	1	CR 1			CR 2		CR 3			
	L	М	U	L	М	U	L	Μ	U	
CR 1	1	1	1	1/8	1/7	1/6	1	1	1	
CR 2	6	7	8	1	1	1	6	7	8	
CR 3	1/4	1/3	1/2	1/8	1/7	1/6	1	1	1	

Table 5. Example of a pairwise comparison (excerpt from 1 customer for 3 CRs)

Table 6. Results of the HoQ augmented by the FAHP

	Importance	Relative Importance	CR ranking		SC 1	SC 2	SC 3	SC 4	SC 5	SC 6	SC 7	SC 8	SC 9	SC 10	SC 11	SC 12	SC 13	SC 14	SC 15
CR 1	0.813	9.9%	4		9		3	3					3	3	9	9			
CR 2	2.896	35.3%	1								9	3	9				1	9	3
CR 3	0.307	3.7%	8		3									3	9	9			1
CR 4	2.058	25.1%	2								9	9	3	9			9	9	9
CR 5	0.932	11.4%	3								1	1	9	9			9		
CR 6	0.361	4.4%	7					9	9	9									
CR 7	0.442	5.4%	5		1		9								3				
CR 8	0.393	4.8%	6		1	9	1		1					1					
SC importance				9.08	3.54	6.82	5.69	3.65	3.25	45.52	28.15	43.07	30.67	11.41	10.08	29.81	44.59	27.52	
	SC relative importance			3.0%	1.2%	2.3%	1.9%	1.2%	1.1%	15.0%	9.3%	14.2%	10.1%	3.8%	3.3%	9.8%	14.7%	9.1%	
SC ranking			10	14	11	12	13	15	1	6	3	4	8	9	5	2	7		

4. Discussion of results

The case study targeted the early stages of the service development in a PSS context by identifying the CRs and assessing them. The information can assist manufacturers in augmenting the product-related service offerings (i.e. the hemodialysis device in this context). The three approaches implemented led to a different understanding of the needs of the customers which was explicated through the different importance levels of CRs and subsequently their different priorities (i.e. ranking). In detail the FAHP augmentation (i.e. fuzzy logic and pairwise comparisons) provided the most distinct and sensible assessment of the CRs resulting in a 31.6% variation range whereas the traditional approaches resulted in a smaller variation range 5.7% (Figure 3). Accordingly, we can note that the FAHP enables a clearer distinction of the CRs highlighting the most important requirements in a more distinct manner than the traditional QFD.

Regarding the SCs, their importance levels differ less than the CRs: the FAHP led to a variation range of 14.0% compared to 8.0% for the and traditional approach (Figure 4).

Hence, the customer requirements are discerned more evidently, and the service characteristics are clearer which allows a better direction of the design and development process.



Figure 3. Comparison of the relative importance of the CRs (normalized values (%))



Figure 4. Comparison of the relative importance of the SCs (%)

Furthermore, the ranking of the CRs and SCs differed as each approach led to a different prioritization of the CRs and the measures (i.e. SCs) to satisfy them (Table 7).

Custon	per Requirement	s (CRs)	Service Characteristics (SCs)						
Custon		$\frac{3(CR3)}{1}$							
CR Code	CR Ra	anking	SC Code	SC Ranking					
CRCode	Traditional	FAHP	De code	Traditional	FAHP				
CR 1	5	4	SC 1	10	10				
CR 2	2	1	SC 2	15	14				
CR 3	7	8	SC 3	12	11				
CR 4	1	2	SC 4	11	12				
CR 5	3	3	SC 5	13	13				
CR 6	4	7	SC 6	14	15				
CR 7	6	5	SC 7	3	1				
CR 8	8	6	SC 8	8	6				
			SC 9	1	3				
			SC 10	2	4				
			SC 11	6	8				
			SC 12	7	9				
			SC 13	4	5				
			SC 14	5	2				
			SC 15	9	7				

Table 7. Ranking of the CRs and SCs using the traditional and FAHP approaches

Concerning the CRs, it can be noted that despite the ranking differences, the same three CRs are the most important despite a different ordering (CR2, CR4 and CR5). While regarding the SCs, two remain within the three most important characteristics while SC14, which resulted significant in the FAHP), had a considerably lower ranking through the traditional approach (rank 5).

