

# THE POWER OF TRAVEL PACKAGING SYSTEM

The essential Toolkit for packaging travel products, services and experiences

JOE VENETO



### **CHAPTER 1** THE BUSINESS OF TRAVEL PACKAGING — WHAT OPPORTUNITIES DOES IT REPRESENT FOR MY BUSINESS? What Is Travel Packaging and Why Is it Important What Is the Economic Impact of the Tourism Industry? 1-2What Is the Economic Impact of Packaged Travel? $\dots$ 1 – 3 What Is the Effect of Shifting Demographics What Are Marketplace Forces Affecting Consumer What Are the Intrinsic Qualities of a Mapping Brand Qualities to Product Offerings ....1 – 15 How Can Potential Travelers be Identified? . . . . . . . . . 1 – 17 What Are the Future Trends in Travel Packaging? $\dots 1 - 22$ **CHAPTER 2** PACKAGE MODELS & POSSIBILITIES — WHAT ARE EXAMPLES OF COMPELLING PACKAGES? What Makes a Travel Package Appealing? ............2 – 1 Can I Create Compelling Packages That Will Work

## TABLE OF CONTENTS

### **TABLE OF** CONTENTS

| CHAPTER 3 | THE PROCESS OF PACKAGING — WHAT IS THE METHOD FOR CREATING SUCCESSFUL TRAVEL PACKAGES? |
|-----------|--|
|           | How Is a Travel Package Initiated?3 – 1  |
|           | What Is the Process of Packaging Travel?   |
|           | Product Testing  |
|           | How Do I Implement the Process of Travel Packaging? .3 – 10                            |
| CHAPTER 4 | PACKAGE DESIGN — HOW DO I DESIGN COMPELLING PACKAGES FOR CONSUMERS & GROUPS?           |
|           | How Do People Travel?  |
|           | What Are the Types of Travel Packages?   |
|           | Choosing Package Types   |
|           | What Are the Components of Successful Packages? $\dots 4-10$                           |
|           | Primary or Anchor Components   |
|           | Value Added Elements   |
|           | Lagniappe  |
| CHAPTER 5 | PACKAGE PRICING — HOW DO I PRICE MY PACKAGES?  |
|           | What Are the Elements of Package Pricing? 5 – 1  |
|           | Approaches to Pricing5 – 3   |
|           | Pricing Structures & Categories5 – 4   |
|           | Pricing Terms to Know  |
|           | How Do I Price Package Elements?   |
|           | Lodging  |
|           | Meals  |
|           | Attractions and Entertainment  |
|           | Car Rental5 – 15   |
|           | Lagniappe Gifts  |
|           | Mailing Costs  |



|           | Package Mark Up5 – 17   |
|-----------|---|
|           | Commission  |
|           | Credit Cards  |
|           | Determining the "Sell At" Price   |
|           | Pricing Strategy  |
|           | Using a Costing Worksheet   |
|           | How Do I Create Partnerships and Partner Agreements?                                    |
|           | Allocating Package Inventory  |
|           | Partner Agreement Templates – Attractions,  Meals & Lodging                             |
|           | Case Example & Sample Pricing of a One-Day Package                                      |
| CHAPTER 6 | PACKAGE DISTRIBUTION — HOW DO I REACH CUSTOMERS THROUGH MULTIPLE DISTRIBUTION CHANNELS? |
|           | How Do I Sell My Packages Through Multiple Distribution Channels?                       |
|           | Consumers and Travel Distribution   |
|           | What Distribution Channels Can I Use  |
|           | to Sell My Packages?  |
|           | Direct-To-Consumer Channel  |
|           | Destination Marketing Organizations (DMOs) $\dots 6-2$                                  |
|           | Travel Agents and Consortium Groups6 – 3  |
|           | Auto Clubs  |
|           | Tour Operators and Receptive Travel Companies $6 - 18$                                  |
|           | Packaging Partners  |
|           | Third Parties   |
|           | Credit Card Companies   |
|           | Companies and Employee Benefits Organizations6 – 19                                     |

# TABLE OF CONTENTS



# TABLE OF CONTENTS

| CHAPTER 7 | PACKAGE MARKETING — HOW DO I MARKET AND PROMOTE MY PACKAGES?                     |
|-----------|--|
|           | What Can I Do to Market and Promote My Packages? 7 – 1                           |
|           | Marketing to Leisure Travelers   |
|           | Traditional Marketing Activities7 – 4  |
|           | On-Line Marketing — Using The Web7 – 8   |
|           | How Can I Use Public Relations to Promote My Packages?                           |
|           | Promotion Using the 4Ts — Themes, Threads, Trends and Traditions                 |
|           | How Do I Integrate Marketing and Promotion? $\dots$ 7 – 22                       |
|           | Ten Commandments of Media Press/News Release Submittal for the On-line World     |
|           | Taking Advantage of News Events  |
|           | How Do I Measure Package Results?7 – 26  |
|           | Tracking Packages  |
| CHAPTER 8 | PACKAGE ADMINISTRATION — HOW DO I MANAGE THE OPERATIONAL DETAILS OF MY PACKAGES? |
|           | How Do I Facilitate the Selection and Delivery of My Packages?                   |
|           | The Customer's Experience8 – 1   |
|           | How Do I Handle Package Booking Requests and Reservations?                       |
|           | How Do I Handle Deposits and Payments?   |
|           | How Do I Handle Cancellations?   |
|           | How Do I Handle Other Package Administration Aspects?                            |
|           | Confirmations  |
|           | Pre-trip Materials   |
|           | Advance reservations (spas, golf, restaurants, etc.)8 – 11                       |
|           |  |



|           | Managing Inventory8 – 15                                    |
|-----------|---|
|           | Payment to Partners   |
|           | Customer Service Issues or Complaints                       |
|           | Insurance and Liability8 – 17                               |
| CHAPTER 9 | PACKAGE EVALUATION — HOW DO I ASSESS AND ADAPT MY PACKAGES? |
|           | How Do I Evaluate My Packages?                              |
|           | Evaluation as a Way of Doing Business9 – 1                  |
|           | Customer Feedback9 – 1                                      |
|           | Evaluation Criteria for Packages9 – 2                       |
|           | How Do I Adapt My Packages for the Future?9 – 4             |
|           | Assessing the Marketplace9 – 4                              |
|           | Key Indicators  |
|           | Industry Resources  |
|           | Competitive Analysis  |
|           | How Do I Introduce New Package Travel Products?9 – 9        |
| APPENDIX  | PACKAGING DEVELOPMENT TOOLS AND TEMPLATES                   |
|           | Package Pricing Case Studies                                |
|           | Forms and Templates   |
|           | Resources   |
|           | Destination Marketing Organizations                         |
|           | Major Associations / Organizations                          |
|           | Niche Associations  |
|           | Media Resources   |
|           | Technology Resources  |
|           | Travel Industry Glossary of Terms                           |
|           | Answer Key  |
|           |   |

