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Path analysis of entrepreneurial motivations in tourism based on local resources and creative economy in nagari salayo of west sumatra

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Abstract. The purpose of this study is to analyze the entrepreneurial motivations in tourism based on local resources and creative economy in Nagari Salayo of West Sumatra in developing this area into a cultural and creative based tourist destination. The sixty beginner entrepreneurs are involved in this research in community services, where their entrepreneurial motivations are measured by an entrepreneurial motivation scale of the questionnaire and analyzed by using path analysis in determining the relationship between personality characteristic motivation cores. The statistical path model showed significantly affecting of working motive and social motive to capability of entrepreneurial as a direct effect, in contrast only working motive influenced of intention of entrepreneurs, and the capability of entrepreneurial as mediation variable for indirect effects of entrepreneurial motive to intention entrepreunerial. This analysis suggests the model that entrepreneurial motivations have effect to capacity and intention of beginner entrepreneurs to develop business on tourism based on local resources and the creative economy.

1. Introduction

The current increasing of the role of tourism sector in the development of the economy is indicated by the increase in the number of tourist visits and the increase in foreign exchange income for each year, this encourages tourist destinations to improve for better amenities, accessibility and regional arrangement. Solok Regency is one of the tourist destinations in the Province of West Sumatra in Indonesia that seeks to encourage increased tourist visits to this area, for this reason the regional government has formulated a priority policy for tourism development, including a cultural or traditional village development program at the rural area of Nagari Salayo.

In developing tourism businesses and increasing tourist attraction, the factor of creativity is the main capital in facing global challenges and competition today. For this reason, creative behaviour in the economy should be carried out simultaneously in tourism development. There are some evidences on developing the area into the entreprenurial community by survey research on tourism motivation [1] entrepreneurial motivation [2], value and travel motivation [3], the performance of SME's [4] and also the investigation on the effect of motivation on entrepreneurial intention [5].

The development of a creative economy in accordance with local potential is a comprehensive approach to the development of sustainable tourism villages. To achieve these objectives, it is necessary to map the potential of local entrepreneurs by paying attention to their motivation, capacity and intensity in the behaviour of the creative economy. There are specific factor affecting the intention of

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entrepreneurial, it is solved by using a structural equation model [6] and robustness of the theory of planned behavior in predicting entrepreneurial intentions and actions [7]. Besides, cultural and creative entrepreneurs in economy as the role of entrepreneurial identity [8]. Furthermore, sector-based entrepreneurial capability [9,10] has to concern on business incubation by giving attention on local resources by improving indigenous local language opportunities in community-based tourism [11]. This capability of entrepreneurships has a chance to empower the local resources and creative economy into embeddedness in entrepreneurship research [12] and creative reconstruction of place for business [13].

This study attempts to explain the path relationships between motivational variables and their capacity and intensity for developing creative economy, where the results can be taken into consideration in the development of a creative economy and local resources to support the sustainability of the tourism village program.

2. Research Methods

In this study the data that used to came from the questionnaire that was distributed to sixty beginner entrepreneurs in *Nagari Salayo* of West Sumatra involved in the program of community services of university at rural area of Indonesia. The questionnaire measures for motivation adopted from [14] and the capability and intention of entrepreneurship measurement are extracted from [15]. The summary of the variables that used in this study consists variables of entrepreneurial motivation, capability and intention. The endogenous variables are capability (X₁) and intention (X₂) of entrepreneurial. While the motivation of entrepreneurship as exogenous variables are entrepreneurship motivation in the term of entrepreneurial motive (X₃), working motive (X₄), social motive (X₅), individual motive (X₆) and economy motive (X₇).

The data analysis in this study is performed to modeling the relationship between the variables of motivations, simultaneously with capability and intention by using path analysis. In addition, to describe characteristic of respondent, it is developed descriptive statistics, whereas inferential statistics is used to test the model of path analysis and its hypothesis.

3. Results and Discussion

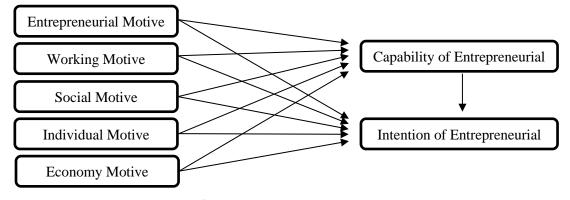
This study will perform path analysis by using endogenous variables of motivation and exogenous variable of capability and intention in entrepreneurial activities. The used data were sixty beginner of entrepreneurs involved by using questionnaires. The characteristics of these beginner entrepreneurs in the tourism sector from *Nagari Salayo* of West Sumatra can be known through descriptive statistics as its profiles. This description is used to find the first simple picture of the respondent profile from gender, age, education level and their current occupation.

