CUSTOMER EXPERIENCE DECOMPOSITION: A CONCEPTUAL FRAMEWORK

Stefan Sleep, University of Georgia, United States of America Son K. Lam, University of Georgia, United States of America

ABSTRACT

The role of the individual customer in the development of the customer experience continues to expand through individual empowerment via technology. As a result, total customer experience is decomposing into customer-initiated and firm-initiated experience. The combination of increased customer empowerment and a more individualized consumption orientation interact to create customer-initiated experience. The authors propose that the increasing proportion of customer-initiated experience in the total customer experience enhances the functional component but dilutes the non-functional component of perceived value. This differential effect induces ambivalence toward services, resulting in a decrease in customer loyalty.