The obtained results underline the limitations of the traditional QFD when intangibilities and subjectivities are involved (i.e. in a PSS). The latter is portrayed through the smaller variation ranges regarding CRs and SCs. The FAHP augmentation however, was more effective in quantifying the subjectivities of services for a better assessment enabled by the pairwise comparisons and fuzzy logic which reduced ambiguities and imprecisions. The latter allowed a better determination of the SCs to implement.

The benefits achieved through the FAHP augmentation correspond to the findings of Kurtulmuşoğlu and Pakdil (2016) who emphasized the necessity of an accurate and precise evaluations of the customer's needs when it comes to developing services. In line with Shad et al. (2014), the FAHP-augmented QFD enabled a more sensible and precise evaluation of the CRs underlining its effectiveness in managing customers' requirements. In fact, the pairwise comparisons permitted a holistic understanding of the CRs by considering the relations that tie them.

From a more general standpoint, the case study illustrated a promisingly effective approach to address and manage customer requirements in a PSS setting. The approach is based on the practical needs of a manufacturer who seeks to improve its services as to augment customer value to better satisfy his customers and attract potential ones. The results obtained showed that, although the company operates in a regulated market where availability and customer care are the core-requests of the calls for tender, the implementation of additional supporting services can increase the customers' satisfaction. In particular, services related to the environmental aspects of the PSS, such as the SC2 (environmental conformity (Fargnoli et al., 2013)) and SC3 (dematerialization of data storage) can offer the company the possibility to expand its business providing customized solutions (Sakao and Shimomura, 2007; Sakao and Fargnoli, 2010; Turki et al., 2017). Hence, they are worth further investigations.

Nevertheless, despite the positive aspects of the approach, it should be noted that the manufacturer operates in a business-to-customer context where associated costs cannot be overlooked and should hence be considered when developing a solution (Rexfelt and Ornas, 2009). Further work to incorporate the economic aspects is planned and underway.

5. Conclusion

Given the growing importance of services in today's market on one hand and the increasing competition between manufacturers on the other, an effective implementation of services for increase value has become essential. Nevertheless, traditional product design and development tools (i.e. QFD) are limited when service attributes are involved.

This paper contributes to the present research literature by proposing the FAHP augmentation to a serviceoriented QFD as a means of addressing the intangibility and subjectivity of services. In fact, the FAHP augmentation resulted in a higher variation range concerning the CR priorities which facilitates the decision-making process and enables manufacturers a clearer choice when addressing the SCs. From a managerial perspective, the proposed approach can contribute to the practical needs of manufacturers that deal with the necessity to find a good balance between the improvement of product and service components to provide more convenient offerings. Despite this aspect being more relevant to practice in industry, the achieved results can be considered useful to augment scientific knowledge regarding ontologies in the PSS domain (Ki Moon et al., 2009).

The case study demonstrated how the approach can be applied in a practical context, yet future research work is needed to refine it. For instance, the use of the Analytic Network Process (ANP) should be investigated as it enables a more comprehensive evaluation of the CRs by incorporating the SCs and their interrelationships for the prioritization of the customers' requirements. In addition, the adoption of other fuzzy numbers (i.e. trapezoidal) may be explored.

References

- Abdolshah, M., Moradi, M., Fuzzy quality function deployment: an analytical literature review, *Journal of Industrial Engineering*. doi:10.1155/2013/682532, 2013.
- Akao, Y., *Quality function deployment: Integrating customer requirements into product design*, Cambridge, MA: Productivity Press, 1990.
- Andronikidis, A., Georgiou, A., Gotzamani, K., Kamvysi, K., The application of quality function deployment in service quality management, *The TQM journal*, vol. 21 no.4, pp.319-333, 2009.
- Aurich, J., Mannweiler, C., Schweitzer, E., How to design and offer services successfully, *Journal of Manufacturing Science and Technology*, vol. 2, pp.136-143, 2010.
- Beuren, F., Ferreira, M., Miguel, P., Product-service systems: a literature review on integrated products and services, *Journal of Cleaner Production*, vol. 47, pp.222-231, 2013.
- Canovas, J., Kupka, J., On topological entropy of Zadeh's extension defined on piecewise convex fuzzy sets, *Advances in Intelligent Systems and Computing*, vol. 641, pp.342-353, 2018.
- Cattaneo, M., The likelihood interpretation as the foundation of fuzzy set theory, *International Journal of Approximate Reasoning*, vol. 90, pp. 333-340, 2017.
- Chavoshi, F., Shahin, A., Does correlation matrix influence prioritization of the results of house of quality? The case of a manufacturing company, *International Journal of Productivity and Quality Management*, vol. 21 no. 2, pp.174-186, 2017.