The characteristics of beginner entrepreneurs in the tourism sector from *Nagari Salayo* of West Sumatra are presented by Table 1. The proportion of female respondents is dominated more than half of beginner entrepreneurs. The age of respondent is fairly spread to all of level of ages. Meanwhile, beginner entrepreneurs with graduated their senior high school have the highest percentage with 48.33%, and it is followed by the beginner entrepreneurs graduated from higher education by 33.33%. This education level is to confirm that the beginner entrepreneurs from this rural area has sufficiently level to developing into potential entrepreneur. In contrast, respondent with other current occupation has 43.33% and it is followed by balancing percentage of enterprise and farmer, in contrast of small proportion of employee and college. The current occupation of this beginner entrepreneurs is dominated by another that is from female that used their leisure time as housewife by produce local culinary product or handicraft.

The first step to modeling path analysis entrepreneurial motivations in tourism based on local resources and creative economy in *Nagari Salayo* of West Sumatra, it is developing the characteristic of relationships among variables in this research, next it will be determined the path analysis. Furthermore, by incorporating path hypothesis, we propose the model with the following initial conjecture as shown in Figure 1.

0 1		
Variable		Percentage
Gender	Male	40.00%
	Female	60.00%
Age	20-30 Years	13.33%
	30-40 Years	23.33%
	40-50 Years	21.67%
	50-60 Years	23.33%
	>60 Years	18.33%
Education Level	Elementary School	3.33%
	Junior High School	15.00%
	Senior High School	48.33%
	Higher Education	33.33%
Current Occupation	Employee	5.00%
	Enterpriser	25.00%
	Farmer	23.33%
	Colleger	3.33%
	Another	43.33%

Table 1. Profile of beginner entrepreneurs in tourism sectorfrom Nagari Salayo of West Sumatra.



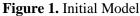


Figure 1 presents a set of hypotheses about the relations between variables. The endogenous variables are capability (X_1) and intention (X_2) of entrepreneurial. While the exogenous variables are entrepreneurship motivation in the term of entrepreneurial motive (X_3) , working motive (X_4) , social motive (X_5) , individual motive (X_6) and economy motive (X_7) . The proposed model is expected that motivation variables influenced the capability and intention variables, beside the position of capability variable as mediation.

Table 2. Corre	lation coefficients	between variables
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Tuble 2. Contention coefficients between variables							
	\mathbf{X}_1	X_2	X_3	X_4	X_5	X_6	X_7
\mathbf{X}_{1}	1	0.680	0.665	0.544	0.726	0.422	0.556
\mathbf{X}_2	0.680	1	0.646	0.685	0.561	0.403	0.444
X_3	0.646	0.665	1	0.770	0.599	0.512	0.574
X_4	0.685	0.544	0.770	1	0.569	0.447	0.548
X_5	0.561	0.726	0.599	0.569	1	0.541	0.621
X 6	0.403	0.422	0.512	0.447	0.541	1	0.802
X_7	0.444	0.556	0.574	0.548	0.621	0.802	1

Table 2 presents the Pearson's product-moment correlation coefficients between the endogenous variables and exogenous variables. Every couple variables are significantly correlated. Now, it is calculated the path coefficients of entrepreneurship motivation towards the capability of entrepreneurial. The result of this analysis by using SPSS is presented by Table 3. The significance value of path model is less than 0.05, then H_0 is rejected. This means that there is a joint influence on the entrepreneurship motivation on the capability of entrepreneurial. The Test is recommended by calculating the path coefficients for each entrepreneurship motivation. Based on the results of the path analysis coefficients by using SPSS, we obtain as in Table 4.

