities' overall well-being. For instance, the majority of specialists in the hospitality industry agree that a bar or nightclub shouldn't be located in a structure next to a church or school.

The regulation of land use by zoning authorities may provide advantages to hospitality management. One such example is the prohibition of negative enterprises from situating next to property designated for restaurants, hotels, and other commercial uses. If you found out, for instance, that a private landfill operator had just bought the empty lot next to your four-star restaurant and was going to start taking deposits in 30 days, you might see how concerned you would be! Local building and zoning authorities are normally in charge of overseeing the

construction and placement of signage outside of companies in addition to their responsibilities in controlling the location and design of businesses. There are often quite a few rules governing the dimensions, quantity, and building materials needed for signs. As a hospitality manager, you may come across municipal sign ordinances, like the one seen in Figure 5.9. Take careful note of the details that the company must provide in order for a sign permission to be granted. Inspectors visit companies at random to make sure that construction and safety rules are being followed. In addition to possible fines, violations may give rise to legal action if visitors or staff suffer self-harm as a consequence of the infraction.

### CONCLUSION

In today's knowledge-based economy, intellectual property rights (IPR) are crucial for protecting innovation, creativity, and competitive advantage. This is why their study and determination are so important. IPRs (intellectual property rights) are a group of legal safeguards that provide inventors and creators the exclusive right to their discoveries, innovations, and private knowledge. These safeguards include trade secrets, copyrights, patents, and trademarks. These rights promote innovation, encourage investment in R&D, and propel wealth and economic progress. Patents provide inventors the only right to produce, use, and market their innovations for a certain time, protecting both technical innovations and inventions. Trademarks provide companies a competitive advantage and increase customer awareness by protecting brand identities and differentiating products and services in the marketplace.

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## CHAPTER 13

### ANALYSIS AND INVESTIGATION OF IMMIGRATION IN GLOBALIZATION

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#### **ABSTRACT:**

This study examines the many ramifications, motivators, and difficulties associated with immigration in the framework of globalization. This research does a thorough analysis to look at the economic, social, political, and cultural elements of immigration as well as how it affects sending nations, host countries, and the migrants themselves. The study examines the intricate relationship between immigration and globalization, taking into account a range of variables including labor market dynamics, demographic changes, migration laws, and human rights problems. It does this by drawing on academic literature, policy papers, and empirical investigations. It also looks at cutting edge methods and new developments in the field of immigration management in a worldwide society. The objective of this study is to enhance comprehension of the intricacies of immigration within the framework of globalization by offering a sophisticated examination and analysis.

#### **KEYWORDS:**

Analysis, Globalization, Immigration, Investigation, Multifaceted Implications.

#### **INTRODUCTION**

In addition to intensifying security concerns, the expanding internationalization of the job market and economy has raised everyone's awareness of immigration difficulties. These problems are particularly pressing for companies in the hospitality sector who need to attract and retain "the best and the brightest" while also satisfying the demands of a labor-intensive business. They have to achieve these objectives while adhering to intricate immigration laws, rules, regulations, and procedures. Generally, hiring foreign workers in a certain nation needs some kind of sponsorship from an employer there. A notable exception are those European Union countries that permit the hiring of citizens from other EU countries [1], [2]. Generally speaking, noncitizens working in highly skilled occupations, corporate transferees, people in management or executive roles, and certain investors or entrepreneurs may get work permits or time-limited work permission. Permanent residency status is another option that is offered in many nations. This permits a noncitizen to work and stay in a particular country indefinitely, usually after a period of time during which they have been a legitimate resident. For noncitizens who work in low-skill or unskilled occupations, the possibility of temporary work authorization or permanent residency status is significantly less prevalent [3], [4].