- Chen, S., Liu, J., Wang, H., Augusto, J., Ordering based decision making a survey, *Information Fusion*, vol. 14 no. 4, pp.521-531, 2013.
- Chowdhury, M., Quaddus M., A multi-phased QFD based optimization approach to sustainable service design, International Journal of Production Economics, vol. 171, pp.165-178, 2016.
- Das, D., Mukherjee, K., Development of an AHP-QFD framework for designing a tourism product, *International Journal of Services and Operations Management*, vol. 4 no. 3, pp.321-344, 2008.
- Das, D., Barman, D., An AHP framework of supplier evaluation with reference to high-value and critical items: a case study, *International Journal of Services and Operations Management*, vol. 7 no. 4, pp. 465-482, 2010.
- Debata, B., Patnaik, B., Mahapatra, S., Sreekumar., An integrated approach for service quality improvement in medical tourism: an Indian perspective, *International Journal of Services and Operations Management*, vol. 13 no. 1, pp. 119-145, 2012.
- Fargnoli, M., De Minicis, M., Tronci, M., Product's life cycle modelling for eco-designing product-service systems. Paper presented at the *12th International Design Conference*. Dubrovnik, Croatia, 2012.
- Fargnoli, M., Costantino, F., Tronci, M., Bisillo, S., Ecological profile of industrial products over the environmental compliance, *International Journal of Sustainable Engineering*, vol. 6 no. 2, pp.117-130, 2013.
- Fargnoli, M., De Minicis, M., Tronci, M., Design Management for Sustainability: An integrated approach for the development of sustainable products, *Journal of Engineering and Technology Management*, vol. 34, pp.29-45, 2014.
- Fargnoli, M., Sakao, T., Uncovering differences and similarities among Quality Function Deployment based methods in Design for X benchmarking in different domains, *Quality Engineering*, vol. 29 no. 4, pp.690-712, 2017.
- Fargnoli, M., Costantino, F., Di Gravio, G., Tronci, M., Product-service-systems implementation: a customized framework to enhance sustainability and customer satisfaction, *Journal of Cleaner Production*, doi: 10.1016/j.jclepro.2018.03.315, 2018.
- Franceschini, F., Maisano, D., Prioritization of QFD customer requirements based on the law of comparative judgments, *Quality Engineering*, vol. 27 no. 4, pp.437-449, 2015.
- Haber, N., A morphological approach for designing Product-Service System (PSS) Concepts. Paper presented at the International conference on Industrial Engineering and Operations Management – IEOM, Rabat, Morocco, 11-13 April 2017a.
- Haber, N., *The Functional-Engineered Product-Service System (FEPSS) Model*, Doctoral dissertation, Sapienza University of Rome, Rome, Italy, 2017b.
- Haber, N., Fargnoli, M., Design for Product-Service Systems; a procedure to enhance functional integration of product-service offerings. *International Journal of Product Development*, vol. 22 no. 2, pp.135-164, 2017a.
- Haber, N., Fargnoli, M., Designing product-service systems: a review towards a unified approach, Proceedings of the International conference on Industrial Engineering and Operations Management – IEOM, pp. 817-837, Rabat, Morocco, 2017b.
- Ho, W. Integrated analytic hierarchy process and its applications a literature review, *European Journal of Operational Research*, vol.186, pp.211-228, 2008.
- Ho, W., He, T., Lee, C.K.M., Emrouznejad, A., Strategic logistics outsourcing: an integrated QFD and fuzzy AHP approach, *Expert Systems with Applications*, vol. 39, pp.10841-10850, 2012.
- Kaharaman, C., Ertay, T., Büyüközkan, G., A fuzzy optimization model for QFD planning process using analytic network approach, *European Journal of Operational Research*, vol. 171 no. 2, pp.390-411, 2006.
- Kamvysi, K., Gotzamani, K., Andronikidis, A., Georgiou, A.C., Capturing and prioritizing students' requirements for course design by embedding Fuzzy-AHP and linear programming in QFD, *European Journal of Operational Research*, vol. 237 no. 3, pp.1083-1094, 2014.
- Ki Moon, S., Simpson, T. W., Shu, J., Kumara, S.R.T., Service representation for capturing and reusing design knowledge in product and service families using object-oriented concepts and an ontology, *Journal of Engineering Design*, vol. 20 no. 4, pp.413-431, 2009.
- Kurtulmuşoğlu, F.B., Pakdil, F., Combined analysis of service expectations and perceptions in lodging industry though quality function deployment, *Total Quality Management and Business Excellence*, doi: 10.1080/14783363.2016.1147945, 2016.
- Kwong, C.K, Bai, H., Determining the importance weights for the customer requirements in QFD using a fuzzy AHP with an extent analysis approach, *IIE Transactions*, vol. 35, pp.619-626, 2010.
- Lee, C.K.M., Ru, C.T.Y., Yeung, C.L., Choy, K.L., Ip, W.H., Analyse the healthcare service requirement using fuzzy QFD, *Computers in Industry*, vol. 74, pp.1-15, 2015.
- Lettl, C., User involvement competence for radical innovation', *Journal of Engineering Technology* Management, vol. 24 no. 1-2, pp. 53–75, 2007.

