

Omnichannel Marketing Strategies for Tourism Destinations: Implications for Industry Practices

¹Olaf Tri Wilopo Simanjuntak, ²Eunike M. Gegung, ³Sonnya Marliani ¹²³Fakultas Ilmu Sosial dan Politik, Universitas Nusa Cendana Jl. Adi Sucipto, Penfui, Kelapa Lima, Kupang City, East Nusa Tenggara 85001, Indonesia. ¹olaf.simanjuntak@staf.undana.ac.id, ²eunike.gegung@staf.undana.ac.id, ³ Sonya marliani@staf.undana.ac.id

Abstract-The advancement of technology has affected many sectors including the tourism industry. Adopting omnichannel marketing has become indispensable to enhance customer engagement and provide seamless, personalized experiences. Omnichannel marketing integrates multiple communication channels, such as websites, social media, mobile apps, and inperson interactions, into a unified system, offering a consistent and cohesive brand experience across all touchpoints. This strategy stands in contrast to traditional multichannel marketing, where channels often operate in isolation. Omnichannel marketing has been extensively studied in retail and e-commerce, while its application within the tourism sector is still emerging. This article explores the benefits and challenges of implementing omnichannel strategies in tourism destinations, drawing on case studies, industry reports, and academic literature. The findings indicate that omnichannel marketing can significantly enhance customer loyalty, increase revenue, and improve brand equity for tourism destinations. Examples such as Lake Toba in Indonesia, and Disneyland theme parks highlight the potential of omnichannel strategies to deliver integrated, frictionless experiences that increase customer satisfaction and drive repeat visitation. However, challenges such as data privacy concerns, adaptation of technology and budget constraints, must be addressed to elevate practices within the industry.

Kata Kunci: Omnichannel Marketing; Tourism; Customer Experience; Customer Loyalty; Digital Transformation

I. INTRODUCTION

In an increasingly digital world, the tourism industry has undergone a significant transformation driven by the rapid evolution of digital technologies and changing consumer expectations. travellers now expect seamless, experiences that integrate both digital and physical touchpoints across their journey. This shift has prompted destinations tourism omnichannel marketing. In the omnichannel context, the line between physical and online channels is lessening owing to the provision of multiple channels to make a purchase [6][10][17][21]. This is a strategy designed to deliver a consistent and interconnected experience across multiple platforms, such as websites, mobile applications, social media, email, and in-person interactions [15][12]. Omnichannel marketing in tourism provides a framework for destinations to engage with consumers at various stages of their travel decision-making process, fostering deeper connections and more effective customer experiences that may help firms boost customer loyalty and retention [15][24][25].

Omnichannel marketing is distinct from traditional multichannel marketing in its emphasis on integration and seamless transitions between channels. While multichannel approaches often focus on independent, isolated communication channels [15]. Meanwhile, omnichannel strategies ensure that messages, offers, and experiences are harmonized and tailored to the individual consumer [20]. For tourism destinations, this means crafting a cohesive narrative across online channels (websites, social media, email campaigns) while also connecting these efforts with physical experiences such as on-site events or customer service interactions [12]. Such integration is particularly important in tourism, where the customer journey involves a combination of digital research, online booking, in-destination experiences, and post-visit engagement.

Despite its potential, the adoption omnichannel strategies within the tourism sector is still emerging. Existing literature in the spectrum of omnichannel marketing has predominantly focused on retail and ecommerce leaving a gap in our understanding of how these strategies can be tailored to tourism destinations. With the distinct nature of tourism marketing where destinations must appeal to diverse consumer segments, engage in long-term brand building, and cater to both local and international markets, understanding effectively implement omnichannel marketing is



<u>Business Innovation and Entrepreneurship Journal (BIEJ)</u> is published under licensed of a CC BY-SA <u>Creative Commons</u> Attribution-ShareAlike 4.0 International License.

