

## THE CONTRIBUTON OF HOTELS TO TOURISM DEVELOPMENT.

## A CASE STUDY OF MBALE RESORT HOTEL, MBALE CITY.

BY

#### **WAWELO FRANCES**

BU/UG/2021/3397

# A RESEARCH REPORT SUBMITTED TO THE FACULTY OF MANAGEMENT SCIENCES, DEPARTMENT OF TOURISM AND HOSPITALITY MANAGEMENT IN PARTIAL FULFILLMENT FOR THE REQUIREMENT OF AWARD OF A BACHELORS DEGREE IN TOURISM AND TRAVEL

**AUGUST, 2024** 

MANAGEMENT OF BUSITEMA

UNIVERSITY.

## **DECLARATION**

## DECLARATION

I WAWELO FRANCES, with registration number BU/UG/2020/3397 do hereby declare that this research report is my own original work and it has not been submitted to any other University/Institution by anybody else for any other degree award.

Student's Signature:	klastk
Date: 06/09	2024.

## **APPROVAL**

#### APPROVAL

This research report has been submitted for examination with the approval of my supervisor and is for the award of a bachelor's degree in tourism and travel management of Busitema University.

Supervisor: Mr. ORINGO JONAH

Date: 6 // Sept/2024

## **DEDICATION**

This research report is heartily dedicated to all my supporters JATIM ODONGTHO MOSES AND AWEKONIMUNGU HELLEN who have been the rocks of stability throughout my life and my academic struggle, who always encourage me to fly toward my dreams. You mean a world to me Mummy and Daddy

#### **ACKNOWLEDGEMENT**

I would like to acknowledge with gratitude, the support and love of my family. My parents in the names of JATIM ODONGTHO MOSES and AWEKONIMUNGU HELLEN for they kept me going and this proposal would not have been possible without them.

I would like to express my sincere gratitude to BUSITEMA UNIVERSITY for letting me fulfill my dream of being a student here and my most sincere gratitude to my supervisor Mr. JOWALIE WAMPANDE and Mr. ORINGO JONAH for their constructive criticism and guidance throughout the study.

May God bless you ALL.

# LIST OF TABLES

Table 4.6 showing work experience of the respondents	26
Table 4.9 showing descriptive statistics of socio cultural dimensions on development	tourism
Table 4.10 showing correlation results	27
Table 4.11 showing regression analysis of economic dimensions on	tourism
development	31
Table 4.14 showing model summary	31
Table 4.15 showing ANOVA	31

# LIST OF FIGURES

Figure 1.1 a conceptual framework showing Hotel contribution on tourism development...15

# LIST OF ABBREVATIONS

DVdependent variable
IVindependent variable
CVIcontent validity index
NDPnational development plan
UWAUganda wildlife authority
UNWTOunited nations world tourism Organization
UNCTADunited nations council for tourism adventure
WTTCworld tourism and travel council
GDPgross domestic product
UTBUganda tourism board
UNDP
ANOVAanalysis of variance
SPSSstatistical package for social sciences

#### **ABSTRACT**

The study was carried out with the aim of finding out Hotel contribution on tourism development a case study of Mbale resort hotel in Mbale city. The objectives for the study were; to find out the role of economic dimensions on tourism development, to find out the role of socio cultural dimensions on tourism development and to find out the role of technological dimensions on tourism development. The researcher applied both qualitative and quantitative techniques in designing the research. A total of 40 respondents participated in the study and were selected using convenience sampling and random sampling method. The data was collected using questionnaires and interviews and presented using tables, graphs and pie charts for easy analysis.

The study cited tourism development as source of employment, source of government revenue, and they are the major source of foreign exchange earners in most part of the world. The industry is one of the most important sectors of a nation's economy as they provide and create jobs, especially during times of holidays (summer break); they are a source of innovation and entrepreneurial spirit; they harness individual creative effort; and they create competition and are the seed bed for businesses of the future

The study also highlighted negative and positive effect of Hotel contribution on tourism development. It relied on content analysis from the existing studies, and the outcome revealed that tourism infrastructures is inimical and constitutes to tourism development.

