



Less Travel, Better Results

A travel strategy for climate-conscious business leaders



What If We're Managing Travel All Wrong?

tClara ?



"If we save 10% on travel, we can take 10% more trips!"

- A travel category leader September, 1994

We've managed travel this way for nearly three decades.





The "Lower prices, more trips" strategy:

Control travel spend

Prioritize discounts and savings

Design travel policies to

Shift share to key suppliers

Buy inexpensive trips

Flag non-compliant travelers

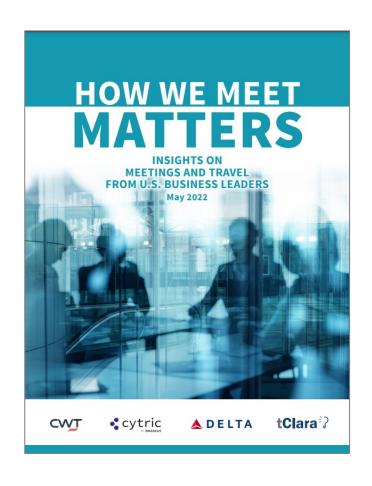


After 30 years it's fair to ask...



What if we're managing travel all wrong?





New research shows

Lower prices and more trips are no longer priorities for most U.S. executives.

tClara's "How We Meet Matters" whitepaper based on a survey of 522 U.S. business leaders https://www.tclara.com/registerforhwmm

PRIORITIZED TRAVEL-RELATED GOALS FOR U.S. EXECUTIVES



- 1. More successful trips
- 2. Protect the health and wellbeing of all travelers
- 3. Increase the retention of our frequent travelers
- 4. Reduce carbon emissions, and (tied),
- 5. Reduce the number of business trips
- 6. Decrease the prices paid for business trips
- 7. Increase the number of business trips



Source: tClara's study "How We Meet Matters – Insights on Meetings and Travel from U.S. Business Leaders", Fig. 19

The "Lower prices, more trips" strategy

Control travel spend

Prioritize discounts and savings

Design travel policies to

Shift share to key suppliers

Buy inexpensive trips

Flag non-compliant travelers



achieves none of these goals:

tClara ?

More successful trips

Protect the health and wellbeing of all travelers

Increase the retention of our frequent travelers

Reduce trips and CO2



So yes, we do need a new travel strategy to achieve these goals.

More successful trips
Protect the health and wellbeing of all travelers
Increase the retention of our frequent travelers
Reduce trips and CO2

A MODERN TRAVEL STRATEGY



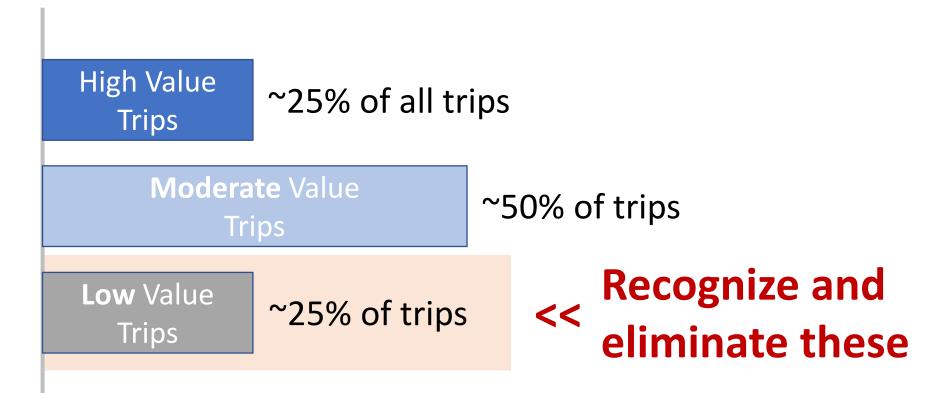


CORE PRINCIPLES

- 1. Travel less but travel better
- 2. Pay more to pollute less
- 3. Measure before and after
- 4. Trade savings for success



1. Travel less, but travel better.



Source: tClara's analysis of 407 business trips taken between April and October, 2022



1. Travel less, but travel better.

Embrace the magic of higher prices

- 1. They make it harder to justify low-value trips
- 2. They chew up the travel budget faster, so fewer trips are taken
- 3. They buy higher-quality travel
- 4. They make it **easier** for suppliers to invest in **sustainable** travel

Higher-quality travel helps achieve our top goals:

- 1. More successful trips
- 2. Better health, safety and wellbeing
- 3. Better retention



2. Pay more to pollute less.

Step 1: Make a carbon reduction goal, set a travel budget, and find the carbon intensity cap.

Company XYZ

Baseline Year (2019)

2023 Budgets

Goal: 25%

Air Travel

1.0 million kg CO2

0.75 million kg

reduction

in CO2

Air Spend

\$1.0 million

in CO2

Carbon Intensity

(CO2 kg / Spend)

= 0.75 kg per \$



Next year's



= 0.75<= 0.75; Allow

Step 2: Enforce the carbon intensity cap (e.g., max 0.75) in your booking tool.

Ticket Option	CO2	Ticket Price	CO2 kg per \$
Econ, non-refundable	1,000 kg	\$1,000	= 1.00 > 0.75; Reject

\$1,600

"The invisible carbon budget"

1,200 kg

Prem. Econ, refundable

Pay more, travel less, emit less CO2



3. Measure before and after.

Claim

Pre-trip Justifiability	Travel Management's Traditional Scope		Post-trip Evaluation
"Why are you traveling?"	Shop Book Travel Pay	Advise Source Service Protect	"How successful was your trip?"

Report

Win Revenue **Earn Customer Trust Upgrade Our Technology Gain Operational Excellence Improve Our Workforce Control Costs and Risks Strengthen Supply Chains Achieve Our Mission Deliver Innovation Shape Our Future**

Ask travelers to link each trip to one of these goals.

Do that, and you can then show management this view of travel's impact...



Measure spend and trip success for each goal.

Source: scott@tclara.com



4. Trade savings for more success.

Savings are irrelevant. Discounts are detrimental.

What will you negotiate for instead?

Higher account priority

Higher quality travel

Higher traveler status

More traveler privileges

More SAF investments





A MODERN TRAVEL STRATEGY

- 1. Travel less but travel better
- 2. Pay more to pollute less
- 3. Measure before and after
- 4. Trade savings for success





A MODERN TRAVEL STRATEGY

- ✓ More trip success
- ✓ Better health and safety
- ✓ Better retention
- ✓ Less CO2
- ✓ Fewer trips



Scott Gillespie at tClara



- Travel as a strategy
- Justifiable travel
- Traveler friction
- Airline CO2 emissions
- Travel procurement

Nudging the travel industry forward

Perspectives gained at:

ARC

TRX

Travel Analytics

Kearney

MBA, Univ. of Chicago

scott@tclara.com