e-ISSN: 2684-8945

DOI: https://doi.org/ 10.35899/biej.v7i2.953



crucial for destination managers and marketers. studies Following are some that discussed omnichannel marketing strategies. The first one is Situmorang and Widodo, [23] research "Omnichannel Marketing Strategy for Lake Toba Indonesia Tourist Destinations in Attracting Foreign Tourists". The study calls attention to the idea that an omnichannel marketing strategy may enhance tourists' experiences and increase destination sites particularly Lake Toba site competitiveness globally. The study also points out the massive implications of digital transformation in Indonesia's tourism industry. However, this research is subject to several limitations that may not cover the long-term impact of an omni-channel approach for destination sites and also the scope of the study is limited to a particular area therefore, the result may not be generalized. The second one is the study done by [19] "Reassessing customer trust and privacy concerns in omnichannel customer experience". This study focuses on the precise impact of omnichannel experiences towards customer long-term trust and satisfaction. It shows that customer trust has a pivotal role in how omnichannel experience affects customer satisfaction. Also, highlight the importance of addressing privacy issues to strengthen customer satisfaction. However, the scope of this study is limited to omnichannel retailers to increase overall shopping experiences.

Therefore, this article will consider arguments related to the benefits of using omnichannel marketing for destination areas and how these strategies affect industry practices. Is it true that omnichannel marketing carries positive outcomes for tourism destinations as people touted? Drawing on secondary sources including case studies, industry reports, and academic literature, the study will assess how omnichannel marketing has been integrated into destination marketing strategies, the benefits it brings to both businesses and consumers, and the challenges that tourism destinations face in its implementation. The findings will contribute to the growing body of knowledge on marketing practices in tourism and offer actionable insights for stakeholders seeking to improve customer engagement, enhance brand loyalty, and drive sustainable growth in an increasingly competitive global market.

II. LITERATURE REVIEW

The literature on omnichannel marketing strategies highlights the integration of digital and physical channels to enhance customer experiences and engagement. According [20] discusses the evolving landscape of shopping, emphasizing the importance of a seamless omnichannel experience for consumers. Singh and Swait [21] further explore the role of mobile internet in search and purchase behaviors, indicating that mobile platforms significantly influence consumer decisions.

In the context of tourism, Situmorang and Widodo [23] examine how omnichannel strategies can attract foreign tourists to destinations like Lake Toba, showcasing the practical applications of these theories. Simonova [22] provides inspiring examples of successful omnichannel implementations, illustrating the potential benefits for businesses. Additionally, Suh and Lee [25] focus on managerial factors that enhance customer engagement in omnichannel settings, emphasizing the need for strategic alignment across channels.

The thematic analysis employed in this research draws from various secondary sources, including case studies and academic literature, to identify key themes such as customer engagement, personalization, and brand loyalty. This comprehensive review underscores the significance of omnichannel marketing in driving customer satisfaction and revenue generation across different sectors, particularly in tourism and retail.

III. RESEARCH METHODS

This study employs a qualitative methodology to explore the benefits of omnichannel marketing strategies in tourism destinations. The use of this approach is based on the exploratory nature of the research, secondary sources are utilized to gather indepth insights from existing case studies, industry reports, and academic literature. The analysis is based on a selection of secondary data sources, including case studies of tourism destinations implementing omnichannel strategies, industry reports, academic literature, and digital content from tourism websites and social media platforms. A thematic analysis approach is designed to analyze the events, realities, meaning and experiences that have been shaped by multiple discourses within society [9]. In this article, a thematic analysis is used to identify recurring patterns and themes across the secondary data. Key themes examined include the integration of digital physical marketing channels, engagement, personalization, and the strategic impact on brand loyalty and revenue generation. The use of secondary sources allows for the collection of rich,



pre-existing data from a variety of perspectives, providing a comprehensive overview of how omnichannel strategies are being deployed and evaluated in the tourism industry. The secondary data serves as a means to gain an understanding of industry-wide trends without the need for primary data collection.

IV. RESULT AND DISCUSSION

2.1 Omnichannel marketing definition and framework

The word omni stems from a Latin word that means "universal" or "all". This means all channels are integrated [3]. Omnichannel is an instrument for connecting customers and companies for engaging interaction. This means omnichannel is a form of marketing which includes any sales and marketing activities ranging from online sales sites and other channels considered [3]. The complexity of customers and the need for businesses to develop a seamless and integrated experience for their potential customers, as well as the idea of maintaining such a fruitful interaction through a single means of communication and keeping the same experience on each platform may reveal the nuance of omnichannel marketing. As stated in [16], here are some concepts of omnichannel marketing.

