

Comparative analysis of TQM practices in manufacturing industries and services industry

Ranjit kumar¹, Dr. Mrityunjay Kumar²

¹Research Scholar, ²Assistant Professor

¹University Department of Commerce and Business Management, Ranchi University, Ranchi, ²St. Xavier's College, Ranchi

Abstract: The comparative study of Total Quality Management (TQM) techniques in the industrial and service sectors is the main goal of this project. TQM is an all-encompassing strategy designed to enhance the quality of all products and services by managing organizational processes in a methodical manner. Although TQM concepts are relevant to many industries, their application and effects might differ greatly. Through an analysis of case studies, questionnaires, and previous research, this study investigates these discrepancies. The implementation and adaptation of TQM concepts, the function of leadership, employee engagement, ongoing improvement, and customer focus in both industries are important research topics. The study also looks at the unique advantages and difficulties that each industry has when putting TQM into practice. In manufacturing, process control and product quality are frequently prioritized, but in services, client engagement and service delivery are the main concerns. The results show that while TQM benefits both industries, the manufacturing sector often sees more noticeable gains in operational effectiveness and product quality. On the other hand, customer happiness and service quality are frequently improved more in service sectors. To offer a comprehensive knowledge of how TQM may be maximized across various industrial contexts, the research ends with recommendations for industry-specific TQM strategies that build on each sector's strengths and solve its deficiencies.

Keywords: Total Quality Management (TQM), Manufacturing industries, Service industries, Quality improvement, Process control, Customer satisfaction

Continuous improvement, Employee involvement, TQM implementation challenges, Sector-specific TQM strategies, Quality management practices, Industry comparison

Introduction: TQM is an organizational-wide collection of management techniques designed to guarantee that the company continuously satisfies or exceeds customer expectations. We can draw the conclusion that the key to successful quality management is passing through constant improvement, changing the classic mindset of applying outdated quality check measures everyone else does, modernizing the methods, and providing effective training for the staff. These conclusions are based on Deming and Duran's ideas described in "Total Quality Management text with cases" for how organizations could achieve success. As you can see, using traditional techniques to ensure quality is ineffective. Instead, process innovation, creative problem-solving, and continuous improvement across the whole manufacturing process are the ways of the future. Since we previously discussed the quality chain, everyone involved in the process—from production workers to senior management—must participate and be committed to a successful Total Quality Management (TQM). The success of TQM is significantly influenced by culture. The TQM paradigm revolves around chains and the processes they include. A framework was required for businesses to evaluate themselves, outline the steps that should be followed to attain quality, and determine the effectiveness with which TQM is used. Currently, several well-known quality award frameworks are utilized to conduct self-evaluation and develop an organizational-wide approach to quality that results in TQM implementations that are effective. The updated TQM model addresses every essential facet of a company and offers a straightforward foundation for exceptional quality performance. To guarantee that TQM is implemented successfully, we need make sure that plans are in place and that a framework for performance measures is developed, such as a balanced scorecard, quality management systems that aim for continual improvement, audits, reviews, and benchmarking, and personnel who are fully aware of the objectives.

A key component of economic growth, the manufacturing sector produces commodities via the use of labor, equipment, instruments, and chemical or biological processes. This industry converts raw resources into completed goods that are fit for consumption or sale. It encompasses a broad range of subsectors, each having its own procedures, technology, and standards, such as automotive, electronics, machinery, textiles, chemicals, and food & drink. In other words, the service industry, a major component of the global economy, involves the provision of intangible goods and services rather than physical products. This sector encompasses a wide range of activities, including healthcare, finance, education, hospitality, transportation,

and professional services such as consulting, legal, and IT services. The service industry is characterized by its focus on customer interactions and the delivery of experiences, requiring a unique approach to quality management and operational efficiency.