Table 3. Path simultaneously model of entrepreneurship motivation towards the capability of entrepreneurial

Model		Sum of Squares	df	Mean Square	F	Sig.
1	Regression	1066,605	5	213,321	17,990	.000 ^b
	Residual	640,328	54	11,858		
	Total	1706,933	59			

a. Dependent Variable: Capability

b. Predictors: (Constant), entrepreneurial, working, social, individual and economy motive

Table 4. Path coefficients for each entrepreneurship motivation towards the capability of entrepreneurial

		Unsta	ndardized	Standardized		
	Model	Coet	fficients	Coefficients	t	Sig.
		В	Std. Error	Beta		
1	(Constant)	-4.815	3.802		-1.266	.211
	Entrepreneurial	0.831	.287	.406	2.895	.005
	Working	097	.156	084	623	.536
	Social	.705	.163	.503	4.323	.000
	Individual	318	.244	184	-1.304	.198
	Economy	.301	.228	.204	1.317	.193

a. Dependent Variable: Capability

Table 4 concluded that there are two motives with significance values less than 0.05, which is the entrepreneurial and social motives which resulted in the rejection of H_0 , which means the entrepreneurial and social motives have a significant effect on the capability of entrepreneurship. While the working, individual and economy motives do not have a significant effect on entrepreneurial capacity because the significance value of each motive is greater than 0.05. Because there are insignificant variables, the trimming process is carried out, then a recalculation of the path coefficients is carried out. Based on the results of the remodeling of path analysis by using SPSS, we obtain as in Table 5.

Table 5. Path simultanuously model of entrepreneurial and social motives towards the capability of entrepreneurial

	Model	Sum of Squares	Df	Mean Square	F	Sig.
1	Regression	1040,024	2	520,012	44,445	.000 ^b
	Residual	666,910	57	11,700		
	Total	1706,933	59			
-	Daman damt V		1. 11.4			

a. Dependent Variable: Capability

b. Predictors: (Constant), Entrepreneurial, Social

The significance value of path model is less than 0.05, and then H_0 is rejected. This means that there is a joint influence on entrepreneurial and social motives for the capability of entrepreneurship. The test is recommended by calculating the path coefficients for each entrepreneurial motive and social motive. Based on the results of the analysis by using SPSS, we obtain path coefficients as in Table 6.

From the Table 6, it can be concluded that entrepreneurial and social motives have a significant influence on entrepreneurial capacity because the significance value of each motive is less than 0.05, with path coefficients 0.360 and 0.510 consecutively. The next step is to calculate path coefficients of entrepreneurship motivation and the capability of entrepreneurial toward the intensity of entrepreneurial. The result of analysis by using SPSS has shown by Table 7.

Table 6. Path coefficients for	entrepreneurial	motive a	and socia	l motive
towards the capability of entrepr	reneurial			

		Unsta	ndardized	Standardized		
	Model	Coe	fficients	Coefficients	t	Sig.
		В	Std. Error	Beta		
1	(Constant)	-3.108	3.497		889	.378
	Entrepreneurial	.737	.212	.360	3.477	.001
	Social	.715	.145	.510	4.932	.000
-	Demandant Variah	1	11:4			

a. Dependent Variable: Capability

The significance value of path model is less than 0.05, then H_0 is rejected. This means there is a joint influence on entrepreneurial motivation and the capability of entrepreneurial on the intensity of entrepreneurial. Testing is recommended by calculating the path coefficients for each entrepreneurial motivation and the capability of entrepreneurial. Based on the results of the analysis by using SPSS, we obtain path coefficients as in Table 8.

Table 7. Path simultaneously model of entrepreneurship motivation and the capability of entrepreneurial toward the intensity of entrepreneurial

	Model	Sum of Squares	Df	Mean Square	F	Sig.
1	Regression	4721,910	6	786,985	14,137	.000 ^b
	Residual	2950,490	53	55,670		
	Total	7672,400	59			
	~					

a. Dependent Variable: Intention

b. Predictors: (Constant), Capability, Entrepreneurial, Working, Social, Individual and Economy

Table 8. Path coefficients for entre	preneurship motivation and the capability of
entrepreneurial toward the intensity	of entrepreneurial