Table 1. Omnichannel marketing

Table 1. Omnichannel marketing	
	Omni-channel Marketing
Concept	Integration of all widespread
	channels
Degree of	Total
integration	
Channel	Retail channels: store, website,
scope	mobile, social media, customer
	touch-points
Customer	Customer-retail channel-brand
relationship	focus
focus: brand vs. channel	
Objectives	All channels work together to offer
	a holistic customer experience
Channel	Cross-channel: a synergetic
Management	management between channels
	and customer touch-points geared
	through optimizing the holistic
	experience perceived interaction
	with the brand
Customers	Be able to trigger full interaction.
	Use channels simultaneously

Retailers	Control full integration of all channels
Salespeople	Adapt selling behavior using different arguments depending on each customer's needs and knowledge of the product
Data	Data are shared across channel

Source: [16]

Simply said, omnichannel marketing integrates all various communication channels into one system. This enables customers to experience consistent and smooth communication and service across all devices and channels. This concept is pretty much different from that of multi-channel marketing. Multi-channel tries to use many channels but those are not integrated and there is no transition between each channel [3]. Some businesses use omnichannel to drive customer satisfaction and their loyalty towards the brands. By integrating some technologies, businesses can target promotion throughout the channels, strengthen customer relationships, increase loyalty, and propel business growth [13] [11].

Streamlining customer journeys may reduce friction and make it convenient for prospective customers to place an order. Customers may look through social media or websites and complete a transaction through another channel such as shopping on a mobile app or brick-and-mortar store. This approach may satisfy the changing demands of cutting-edge customers [1]. The same can be said for tourism. The integration of omnichannel strategies through the ability to synergize digital and conventional channels such as social media, mobile applications, online websites, and physical locations allows tourism destinations to offer a cohesive and immersive experience for potential visitors. This synergize may boost customer satisfaction as well as raise brand loyalty and the chance of return visits along with positive word of mouth [23].

2.2 The integration of omnichannel marketing into Destination Marketing Strategies: benefits and challenges.

In today's competitive tourism landscape, destination marketers are increasingly adopting





omnichannel strategies to enhance the traveller experience and boost bookings. Omnichannel creating seamless. marketing involves a consistent brand experience across various touchpoints, both digital physical and [6][15][17][21]. The idea of using omnichannel in today's marketing owing to the evolving of customer demands. Businesses are compelled to enhance their all touchpoints and deliver highquality digital omnichannel experiences [4][8][17]. For destination marketing, this means delivering a cohesive journey for potential travellers, whether they are engaging with a brand online, on social media, or interacting with a physical tourism booth at an airport. According to research done [7], the only way to satisfy business interests is by satisfying your customers' interests. It is true with further argument that customers' needs and demands to purchase products and services have changed, and the customer journey has morphed.

Consumers remain conscious of every decision they make from the pre-purchase stage to the post-purchase process [7]. According to [15], customers occupy a pivotal role in today's business environment. Consequently, it has become indispensable for businesses to engage with customers through all channels and touchpoints compassing physical and digital realms. As travellers often move between platforms during their decision-making process, from researching a destination on mobile to booking through a website or app. Integrating these touchpoints ensures that the experience is fluid and personalized at every stage [15][17]. Therefore, omnichannel can be considered as a means to satisfy customers' needs and demands throughout their purchase journey.

Let us see one of the key advantages of an omnichannel strategy for tourism destinations. The ability to provide personalized, relevant content to travellers is one of the benefits of leveraging omnichannel strategies. By collecting data from various channels, marketers can create experiences that meet the specific interests and preferences of potential visitors [17]. The use of omnichannel may strengthen customer loyalty

and lifetime value towards the brand and in the long run, it may affect destinations profitability. Take Lake Toba Indonesia tourist destination as an instance, where omnichannel strategies have significantly enhanced travellers' engagements and reinforced the brand equity of the destination [23].

The study found that multiple communication channels are used in Lake Toba destinations ranging from websites, social media and on-site promotion. Statistical data showed that the number of inbound tourists experienced considerable growth at around 12 per cent, from around 15.000 visitors per semester to around 16.800 visitors per half-year period after implementing an omnichannel marketing strategy [23]. The integration of both digital and physical touchpoints is another powerful aspect of omnichannel destination marketing. While much of the modern marketing focus is on digital platforms, in-person interactions still play a crucial role in the travel experience.