Likert, R., A technique for the measurement of attitudes, New York, USA, 1932.

- Liu, H.T., The extension of fuzzy QFD: from product planning to part deployment, *Expert Systems with Applications*, vol. 36, pp.11131-11144, 2009.
- Liu, H.T., Wang, C., An advanced quality function deployment model using fuzzy analytic network process, *Applied Mathematical Modelling*, vol. 34, pp.3333-3351, 2010.
- Liu, S.F., Tsai, C.Y., A fuzzy risk assessment approach for occupational hazards in the construction industry, *Safety Science*, vol. 50, pp.1067-1078, 2012.
- Mager, B., Sung, T.J., Special issue editorial: designing for services, *International Journal of Design*, vol. 5 No. 2, pp.1–3, 2011.
- Matschewsky, J., Kambanou, M.L., Sakao, T., Designing and providing integrated product-service systems challenges, opportunities and solutions resulting from prescriptive approaches in two industrial companies, *International Journal of Production Research*, doi:10.1080/00207543.2017.1332792, 2009.
- Meier, H., Roy, R., Seliger, G., Industrial product-service systems IPS2, *CIRP Annals Manufacturing Technology*, vol. 59 no. 2, pp.607-627, 2017.
- Miguel, P.A.C., Carnevalli, J.A., Benchmarking practices of quality function deployment: results from a field study, *Benchmarking: An International Journal*, vol. 15 no. 6, pp.657-676, 2008.
- Mittermeyer, S.A., Njuguna, J.A., Alcock, J.R., Product-service systems in health care: case study of a drug-device combination, *International Journal of Advanced Manufacturing Technology*, vol. 52 no. 9-12, pp.1209-1221, 2011.
- Mont, O., Clarifying the Concept of Product-Service System, *Journal of Cleaner Production*, vol. 10 no. 3, pp. 237-245.
- Najafi, S., Saati, S., Tavana, M., Data envelopment in service quality evaluation: an empirical study, *Journal of Industrial Engineering International*, vol. 11, pp.319-330, 2015.
- Oliva, R., Kallenberg, R., Managing the transitions from products to services, *International Journal of Service Industry Management*, vol. 14 no. 2, pp.160-172, 2003.
- Perçin, S., Min, H., A hybrid quality function deployment and fuzzy decision-making methodology for the optimal selection of third-party logistics service providers, *International Journal of Logistics Research and Applications*, vol. 16 no. 5, pp.380-397, 2013.
- Raut, R.D., Bhasin, H.V., Kamble, S.S., 'Multi-criteria decision-making for automobile purchase using an integrated analytical quality fuzzy (AQF) technique, *International Journal of Services and Operations Management*, vol. 10 no. 2, pp.136-167, 2011.
- Revelle, J.B., Moran, J.W., Cox, C.A., The QFD Handbook. John Wiley and Sons, 1988.
- Rexfelt, O., Ornäs, V.H., Consumer acceptance of product-service systems: Designing for relative advantages and uncertainty reductions, *Journal of Manufacturing Technology Management*, vol. 20 no. 5, pp.674-699, 2009.
- Roghanian, E., Alipour, M.A., fuzzy model for achieving lean attributes for competitive advantages development using AHP-QFD-PROMETHEE', *Journal of Industrial Engineering International*, vol. 10 no. 68, pp.1-11, 2014.
- Saaty, T.L., Decision Making for Leaders: The Analytic Hierarchy Process for Decisions in a Complex World, RWS Publications, 1990.
- Saaty, T.L., Decision making the Analytic Hierarchy and Network Processes (AHP/ANP)', *Journal of Systems Science and Systems Engineering*, vol. 13 no. 1, pp.1–35, 2004.
- Saaty, T.L, Sodenkamp, M., Making decisions in hierarchic and network systems, *International Journal of Applied Decision Sciences*, vol. 1 no. 1, pp.24-79, 2008.
- Sakao, T., 'A QFD-centred design methodology for environmentally conscious product design', *International Journal* of *Production Research*, vol. 45 no. 18-19, pp.4143-4162, 2007.
- Sakao, T., Shimomura, Y., Service Engineering: a novel engineering discipline for producers to increase value combining service and product, *Journal of Cleaner Production*, vol. 15 no. 6, pp.590-604, 2007.
- Sakao, T., and Fargnoli, M., Customization in ecodesign, *Journal of Industrial Ecology*, vol. 14 no. 4, pp.529-532, 2010.
- Sakao, T., Song, W., Matschewsky, J., Creating Service Modules for Customising Product/Service Systems by Extending DSM, *CIRP Annals-Manufacturing Technology*, vol. 66 no. 1, pp.21-24, 2017.
- Satapathy, S., Mishra, P., A customer oriented systematic framework to extract business strategy in Indian electricity services', *Journal of Industrial Engineering International*, vol. 9 no. 33, pp.1-18, 2013.
- Shad, Z., Roghanian, E., Mojibian, F., Integration of QFD, AHP, and LPP methods in supplier development problems under uncertainty. *Journal of Industrial Engineering International*, vol. 10 no. 2. doi:10.1186/2251-712X-10-2, 2014.

