

# **Travel Industry Demands Change:**

New Whitepaper Finds Travel Managers Are Tired of 'Buying like its 1995'

NEW YORK (April 15, 2015) – A new whitepaper from <u>ALTOUR</u>, a leading travel solutions provider with more than \$1.7B of industry leverage, and The BTN Group, found travel industry professionals are hungry for change in the managed travel purchasing process.

With a wish list covering better distribution options, more transparent economics and cost-saving measures, the majority of the 265 travel professionals surveyed indicated a litany of pain points and inefficiencies in managed travel, calling for a major reset in the industry not seen since the drastic reduction and gradual elimination of airline commissions in 1995.

"It's time for the travel industry to stop buying like its 1995," said Ron DiLeo, EVP and Chief Commercial Officer of ALTOUR, the survey's sponsor. "We've seen incredible advances in technology over the last 20 years and it's time for our industry to take a hard look at the systems and processes we have in place. From the results of our survey with The BTN Group, it's clear that travel industry professionals recognize the need for a major overhaul of the way we do business."

#### Ease of Use

Travel professionals are juggling numerous client requests at once and need systems that are easy to use. They are most interested in process improvements that will allow for easier search options, pricing comparisons, online booking tools and rebooking. Additionally, enhanced technology interfaces are needed to make it easier for travelers to book and alter travel plans, including on mobile devices. According to a 2014 study, 71 percent of global travel managers are already using or expect to use mobile travel management applications – ranging from travel booking and itinerary sharing to mobile payment and expense reporting.

## **Pricing Transparency**

Transparency is key in today's marketplace and survey respondents echoed this sentiment, asking for more clarity into overall pricing. More than 65 percent of respondents identified "securing the lowest rates and fares" as the top pain point, calling for more sophisticated technology and tools. Other technology wish-list items included data reporting improvements and more sophisticated search algorithms to find lower fares and be advised when lowest fares change after booking.

Other key findings from the survey include:

- The top three most costly inefficiencies were identified as data reporting processes, airline ancillary products and hotel RFPs/preferred supplier contracts
- Despite concerns about inefficiencies, only one-third of travel buyers surveyed have completed process mapping exercises aimed at improving booking and service deliverables with airline, car rental, corporate payment and data management providers in the past 24 months
- Ground transportation is the travel management category least likely to undergo process mapping, according to 70 percent of buyers surveyed
- Frustrations with data reporting and management and airline ancillary fees were so significant, they will be addressed in a separate whitepaper to be released in September 2015

"The fact that we largely approach travel management in the same way we did when cell phones were bricks and the now almost-obsolete DVD format was first being introduced should be a wake-up call," said DiLeo. "It's time for another major industry shift, evaluation of inefficiencies and implementation of newer technologies to make the managed travel experience better for travel managers, corporations and the business travelers on the ground."

To download a full copy of the whitepaper, please <u>click here</u>. For more information on survey methodology, or to arrange an interview with the survey's authors, please contact Heather Dratler (heather@allisonpr.com or 202-772-1449).

## About ALTOUR

ALTOUR is a world-class travel solutions provider with over \$1.7B in industry leverage. As one of the largest independent travel agencies in the world, ALTOUR's global network of more than 1,200 leading travel experts offer personalized service and unrivaled relationships that make travel management seamless for business, luxury and mid-tier leisure travelers alike. ALTOUR Business combines highly skilled agents with industry-leading technology infrastructure to encompass every aspect of business travel management, including expertise in private air charter, meetings & incentives and specific industry verticals. www.altour.com

## **About The BTN Group**

The BTN Group of Northstar Travel Media includes Business Travel News, the leading web and print news source for executives who buy or manage business travel and need comprehensive industry information; Travel Procurement, a quarterly magazine providing trends, case studies and market intelligence for procurement executives charged with travel; and The Beat, an eNewsletter focusing on business travel distribution and technology. The BTN Group's Content Solutions team works closely with business travel suppliers to identify important industry topics to address in webinars, research, white papers and newsletters. The group also produces more than 16 conferences in the United States and Europe each year. BTN has been the voice of

authority for corporate travel buyers throughout North America for more than 30 years. <a href="https://www.businesstravelnews.com">www.businesstravelnews.com</a>