TQM Implementation in the Manufacturing and service Industry

Total Quality Management (TQM) implementation in the industrial and service sectors requires specialized strategies to handle the special traits and difficulties of each industry. Although the fundamentals of Total Quality Management (TQM) are still the same, different tactics and procedures are used to adapt them to the unique requirements of manufacturing and service contexts.

In manufacturing industry following process involve:

Process Standardization: Establishing uniform guidelines and requirements for every aspect of manufacturing, reducing errors and waste by applying techniques like Six Sigma and Lean Manufacturing.

Quality Control and Assurance: putting strict quality control procedures in place at every production stage, using statistical process control (SPC) to keep an eye on and manage manufacturing procedures.

Continuous Improvement: using frameworks for continuous improvement, such as Kaizen, to promote small improvements, encouraging staff members to spot and fix errors and inefficiencies.

Supplier Quality Management: working closely with suppliers to guarantee the components' and raw materials' quality, conducting routine performance reviews and supplier audits.

Employee Training and Involvement: delivering frequent instruction on the concepts and methods of quality management. Including staff members in improvement teams and quality circles helps promote a culture of quality.

Customer Focus: collecting and evaluating consumer input to enhance the functionality and quality of products. Ensuring sure goods fulfill or surpass the expectations of the client.

Technology Integration: Leveraging advanced manufacturing technologies, such as automation and robotics, to enhance precision and efficiency. Using data analytics and IoT (Internet of Things) to monitor and optimize production processes.

In service industry following process involve:

Customer Focus: putting the needs and expectations of the client first by comprehending and fulfilling their demands. Utilizing Customer Relationship Management (CRM) platforms to monitor and address client feedback.

Service Design and Delivery: creating services that are dependable, customer-friendly, and efficient, putting process management strategies into practice to guarantee service delivery consistency.

Employee Training and Empowerment: teaching staff members how to solve problems and provide excellent customer service. Giving workers the freedom to decide in ways that will improve consumer satisfaction.

Continuous Improvement: promoting a continuous development culture by means of frequent evaluations and feedback loops, using techniques such as Plan Do-Check-Act (PDCA) to detect and resolve problems with service delivery.

Performance Measurement: Measuring service performance and quality via Key Performance Indicators (KPIs) and other measures, identifying opportunities for improvement by regularly conducting performance reviews.

Technology Integration: leveraging technology (e.g., mobile applications, online booking systems) to improve customer interactions and expedite processes, putting data analytics into practice to understand consumer behavior and service quality.

Employee Involvement: fostering a cooperative workplace where staff members are welcomed to offer suggestions on ways to enhance the services they provide. Acknowledging and honoring staff members who have improved quality.

Total Quality Management (TQM) implementation differs between manufacturing and service industries in several key ways:

Manufacturing TQM:

- **Focus on product quality and reliability:** Ensuring products meet customer requirements and are reliable.
- **Process control and standardization:** Standardizing processes to ensure consistency and control.
- **Statistical Process Control (SPC):** Using data and statistics to monitor and control processes.
- **Six Sigma:** A methodology to reduce defects and variations.
- **Supply chain management:** Managing relationships with suppliers to ensure quality and reliability.
- **Defect reduction and waste minimization:** Reducing defects and waste to improve efficiency.

Service Industry TQM:

- **Focus on customer satisfaction and experience:** Ensuring customers have a positive experience.
- **Employee training and empowerment:** Training employees to provide excellent service and giving them the authority to make decisions.
- **Service quality models (SERVQUAL and CFSS):** Frameworks to assess and improve service quality.
- **Managing customer expectations and perceptions:** Understanding and meeting customer expectations.
- **Continuous improvement of service delivery processes:** Regularly improving processes to enhance customer experience.

Key differences:

- **Tangible products vs. intangible experiences:** Manufacturing produces physical products, while services provide experiences.
- **Process control vs. employee skills:** Manufacturing focuses on process control, while services rely on employee skills and interactions.
- **Quantitative measures vs. qualitative measures:** Manufacturing uses data and statistics, while services use customer feedback and surveys.