Another example of the benefits of an omnichannel marketing strategy is Disney's omnichannel approach. Disney successfully integrates online and offline experiences for its customers. It starts with the online experience, Disney provides websites known as disney.com and mobile apps that enable visitors to plan their trip, make reservations and buy stuff. An adaptive website design that can be used across devices including computers, tablets and smartphones [18][27][16].

While offline experience offers its magicbands. This magicband serves as the key, park ticket and primary payment method. Visitors may escape a mundane method of payment as they do not have to carry their cash or credit card. Simply by pressing the wristband; visitors may seamlessly navigate and access the park [18][27] [26]. This allows visitors to access any functions available in Disneyland, such as hotel room, order food at the restaurants, FastPass, PhotoPass system and purchases. Make it more frictionless, efficient and time-saving. Furthermore, mobile apps can be used to allow visitors to access information about attractions,



monitor wait times and see a map of the park [22][26].

This omnichannel strategy has delivered experiences uninterrupted choreographed between all channels, offline and online. Visitors and physical may move between digital experiences without any disruptions. It also personalized customers' experiences based on information they collected from visitor behaviour [22][26]. The magic band may gather enormous amounts of data and use it to understand customers' preferences, and buying habits based on their behaviour during visitation [18][27][26]. The use of data analytics in omnichannel strategies helps destinations make data-driven decisions that improve their marketing efforts. With access to real-time data on customer behaviour and preferences, marketers can optimize campaigns, refine content, and adjust offers to better meet customer demands [15][17].

This omni-channel strategy has a profound impact on the business. It enhances customer engagement and loyalty, it may also increase revenue and profitability, generate strong brand identity and recognition and allow the business to adapt and innovate its products and services to cope with modern customers' preferences and technological advancement [18]. This statement is also supported by a study conducted by Liu [4] who said that consistent omnichannel customer experience may lead to an increase in customer satisfaction towards the brand, revisit intention and positive word of mouth. The integration of both digital and physical touchpoints is another powerful aspect of omnichannel destination marketing.

While much of modern marketing puts more emphasis on digital platforms, in-person interactions still play a crucial role in the travel experience. This integration of digital and physical channels enables destinations to connect with travellers at various stages of their journey. Travellers might first discover a destination through a Facebook ad, interact with the destination's website for more details, and then visit an in-person booth to get further information. No wonder, omnichannel marketing

is often considered as the panacea for personalized marketing [5].

However, one could argue that this approach mired with challenges. Omni-channel marketing may raise concerns regarding data privacy and security. The promise omnichannel marketing relies on data throughout the interaction between firms and consumers. This could risk customer data privacy [5]. Therefore, a major challenge for businesses is finding a way to implement an omnichannel strategy, while also protecting consumer privacy. Visitors may not be bothered if the firm uses their browsing profile to see preferences to enhance products and services delivered, but they might feel differently if their profile is linked to their features such as facial recognition or sync their data across devices and touchpoints [5].

As highlighted by [19], privacy related issues may potentially ruin customer trust towards the brand, resulting in customers putting off their buying intentions. This argument is further backed [5] who said that customers tend to avoid omnichannel platforms that demand excessive personal information. If touchpoints request too much information than customers are willing to provide, they then may not engage with it. Furthermore, challenges stem from resources. Not all tourism sites have adequate resources to support omnichannel strategies productively. The rising concern may come from adaptation to technological systems such as digital marketing tools and human resources to maintain the interaction. What is more, for small to medium-sized tourism businesses, budget constraints might hinder the potential use of omnichannel.

Therefore, some actions should considered to diminish the above challenges. Firstly, technology remedies to protect customer privacy in omnichannel marketing [5]. Tourism businesses may predict customers' likely purchase through their behaviour during visitation. However, businesses should ensure that all data they store about visitors are



anonymized and detached, or perhaps using blockchain-based technologies, where consumers may have fully right over their data. How their data is valued and which brand that might want to trade information with them [5]. Secondly, on the subject of resources. It is true with further argument that small companies may have some resource issues such as financial constraints and lack of human resources and expertise.