The immigration system in the United States divides people into two main groups: citizens, who are defined as anybody who was born in the country, is the child of a citizen, or has naturalized as a citizen; and aliens, or basically everyone else. Two main categories comprise the alien group: immigrants, who are foreign nationals who plan to reside in the United States permanently or perpetually. To hire such nonimmigrants, an employer must prove a temporary or seasonal necessity and show, via a labor market test, that U.S. workers are unavailable. During the peak season, seasonal resort establishments in the hospitality sector make extensive

use of this designation [5], [6]. Unlike many other nations, individuals are not granted permanent residency based on the length of their time in the United States; rather, they must meet specific requirements under pre-existing employment- or family-based categories. In the majority of employment-based permanent residence applications, an employer must prove through a labor market test called as labor certification—that there isn't a qualified, willing, and competent worker who is a citizen of the United States or a legal permanent resident. Sometimes, sponsorship of more experienced or skilled individuals is possible without a labor certification [7], [8].

There are two main reasons why hospitality enterprises look for insurance, or risk protection. First, it makes sound financial sense to do so. Second, certain insurance policies like workers' compensation must be carried by law, and lenders must get insurance to safeguard their assets. Think about the restaurateur, for instance, who has a company that pays her \$100,000 year. She makes all of her money from the restaurant. She would be without this revenue stream in the event that the restaurant burned down. She would want to get a fire insurance policy that, if the cost of the insurance was affordable, would pay to entirely rebuild the restaurant in the case of a fire in order to save her company and her income. This restaurateur and her family are in serious financial danger if they choose not to get the insurance.

By purchasing insurance, the restaurant would have peace of mind in addition to financial protection in the case of an unintentional fire. Policies for life insurance often include provisions for paying a certain sum of money in the event of the policyholder's death or for paying the policyholder an annuity when the policyholder reaches a predetermined age. Generally speaking, health insurance is designed to cover medical expenses, hospital stays, and disability pension payouts. It is typical for managers in the hotel sector to obtain some combination of health and life insurance as part of their benefits package [9], [10].

Property-liability insurance offers monetary security (indemnity) against events including fires, floods, legal actions, and car accidents. It is crucial for managers to understand the kinds of insurance that are appropriate for their operations and to assess the worth of the policies themselves as well as the caliber of the insurance providers. The insurance requirements of restaurants and hotels would fluctuate significantly since the hospitality sector comprises a range of businesses in various locations.

The insurance policies of a hospitality facility will take into account the particulars of the kind of business it operates and the area it serves. A restaurant on the US Gulf Coast, for instance, could think that having storm insurance makes sense, while a similar establishment in South Dakota would not. Similar to this, a shopping mall yogurt shop might find it difficult to justify buying insurance against animal attacks, while a resort that hosts overnight camping trips for families could want to.

Insurance firms provide a vast array of products tailored to their clients' requirements. This makes it necessary for hotel managers to exercise extreme caution when choosing the right insurance to suit their particular needs. Operational profitability are negatively impacted by excessive or unnecessary coverage since the premium payments are exorbitant. The financial viability of the hospitality business and its employees, however, might be in jeopardy if there is no insurance or insufficient insurance of the appropriate kind. Many states have regulations dictating the kinds of insurance that companies must carry, along with minimum amounts required, in order to operate in the state. Furthermore, the lease agreement pertaining to the leasing of premises by hospitality organizations may include the minimum insurance amounts that must be carried. The purpose of purchasing property-casualty insurance is to guard against property loss. These losses consist of storm, flood, and fire-related disasters. Property-casualty

insurance protects both the actual property and its contents, however various insurance firms may categorize hazards to the property differently. The unique conditions of each hospitality enterprise must be taken into consideration when deciding which risks to insure against.

Let us examine Ralph Escobar's case. On a ship that is permanently berthed on one of the Great Lakes, Ralph runs a seafood restaurant. Unlike many other restaurateurs, Ralph has to protect his company against a range of water-related calamities that may bankrupt him. These include being struck by a boat by accident, damage from high or low water, and yearly storms that can harm his floating eatery. Ralph has to choose casualty insurance that will pay for these mishaps, recompense him for his losses in terms of possible lost revenue, and cover the cost of repairs. You choose general liability insurance to guard against harm to third parties that may arise from running your own lodging establishment. For instance, Diane Sulayman runs a fine-dining French restaurant where she offers a range of dishes, including desserts that are flamed. One evening, a waiter unintentionally spills hot alcohol into a flambé pan, splattering it upon a diner's suit. The diner is obviously agitated and has some minor burns, but no major injuries. Diane's general liability insurance would assist pay for the costs and any damages that may be awarded in the event that the diner decided to sue her. Insurance companies are required by law to defend its insured clients in any action seeking damages for property damage or physical harm, even in cases where the charges made in the complaint are erroneous, fraudulent, or without basis.

