Service Quality aspects of Solar Project Management

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Abstract: With the ever increasing component of services in a Solar Project, there is a need to do Service Quality studies. With the growing complexities of Engineering – Procurement –Construction (E-P-C) route of Solar Projects, the value of services has climbed up to the present level between 30 to 40 of the project cost, progressively, from a level of 10 to 20%, say 20 to 30 years ago.

This situation in turn highlights theplace of a Solar Project in Tangibility Spectrum, [1] which is shifting more towards services and away from Products. Apart from the various Service Quality concepts and Models, SERVQUAL Model [2] by A. Parasuraman et al. and The Gummesson 4Q Model [3] of Offering Quality could be taken up for further surveys and studies, with a view to manage efficiently and effectively, a Solar Project offering.

Service Quality is a function of a range of resources and activities. The aim is to establish any variance in how the different stake holders perceived and rated the various dimensions of service quality during thevarious stages of a Project Life Cycle. By developing organization's own unique service culture and delivering a better quality of service, it should be possible to encourage client loyalty and repeat business.

Index Terms: Project Management, Service quality, Solar Energy, Tangibility spectrum

I. INTRODUCTION

1.1 Sharp focus on Solar Energy:

Over the next two or three decades, there is a sharp focus of various governments across the globe, towards renewable energy, especially solar energy. The International Solar Alliance (ISA) [4]is an alliance of more than 121 countries, which is a treaties based inter-governmental organization, most of them being *sunshine countries*,[5] which lie between the <u>Tropic of Cancer</u> and the <u>Tropic of Capricorn</u>. The primary objective of the alliance is to work for efficient exploitation of <u>solar energy</u> and to reduce dependence on <u>fossil fuels</u>. In turn, it has an effect of mitigating the harmful effects of global warming, by reducing the carbon foot print. Solar energy has got a vantage position in the carbon-neutral electricity mix.

1.2 Solar Projects

India has pledged a target of installing 100GW Solar Projects by 2022 and reduction in emission intensity by 33–35% by 2030 to let solar energy reach to the most

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unconnected villages and communities and also towards creating a clean planet. Further, ISA is planning for an investment level of USD one trillion in the next two decades. [6] The carbon di oxide emission, on a conventional Thermal Project of 1000MW capacity is roughly 900g for every kWh energy generated. [7] In case of Solar power generation, it is around 54–60 grams per KWH.

1.3 Role of service in Solar Projects and its place in Tangibility Spectrum:

If we look at the Tangibility Spectrum for projects, it may involve around 70% of products and 30% of services. Project Management (PM) of Solar Projects faces the challenge of managing them efficiently and effectively, so that the project shall remain economically attractive and competitive in the market. Service Quality can be a dimension which could add a strategic advantage to PM. Please refer to Fig.1TheGummesson's 4Q Model of Offering Quality reproduced here.

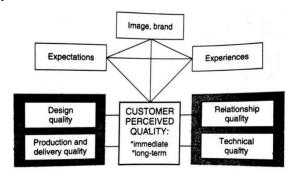


Fig.1. TheGummesson's 4Q Model of Offering Quality"

The five dimensions of Service Quality, namely Responsiveness, Assurance, Tangibles, Empathy and Reliability, popularly referred to as RATER Model[8] or SERVQUAL Model by A.Parasuraman et al. could be applied in achieving strategic advantage in PM, in an innovative manner. The Service Components of a modern Solar Photo Voltaic (PV) Project could be carefully identified and subjected to Service Quality studies to achieve excellence in efficiently and effectively managing the same.

II. DIMENSIONS OF PRODUCT QUALITY VERSUS DIMENSIONS OF SERVICEQUALITY:

While Garvin's eight dimensions of Product Quality namely, Performance, Features, Reliability, Conformance, Durability, Serviceability, Aesthetics and Perceived Quality would play a significant part of Product Component, the five

dimensions of Service Quality would play a significant role on the Service components of a Solar Project.



III. TECHNICAL QUALITY VERSUSFUNCTIONAL QUALITY:

Christian Gronroos[9] views on understanding the Total Perceived Quality by strengthening Technical Quality (What component) and Functional Quality (Why component) could also be important. Please see the Fig.2 Total Perceived Quality Model by Gronroos.C."

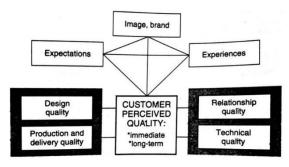


Fig. 2 Total Perceived Quality by Christian Gronroos

IV. THE QUALITY TRILOGY

Dr. Joseph M. Juran's Quality Trilogy propounded in 1986, which involves Quality Planning, Quality Control and Quality Improvement has found more practitioners in the construction industry too. Here we could study the different aspects of Grid Connected as well as Off-grid PV Solar Projects.

V. IDENTIFYING THE SERVICE COMPONENTS OF A SOLAR PROJECT, WHILE ADOPTING THE E-P-CROUTE

The various Service Components of a Solar Project are Technical Design Specifications, choice of Solar cell material technology, Construction & Fabrication, Procurement, Supply Chain Management, Relationship Management, Repair and Maintenance, Regular Testing, Monitoring and Inspection Services, Planned Maintenance, Predictive Maintenance, Preventive Maintenance, Break Down Maintenance and Autonomous Maintenance Services, Electrical Grid connectivity Operation and Maintenance Services, Battery Storage and Inverter Facilities, Solar Panel Tracking and Data Analysis etc.

VI. SIGNIFICANCE OF SERVICE QUALITY IN PROJECTS

In today's competitive climate, service quality is an effective tool to enhance the firm's position in the market place (Baron and Harris, 1995). It should be seen as the prime cause of client satisfaction and the appropriate way to create or sustain a competitive advantage, and building a strong and lasting relationship with clients(Preece and Moodley 1996, Preece and Tarawneh 1996)[11]. Service Quality may be the vehicle for contractors to differentiate themselves from their competitors.

VII. THE SIGNIFICANCE OF SERVICE PERFORMANCE

SERVPERF[12] scale is a twenty-two item survey instrument used to assess non-electronic service quality based on perceptions of actual service quality, after the service experience. The instrument includes five dimensions:

reliability, assurance, tangibles, empathy, and responsiveness, which is the mainstay of SERVQUAL Model. Adapting the SERVQUAL scale to the measurement context improves its predictive validity; conversely, the predictive validity of SERVPERF is not improved by context adjustments. In addition, measures of services quality [13] gain predictive validity when used in less individualistic cultures, non-English speaking countries, and industries with an intermediate level of customization. The studies on service quality aspects of Supply Chain/purchasing [14] can throw light in our studies regarding the service quality aspects of a Solar Project execution, adopting the Engineering – Procurement – Construction route.

VIII. CONCLUSION

Solutions to bridge the gap between ecology and economy exist everywhere. United Nations, under the Sustainable Developmental Goals (SDGs) and also under SDG- 7: "Ensure access to affordable, reliable, sustainable and modern energy for all" supports Solar Power Projects around the globe.

Entry of disruptive technologies cannot be ruled out in the energy sector. It calls for VUCA Approach [10] (Volatility, Uncertainty, Complexity and Ambiguity) and various other sophisticated management tools, Models and inputs, to manage the scenario, with professional excellence. With increasing de-carbonization, lesser dependence on fossil fuels, more emphasis on renewable and a firm focus on solar, integrating professional management with superior Engineering &Technology, will become increasingly imperative.

Solar Project Management is a young and growing field, offering immense scope for Management Research in the very near future.

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