This limited financial resource may hinder companies from investing in necessary technology or platforms that are fundamental for generating a frictionless omnichannel experience [2]. Implementing an extensive omnichannel customer relationship management (CRM) system that links to various marketing channels might also be expensive [2]. Pouring money into marketing automation tools, data analytic platforms and other necessary tools to support omni-channel might cost companies a high amount of money. In addressing this challenge, a possible solution may be done by implementing proper audits to reduce the costs associated with omnichannel [15].

Small and medium businesses maximize low-cost digital tools or existing platforms such as social media, email marketing search engine optimization or affordable CRM tools to engage with customers and ensure a consistent brand presence across every channel [2]. When it comes to skills, small businesses may conduct employee training around important areas such as cross-channel customer service training. This allows employees to provide a consistent and cohesive service across all channels. What is more, companies may consider conducting sales and marketing alignment training to ensure marketing campaigns are successfully boosting sales. On top of that, employees should be proficient in using tools related to omnichannel marketing.

Training activities should be focused on helping employees to have full capability in optimizing technologies related to the company's CRM, marketing platforms and data analytic tools [2]. This knowledge-intensive industry will enable employees to fully utilize the tools and may enhance business performance.

V. CONCLUSION AND SUGGESTION

Omnichannel marketing has become an essential strategy for tourism destinations in today's digital age, where travellers expect seamless and personalized experiences across both digital and physical touchpoints. The integration of these channels enables tourism destinations to engage customers more effectively, offering a consistent and cohesive experience throughout the customer journey, ranging from initial discovery to post-visit engagement.

The benefits of omnichannel marketing for tourism destinations are evident, particularly in its ability to enhance visitor experience and engagement, foster loyalty, and ultimately drive revenue growth. By integrating online channels like websites, mobile apps, and social media with offline experiences such as physical events or in-destination services. Destinations can create personalized interactions that resonate with travellers' individual preferences. Case studies, such as those from Lake Toba in Indonesia and Disney, highlight the effectiveness of this approach in boosting brand equity, increasing visitor numbers, and delivering memorable, frictionless experiences. Moreover, omnichannel strategies allow destinations to harness data analytics for continuous improvement. One of the most significant concerns is the protection of customer data. The collection and integration of data across multiple channels raises potential risks related to privacy and security.

However, using a technology remedy such as blockchain-based technologies, may give customers greater control over their data. This may boost customer willingness to engage with omnichannel platforms. Understanding the right balance between personalization and data privacy is crucial to maintaining customer trust and avoiding negative repercussions on brand perception. Future research consider specific consumer should segments including customer preferences, market segments and cultural differences for improving customer engagement and loyalty. Tourist behaviour is not always predictable, and the effectiveness omnichannel marketing may vary depending on the above factors mentioned.



VI. REFRENCE

- [1] Alexander, B., & Kent, A. (2022). Change in technology-enabled omnichannel customer experiences in-store. Journal of Retailing and Consumer Services, 65, 102338.
- [2] Arab, I. (2024, August 29). Challenges of implementing omni-channel strategies in small to medium-sized businesses. Taglab.net. https://taglab.net/challenges-of-implementing-omni-channel-strategies/
- [3] Arer, B. (2018). Omni-channel marketing and customer purchasing behavior analysis (Doctoral dissertation, Master thesis, Bahçeşehir University).
- [4] Bolton, R. N., McColl-Kennedy, J. R., Cheung, L., Gallan, A., Orsingher, C., Witell, L., & Zaki, M. (2018). Customer experience challenges: bringing together digital, physical and social realms. Journal of service management, 29(5), 776-808.
- [5] Cui, T. H., Ghose, A., Halaburda, H., Iyengar, R., Pauwels, K., Sriram, S., ... & Venkataraman, S. (2021). Informational challenges in omnichannel marketing: Remedies and future research. Journal of marketing, 85(1), 103-120.
- [6] Dwivedi, Y. K., Ismagilova, E., Hughes, D. L., Carlson, J., Filieri, R., Jacobson, J., Jain, V., Karjaluoto, H., Kefi, H., Krishen, A. S., Kumar, V., Rahman, M. M., Raman, R., Rauschnabel, P. A., Rowley, J., Salo, J., Tran, G. A., & Wang, Y. (2021). Setting the future of digital and social media marketing research: Perspectives and research propositions. International Journal of Information Management, 59, Article 102168.
- [7] Fradi, A. (2021). Towards an Effective Implementation & Improvement of a Consistent Omni-Channel Customer Experience in the Digital Age. (1)14, مجلة الدراسات الإقتصادية والمالية, 457-474.
- [8] Gauri, D. K., Jindal, R. P., Ratchford, B., Fox, E., Bhatnagar, A., Pandey, A., ... & Howerton, E. (2021). Evolution of retail formats: Past, present, and future. Journal of Retailing, 97(1), 42-61.
- [9] Hignett, S., & McDermott, H. (2015). Qualitative methodology. Evaluation of human work, 119-138.
- [10] Hossain, M. S., Islam, N., & Hasan, R. (2017). The impact of digital marketing on tourism industry growth: A review of current practices. Tourism Marketing Review, 33(2), 98-110.