## DISCUSSION

Employee health insurance is one of the biggest expenses a hospitality management has, and it is also one that is steadily increasing. Medical insurance, including health, dental, and vision care, is not mandatory; yet, the extent to which it is provided may greatly impact a manager's capacity to attract and keep a skilled team. Similar to other insurance kinds, medical insurance offers an enormous range of coverage options. Furthermore, this is one insurance category where the company and employee often divide the expense in some way. Companies have the option of either paying all of their workers' medical insurance premiums or just allowing them to opt out of such coverage. Workers may continue to have this insurance even in the event that they lose their employment, since they often rely on it for their families.

Employers are required by the federal government's 1986 Consolidated Omnibus Budget Reconciliation Act (COBRA) to continue offering health, dental, and optical coverage benefits to resigned or terminated employees as well as to the family members of those who have lost their health insurance due to death, divorce, or dropping out of school. After losing their insurance, COBRA members may continue to get benefits for a maximum of 18 months, but they are still required to pay the full cost of their premiums. In the case of an employee's injury or death, workers' compensation plans give benefits to the worker or their family. Medical costs and a sizeable percentage of lost pay resulting from the employee's incapacity to work owing to the accident are often covered. In more severe situations, workers who have suffered partial or total disability may be eligible for lump-sum benefits. Payments may also be given to the worker's family in the event that they pass away while doing their professional duties. The harm had to have occurred during the "course and scope" of the job. According to the courts' expansive definition of course and scope, this may sometimes encompass traveling to and from work, stopping for meals, and being on or off the job site.

It is usually forbidden for injured workers to sue their employer for amounts more than those granted under workers' compensation. Employers may be required to pay more damages than workers' compensation typically demands only in extreme cases of carelessness or deliberate actions. It is crucial to be aware that some states will assign certain physicians to evaluate



workers who seem to have sustained injuries. The state is making an attempt to control premium expenses and lower the number of fraud instances. It's also critical to keep in mind that companies cannot use an employee's irresponsibility as an excuse for an injury sustained on the job. Generally speaking, an employer may only lawfully defend against a workers' compensation claim if it can be shown that the employee was impaired by drugs or alcohol at the time of the accident or if the injury was fake.

The state workers' compensation board conducts hearings in situations when a worker has been injured by another employee or third party, or where the employer contests the validity of a worker's claim for benefits.

The worker's entitlement to compensation, if any, and the validity of the claim will be decided by a court. If they so want, both parties are free to appeal the judge's ruling. Since every state requires workers' compensation in one way or another, management that fails to provide it faces penalties and/or jail time. Laws also mandate that employers truthfully report workplace injuries to the state agency in charge of the workers' compensation program.

This information is important since the cost of offering workers' compensation insurance fluctuates depending on the employer's safety record and the possibility of employee injuries. For example, an employer in the same situation where internal policies help prevent such accidents will pay a lower premium than a restaurant manager who does not encourage the immediate clean-up of spills in the kitchen and experiences higher-than-average employee injuries due to slips and falls. Experience ratings, which rank companies according to the quantity of injury claims they settle, are a common tool used by state workers' compensation boards to calculate the insurance rates that will be charged. An employer may provide workers' compensation insurance directly to employees, via a governmental agency, or through a private insurance firm, depending on the state in which they operate. If the state permits a self-insurance option, the security deposit needed may be high since, in the event of a catastrophic accident, the self-insurance option may leave an employer completely liable for paying substantial judgments.

Instead of selling to consumers directly, the majority of insurance businesses offer their goods via brokers. While some businesses utilize independent agents, others use agents who solely represent them. These independent agents may be a great help in choosing the best coverage at the greatest cost since they may represent a number of insurance providers. However, the insurance company sets the premium rate, and often the agent is unable to alter it. Insurance is not supplied by an insurance agent. The insurance company that underwrites the actual insurance policy is all that the agent represents. It is imperative that you get an insurance coverage from a reputable insurance company and not merely from a highly successful salesman.