- Sivasamy, K., Arumugam, C., Devadasan, S.R., Murugesh, R., Thilak, V.M.M., Advanced models of quality function development: a literature review', *Quality and Quantity*, vol. 50, no. 3, pp.1399-1414, 2016.
- Song, W., Sakao, T., Service conflict identification and resolution for design of product-service offerings, *Computers and Industrial Engineering*, vol. 98, pp.91-101, 2016.
- Tontini, G., Integrating the Kano Model and QFD for Designing New Products, *Total Quality Management and Business Excellence*, vol. 18 no. 6, pp.599-612, 2007.
- Tukker, A., Eight types of product-service system: eight ways to sustainability? Experiences from suspronet, *Business Strategy and the Environment*, vol. 13, pp. 246-260., 2004.
- Tukker, A., Product services for a resource-efficient and circular economy-a review, *Journal of Cleaner Production*, vol. 97, pp.76-91, 2015.
- Turki, S., Didukh, S., Rezg, N., Optimization and analysis of a manufacturing-remanufacturing-transportwarehousing system within a closed-loop supply chain, *Sustainability*, vol. 9 no. 4, doi: 10.3390/su9040561, 2017.
- Ulaga, W., Reinartz, W.J., Hybrid offerings: how manufacturing firms combine goods and services successfully. *Journal of Marketing*, vol. 75 no. 6, pp.5-23, 2011.
- Vinayak, K., Kodali, R., 'Benchmarking the quality function deployment models, *Benchmarking: An International Journal*, vol. 20 No.6, pp.825-854, 2013.
- Vinodh, S., Manjunatheshwara, K.J., Sundaram, S.K., Kirthivasan, V., Application of fuzzy quality function deployment for sustainable design of consumer electronics products: a case study, *Clean Technologies Environmental Policy*, vol. 19, pp.1021-1030, 2017.
- Wang, S.C. and Chen, M.K., The critical factors of success for information service industry in developing international market: using analytic hierarchy process (AHP) approach, *Expert Systems with Applications*, vol. 37, pp.694-704, 2010.
- Wang, Y.H, Lee, C.H., Trappy, A.J.C., Service design blueprint approach incorporating TRIZ and service QFD for a meal ordering system: a case study, *Computers and Industrial Engineering*, vol. 107, pp.388-400, 2017.
- Xie, M.Q., Jiang, Q.Q., Cheng, W.P., Ma, X.X., Determining the importance ratings of customer requirements of automotive clutch based on quality function deployment, *Proceedings of the International Conference on Mechanics Design, Manufacturing and Automation (MDM)*. ISBN: 978-1-60595-354-0, 2016.
- Xu, J., Xu, X., Xie, S.Q., A comprehensive review on recent developments in quality function deployment, International Journal of Productivity and Quality Management, vol. 6 no. 4, pp.457-494, 2010.
- Zadeh, L.A., Fuzzy sets, Information and Control, vol. 8 no.3, pp.338-353, 1965.
- Zaim, S., Sevkli, M., The methodology of quality function deployment with crisp and fuzzy approaches and an application in the Turkish shampoo industry, *Journal of Economic and Social Research*, vol. 4 no.1, pp.27-53, 2002.