- [11] Le, A. N. H., & Nguyen-Le, X.-D. (2020). Amoderated mediating mechanism of omnichannel customer experiences. International Journal of Retail & Distribution Management, 49(5), 595–615.
- [12] Lemon, K. N., & Verhoef, P. C. (2016). Understanding customer experience throughout the customer journey. Journal of marketing, 80(6), 69-96.
- [13] Li, Y., Tan, R., & Gong, X. (2023). How omnichannel integration promotes customer word-of-mouth behaviors: themmediating roles of perceived personal preference fit and perceived socialmrelatedness. Information Technology & People, 36(4), 1726-1753.
- [14] Liu, H. (2024). Omnichannel customer experience in tourism and hospitality contexts: Experience journey of online and offline tours (Doctoral dissertation, Temple University. Libraries).
- [15] Mansurali, A., Stephen, G., Kasilingam, D., & Inbaraj Jublee, D. (2024). Omnichannel marketing: a systematic review and research agenda. The International Review of Retail, Distribution and Consumer Research, 1-30.
- [16] Mosquera, A., Pascual, C. O., & Ayensa, E. J. (2017). Understanding the customer experience in the age of omni-channel shopping. Icono14, 15(2), 4.
- [17] Muthaffar, A., Vilches-Montero, S., & Bravo-Olavarria, R. (2024). From digital touchpoints to digital journeys: How shopping mindsets influence appraisal of omnichannel journeys. International Journal of Information Management, 77, 102778.
- [18] nGrow. (2024, May 9). How Disney creates magical customer journeys omnichannel strategies. https://www.ngrow.ai/blog/how-disney-creates-magical-customer-journeys-with-omnichannel-strategies.
- [19] Riaz, H., Ahmed, H., & Jibril, A. B. (2024). Reassessing customer trust and privacy concerns in omnichannel customer experience. Cogent Business & Management, 11(1), 2410405.
- [20] Rigby, D. (2011). The future of shopping. Harvard business review, 89(12), 65-76.
- [21] Singh, S., & Swait, J. (2017). Channels for search and purchase: Does mobile internet matter? Journal of Retailing and Consumer Services, 39, 123–134.





- [22] Simonova, L. (2023, August 10). 3 inspiring omnichannel examples you should know. Konten.AI.
- [23] Situmorang, M., & Widodo, S. (2024). Omni-Channel Marketing Strategy for Lake Toba Indonesia Tourist Destinations in Attracting Foreign Tourists. Sinergi International Journal of Economics, 2(3), 138-149.
- [24] Snyder, H. 2019. "Literature Review as a Research Methodology: An Overview and Guidelines." Journal of Business Research 104:333–339.
- [25] Suh, T., and S. B. Lee. 2023. "Configuring Managerial Factors to Enhance Omnichannel Experience and Customer Engagement Behaviors for a Solid Loyalty Loop." Electronic Commerce Research 23 (3): 1591–1619.
- [26] Tomlinson, S. (2016, June 15). The magic of Disney's omnichannel experience. inviqa.com. https://inviqa.com/blog/magic-disneys-omnichannel-experience.
- [27] The Marketing Explainer. (2024, January 5). Disney's Marketing Strategy Explained. https://www.marketingexplainers.com/disneys-marketing-strategy-explained/.