An insurance company has to be able to afford to pay for any and all claims you are found liable for throughout the coverage term in order to be considered risk-averse. The last thing you want is to purchase an insurance policy, sit back, and assume you are covered, only to discover after a claim has been made that your insurance provider has the financial resources to settle the dispute. It is crucial to keep in mind that you will be liable for payment if your insurance company refuses to settle a claim or is unable to do so. Exclusions and exceptions are common in insurance plans. Almost always, the insurance company will maintain the authority to reject certain kinds of liability claims. The insurance company would refuse to pay for the expense of rebuilding the restaurant, for example, if a restaurateur had obtained fire insurance but went on to purposefully set fire to his or her own establishment. Typical exclusions include situations in which the insured commits fraud or deliberate conduct.

Insurance plans often have exceptions, so it's wise to be fully informed of all that apply. An exception is when the insurance company says that if certain requirements aren't fulfilled, it won't pay for a claim that would otherwise be valid.

For instance, in order to defend a restaurant against accusations of food poisoning from patrons, the insurance company can mandate that the eatery have a current food service license. Similarly, an operator may be required by a fire insurance policy to install and buy certain kinds of fire suppressants. Most of the time, you will be required by your insurer to contact them right away if you file a claim or if you think anything happened that might result in legal action. You also need to get in touch with your insurance company if you get news from an attorney that you are the target of a lawsuit. Certain insurance plans are known as "claims made" plans. Under this clause, coverage is contingent upon the insurance company receiving a legitimate claim within the policy period. Though they may not be discovered by the insurance company until after the coverage period has passed, the majority of insurance plans do, in fact, pay claims that arise within that time. This kind of policy is obviously better than the "claims made" approach.

Despite the difficulties and costs involved, insurance is a need if you want to run your company in a secure and comfortable manner. If you choose your insurance carefully, you may prevent unpleasant surprises. This entails talking to and listening to your peers as well as asking the questions that will facilitate your ability to choose the appropriate coverage at the appropriate cost from the appropriate insurance provider. The majority of plans have a one-year expiration date. International insurance pricing has remained lower than that of the U.S. insurance market. New policies are typically issued once a year, provided that both parties are satisfied with the coverage, the carrier responds to claims promptly, and there is an agreement regarding the premium (or cost) paid for the amount of insurance. This has often resulted in international hotel brands emphasizing claims and risk management more in the US. The majority of hotels, particularly those big chain hotels, are reasonably proficient in the fundamentals of risk management, which enables them to optimize safety and risk mitigation, limit costs associated with claims, and reduce the likelihood of litigation.

Due to financial constraints or internal operational barriers, these innovations are far too often not consistently pushed out to the international sites. The worldwide insurance market and regulatory environment altered in ways that are crucial to a hotel's operations while the hotel industry concentrated on the competitive US insurance market. Through market selection and pricing, the global insurance sector has begun to spearhead the creation of more complex risk management programs during the last five years. Multinational hotel businesses will be forced to assume more risk and manage that risk in more countries due to the increasingly tight and restricted international insurance capacity for both property and casualty lines. There have always been very few insurance companies prepared to consider a hospitality risk as hotels have historically been loss leaders in the insurance industry. Furthermore, a number of insurance firms who participated in international programs have left the market during the last five years, including Kemper, Royal US, and others. A growing number of foreign airlines have stopped taking on any hospitality risks. As a result, there are fewer markets available to hotels, which drives up price and selectivity. Prior to choose a candidate for a vacant role, management has to be well aware of the key responsibilities that the candidate will need to carry out. The job description includes information about them. According to legal requirements, the job description should only include those tasks that are really needed to accomplish the duties and fulfill the obligations of the position.