- Zaim, S., Sevkli, M., Camgöz-Akdağ, H., Demirel, O.F., Yayla, A.Y., Delen, D., Use of ANP weighted crisp and fuzzy QFD for product development, *Expert Systems with Applications*, vol. 41 no. 9, pp.4464-4474, 2014.
- Zamani, M., Zolfaghari, V., Valmohammadi, C., An integrated QFD and ANP model for improving the quality of financial services in consulting engineering firms, *International Journal of Advanced Operations Management*, vol. 9 no. 1, pp.1-22, 2017.
- Zawati, O.A.L., Dweiri, F.T., Application of Quality Function Deployment to improve smart services applications, Dubai public entity as a case study, *Proceedings of the 2016 IEEE International Conference on Industrial* Engineering and Engineering Management (IEEM). doi: 10.1109/IEEM.2016.7798003, 2016.
- Zhang, X., Tong, S., Eres, H., Wang, K., Kossmann, M., Towards avoiding the hidden traps in QFD during requirements establishment, *Journal of Systems Science and Systems Engineering*, vol. 24 no. 4, pp.316-336, 2015.

Biographies

Nicolas Haber is an Industrial Engineer holding a PhD in Industrial Engineering and Engineering Management from Sapienza - University of Rome which he earned in 2017. His field of research is the design of product-service systems in a sustainable manner. He holds master's degrees in mechatronics engineering and industrial engineering management. Moreover, he has two years' experience at Heineken and obtained the 6-Sigma black belt certificate.

Mario Fargnoli is currently employed at the Italian Ministry of Agriculture as Technical Director and collaborates with Sapienza - University of Rome as Adjunct Professor. He worked at the Department of Precision Machinery of the University of Tokyo as JSPS Fellow Researcher. He earned his PhD in Energetics (Design for Sustainable Product Development) at Sapienza - University of Rome. His research interests and publications mainly concern ecodesign, design for safety, as well as engineering design tools and methods.

Massimo Tronci, PhD in Energetics, is Full Professor of Industrial Systems Engineering and Director of the PhD School in Industrial and Management Engineering at Sapienza - University of Rome. His teaching activities concern Industrial Systems Engineering, Operations Management and Smart Factory in the Faculty of Civil and Industrial Engineering. His main research topics are: Supply Chain Management, Operations Management, Quality and Safety Management

Ahmad Ababneh is a PhD student in Management, Banking and Commodity Sciences at Sapienza – University of Rome. His research areas concern operations and risk management, managerial accounting, corporate governance and organizational performance. Moreover, he holds a CMA (Certified Management Accountant) certification.