Literature Review:

- **According to Ishikawa (1985),** Total Quality Management (TQM) is a comprehensive system approach that involves positive coordination and internal collaboration inside an organization to fulfill customer needs, enhance product quality, and increase process efficiency. All system workers should be active, motivated, and knowledgeable about the tactics being used to achieve the organization's shared objectives. To create cross-functional teams among the populace to address issues, he established Quality Circles.
- **Feigenbaum (1991)** asserts that TQM is a successful strategy for encouraging, maintaining, and boosting staff members' efforts inside a company to please clients. He underscored how important it is to stop focusing on the technological elements and seeing quality as best serving the client, enlisting everyone in the process.
- Total quality management is "a philosophy that involves everyone in an organization in a constant effort to better quality and achieve customer satisfaction," according to **Heena Sunil Oza (2015)**. TQM is predicated on two key concepts. The first is a never-ending pursuit of excellence, while the second is consistently satisfying customers.
- TQM is a strategy used to include workers and management in the continuous improvement of product and service production, according to **Saadia A.S. (2018)**. The goal of total quality management is to provide customers with goods and services that beyond their expectations by combining employee participation, employee behavior, and company culture. As part of the TQM methodology, a company's corporate culture should be altered to become more customer-centric. A crucial element of Total Quality Management (TQM) is the management's dedication to realizing the organization's aim of continual improvement, which necessitates a successful organizational culture shift.

Objective of Study:

- Analyze how these practices are implemented and adapted to the unique characteristics of each sector.
- Evaluate the effectiveness of TQM practices in improving quality, efficiency, and customer satisfaction in both sectors.
- Identify key performance indicators (KPIs) and metrics used to measure TQM success.
- Identify and analyze the key differences in TQM implementation between manufacturing and service industries.
- Understand how the nature of products (tangible vs. intangible) influences TQM strategies and outcomes.
- Provide actionable recommendations for both manufacturing and service industries to optimize their TQM practices.
- Suggest ways to tailor TQM strategies to address industry-specific needs and challenges effectively.

Conclusion:

- Because their goods are tangible, manufacturing sectors place a strong emphasis on supplier quality control, defect reduction, and process standardization.
- There is widespread use of methodologies such as Six Sigma, Lean Manufacturing, and Statistical Process Control (SPC). Enhancing client experiences, controlling variability, and guaranteeing consistent service delivery are the main concerns of the service sectors.
- Prioritized strategies include customer feedback systems, staff empowerment, and ongoing service improvement.
- TQM techniques in production result in better product quality, less waste, more productivity, and happier customers. Utilizing cutting-edge technology and techniques for process optimization is essential. TQM techniques improve customer happiness, service quality, and operational efficiency in the service industry.
- Success requires a strong focus on interpersonal communication, customer service education, and instant feedback systems.

Suggestion:

- Conduct in-depth case studies focusing on specific manufacturing and service sub-sectors to uncover nuanced differences in TQM implementation and outcomes.
- Undertake longitudinal studies to track the long-term impact of TQM practices on organizational performance metrics such as quality, efficiency, profitability, and customer satisfaction.
- Encourage cross-industry collaboration and knowledge sharing forums to exchange best practices and lessons learned in TQM implementation.
- Explore the integration of emerging technologies such as Artificial Intelligence (AI), Internet of Things (IoT), and Big Data analytics into TQM frameworks to enhance decision-making and operational efficiencies.
- Develop standardized benchmarking metrics and comparative frameworks tailored to both manufacturing and service industries to facilitate more accurate performance evaluation and goal setting.
- Investigate innovative approaches to enhance employee training, engagement, and empowerment within the context of TQM to foster a culture of quality and continuous improvement.
- Further explore customer-centric TQM strategies in service industries, including personalized service delivery models, customer journey mapping, and real-time feedback mechanisms.
- Study how TQM practices can adapt to global trends such as sustainability, digital transformation, and agile methodologies to remain relevant and competitive in rapidly evolving markets.

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