Long job descriptions are not necessary. The majority of the time, one or two typewritten pages will be enough to cover the content that comprises a job description. Both mental and physical

needs might be part of a job's requirements. It is crucial to keep in mind that the list of requirements for the job must not break any laws or include any information that would unjustly exclude a certain group of workers from applying for the position and winning it. For instance, if a hotel groundskeeper posted that a candidate must be six feet tall to be considered for a grass-cutter position, such requirement would be deemed inappropriate since minority groups would find it difficult to satisfy. This employment requirement may be seen by the courts as one that unjustly restricts the opportunity for a minority applicant to be hired. It is highly unlikely that this occupational qualification could withstand court scrutiny, even if the groundskeeper could demonstrate that the tools typically used by groundskeeping staff were situated on shelves that were most easily reached by those who were 6 feet tall or taller. That is, unless the groundskeeper could demonstrate that being 6 feet tall was a legitimate occupational qualification.

Date-of-birth inquiries are inappropriate since most employment choices are deemed to be based only on age. Because workers 40 years of age and older are protected by the Age Discrimination in Employment Act, age is a sensitive preemployment subject. If a candidate is less than 18 years old, you may require them to provide their age since they are only allowed to work a certain amount of hours each week. Employing bartenders and other alcohol servers who need to be older than the legal drinking age in their state is also crucial. Questions on a candidate's race, religion, or national origin should also be avoided, as should practices requiring the submission of a candidate's picture before or after an interview. It has been determined that asking candidates about physical characteristics including height and weight restrictions violates the law since it disproportionately disqualifies female, Asian-American, and Spanish-surnamed applicants. It is inappropriate to inquire about an applicant's educational history if the position does not need a certain degree of education. If an applicant's education and credentials are legitimate occupational requirements, questions concerning them may be asked. Asking a prospective hotel controller whether they have an accounting degree and what university awarded it is definitely acceptable. It would not be acceptable to ask the same questions of a prospective table busser. It is OK to inquire about a candidate's drug and/or smoking habits. Inquiring about a candidate's willingness to submit to a voluntary drug test as a requirement for employment is likewise permissible. Inquiries about a candidate's house ownership might be used as a tool for discrimination against non-homeowners. It is inappropriate to inquire about the nature of a former military applicant's discharge as a significant number of discharges other than honorable are granted to minorities. It is acceptable to inquire about a candidate's past and current jobs as well as their work references. Most of the time, the only thing that should be covered in questions during an interview and on the application is the candidate's work abilities. Most states permit preemployment drug testing, which is a useful tactic for lowering insurance costs and averting any worker liability problems. A drug-free workplace often draws higher caliber job applicants, which has the effect of producing a staff of superior caliber. However, several governments have tight regulations regarding the permissible times and methods for testing individuals. The hiring and training of pool lifeguards, who are mandated by local law at her establishment, is one of her duties. Cardiopulmonary resuscitation (CPR) certification is a requirement for every lifeguard. During an interview with a candidate, Ms. Rosecrans notes that the individual's educational background includes successful completion of a CPR course.

If Ms. Rosecrans fails to confirm the veracity of the candidate's assertion and a fatality transpires as a consequence of the lifeguard's lack of CPR training, the club may very well be held accountable for the swimmer's demise. There is some danger and responsibility associated with using background checks as a screening technique. Only data that directly relates to the job a candidate is applying for should be found by employers. Additionally, the employer must

provide a candidate a copy of the background check report if the applicant is rejected for employment due to information discovered in the report. Candidates sometimes assist in confirming or elucidating the details of their own background investigations. Reporting agencies sometimes make errors, so your company might be in danger if you base a hiring choice on material that is blatantly untrue.

### CONCLUSION

Globalization-related analysis and research on immigration show that it has significant and varied effects on people, communities, and countries all over the world. Globalization processes have grown more intricately linked with immigration due to several variables such as economic opportunity, social networks, political instability, and environmental conditions. These factors have shaped global patterns of labor mobility, cultural interchange, and demographic variety. Economically, immigration may support innovation, development, and labor market dynamism by fostering entrepreneurship, bridging skill gaps, and promoting cultural variety. But it also presents problems, such job displacement, wage compression, and pressure on public services, which need for cautious policy solutions to guarantee fair results for all parties involved. Social tensions, prejudice, and xenophobia may arise from immigration, especially in situations where there is economic instability and cultural variety. However, immigration can also benefit nations by promoting cultural interchange, tolerance, and social cohesiveness.

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