It was however recommended that since tourism development plays a great role towards community livelihoods the government should lay strategies in order to improve on the sustainability and growth of the tourism activities and livelihoods of the local communities

It was also recommended that the government develops different strategies such as formation of tourism association, formation of ministry of tourism and wildlife antiquity, exempting some tourism establishment from paying taxes and looking for investors to invest in the sectors and others and promote the industry.

## TABLE OF CONTENTS

DECLARATION	II
APPROVAL	IV
CHAPTER TWO	10
LITERATURE REVIEW	9
2. Introduction.	9
2.5. Summary of the literature reviewed	14
CHAPTER THREE	15
RESEARCH METHODOLOGY	15
3.0 Introduction:	15
3.1 Research Design	15
3.2 Study Population	15
3.4 Sampling method	16
3.5 Type of data	16
3.5.1 Primary data.	16
3.5.2 Secondary data.	16
3.6 Data Collection methods	17
3.7 Data Analysis plan	17
3.9 Data Analysis Techniques and Methods	17
3.10 Reliability and Validity.	17
CHAPTER FOUR:	20
DATA ANALYSIS AND PRESENTATION OF FINDINGS	20
4.0 Introduction	20
4.1 Response Rate	20
4.2 Demographic Information	20
4.2.1 Gender of Respondents	20
4.2.4 Education background	22
4.2.5 Departments of the Respondents	23
4.3.1 Descriptive findings of Economic dimensions on tourism development	23
4.3.2 Descriptive findings of technological dimensions on tourism development	25

4. 5 .1 Economic dimensions on tourism development.	28
4. 5.2 Technological dimensions on tourism development.	28
4.5.3Socio cultural dimensions on tourism development	28
4.5.2 Regression analysis.	28
5.0 Introduction	32
5.1. Interpretation of the findings	32
5.2 Summary of the Findings	32
5.3 Recommendations	35
5.3.1 Policy recommendations	35
5.4.2 Recommendations for further studies	36

#### **CHAPTER ONE**

#### BACKGROUND OF THE STUDY

#### 1.0 Introductions

This chapter explains the background of the study, problem statement, purpose of study, objective of the study, research questions, significance of the study, scope of study and conceptual frame work.

## 1.1 Background of the study

The study looked at the impacts of hotel contribution on tourism development industry in Uganda. The study is important because the development of tourism industry in terms of tourist's arrivals, employment creation, revenue generated is influenced by the contribution of the hotel industry (Dagunduro et al., 2022; Oboh & Dabor, 2020). This hotel contributions aspects according to (Zayol et al.2020), affects tourism development, especially in low developing countries.

According to a Chinese scholar YU XIAS, 2021. Hotel is an establishment used for lodging with commercial purposes and professional services for the guests including food and beverage and other facilities. The hotel industry is a section of the service industry that deals with guest accommodation or lodgings. It includes hotels and many other forms of overnight accommodation including hotels, motels, inns, and guest houses (M Preziosi, A Acampora 2022).

Tourism development refers to the process of establishing and maintaining a tourism industry in a particular destination [UNWTO 2021]. The contribution of Hotel industry to tourism sector was USD 40bn in 2022 and 6.1% of the GDP and expected to reach USD 68bn by 2027, employed over 200million people representing 3% of the labour force according to report of [ILO 2021] as aspect of tourism development hence the need to investigate the contribution of hotel industry to tourism development.

Globally In Spain, (Adman et al., 2022) Tourism contributed 8.7% of GDP and 5.8% of the total workforce in 2021 employment increased by 12.3% to 2.0 million employees, regarding hotel industry 5.3% of the workforce are employed in the hotel sector ,the revenue of three-to –five-