	•	Unstandardized		Standardized			
	Model	Coet	fficients	Coefficients	t	Sig.	
		В	Std. Error	Beta			
1	(Constant)	30.740	8.359		3.677	.001	
	Capability	1.000	.295	.472	3.392	.001	
	Entrepreneurial	.103	.669	.024	.154	.878	
	Working	1.121	.339	.459	3.310	.002	
	Social	057	.410	019	138	.891	
	Individual	.563	.537	.154	1.049	.299	
	Economy	609	.503	195	-1.212	.231	

a. Dependent Variable: Intention

From the Tables 8, it can be concluded that there is one motive that significantly influences entrepreneurial intention, namely the motive of working and there is a significant influence of entrepreneurial capability on entrepreneurial intention. Because there are insignificant variables, the trimming process is carried out, and then a recalculation of the path coefficients is done. Based on the results of the analysis by using SPSS, we obtain path coefficients as in Table 8. The significance value of path model is less than 0.05, then H_0 is rejected. This means that there is joint influence on the working motive and the capability of entrepreneurial on entrepreneurial intentions. Testing is recommended by calculating the path coefficients for each work motive and entrepreneurial capacity. Based on the results of the analysis using SPSS, we obtain path coefficients as in Table 9.

Table 9. Path simultanuously model of working motive and thecapability of entrepreneurial toward the intensity of entrepreneurial

	Model	Sum of Squares	Df	Mean Square	F	Sig.
1	Regression	4629,944	2	2314,972	43,371	.000 ^b
	Residual	3042,456	57	53,376		
	Total	7672,400	59			
-						

a. Dependent Variable: Intention

b. Predictors: (Constant), Capability Working

Table 10. Path coefficients for working motive and the capability of entrepreneurial toward the intensity of entrepreneurial

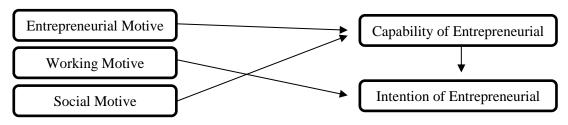
	Model	Unstandardized		Standardized		
		Coefficients		Coefficients	t	Sig
		В	Std.	Beta	ι	Sig.
			Error			
1	(Constant)	27.835	6.100		4.563	.000
	Capability	.925	.211	.436	4.391	.000
	Working	1.093	.243	.448	4.503	.000

a. Dependent Variable: Intention

From Table 10, it can be concluded that capability of entrepreneurial and working motive have a significant effect on entrepreneurial intention because the significance value of each is smaller than 0.05 with path coefficients 0.436 and 0.448 consecutively.

The next step is to test model feasibility. This test aims to determine which model is better between the overall model and the trimming model. The result is obtained that the value of $W = 3.846 < \chi^2_{(0.05.7)} = 14.1$, then H₀ is accepted. This means that the trimmed model is better (an over-identified model is adequate).

Then we determine the direct and indirect influences of endogenous variables toward the exogenous variables. The direct influences of entrepreneurial and social motives towards the capability of entrepreneurial are shown by Table 5. The entrepreneurial motive gives direct influences as 0.360 to the capability of entrepreneurial. While social motive as 0.510. The direct influences of capability of entrepreneurial and working motive towards the intention of entrepreneurial are shown by Table 9. The capability of entrepreneurial give direct influences as 0.438 while working motive as 0.448 towards the intention of entrepreneurial. The direct influences of entrepreneurial and social motives towards the intention of entrepreneurial are obtained 0.158 and 0.223 consecutively.





The final model as in Figure 1 describes the capability of entrepreneurial is influenced by working motive and social motive in direct effect. The intention of entrepreneurial has direct effect from working motive, but the capability of entrepreneurial as mediation variable for indirect effect of entrepreneurial motive and social motive to intention entrepreneurial. This model describes the character of beginner entrepreneurs at *Nagari Salayo* of West Sumatra for developing cultural or traditional rural area based on their local resources and the creative economy.

4. Conclusion

This study gives the exploration of development cultural or traditional rural area tourist destination based on local resources and creative economy in *Nagari Salayo* of West Sumatra. The new entrepreneurs involved in this research as community services, where their entrepreneurial motivations are measured by entrepreneurial motivation, capability and intention of entrepreneurial. The statistical path model showed significantly the strong affecting of working motive and social motive to capability of entrepreneurial as direct effect, the intention of entrepreneurial has direct effect from working motive. The capability of entrepreneurial as mediation variable for indirect effect of entrepreneurial motive and social motive to intention entrepreneurial. This analysis describes the model that entrepreneurial motivations have effect to capacity and intention of beginner entrepreneurs in developing business of tourism based on local resources and creative economy in *Nagari Salayo* of West Sumatra.

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