

# AI for Austrian Travel Agencies

Opportunities and Challenges

Marija Brkić, Tamara Pfliegler, Felix Mühle, Philipp Reikerstorfer, Laura Oliwia Wronska

## The Problem

Leveraging artificial intelligence for specific workplace-related challenges of travel agents

- Addressing inefficiencies and quality issues of operations
- Adapting to technology for competitive advantage (information sourcing)
- Understanding how AI could be practically applied in this sector
- Enhancing user experience for both employees and clients using AI-based solutions

## The Objective

Enhancing Austrian travel agencies' operations and service quality by integrating AI technologies

### Iterative Design Thinking



## RESULTS > WEBINAR

### What is AI?

- From Turing's concept in the 1930s > today advanced applications in many fields
- Includes machine learning, deep learning, chatbots, robotics, and expert systems
- Transformative role > smart recommendations, decision-making, personalization, customer service, demand forecasting, and language translation in travel

- Enhance response accuracy by providing explicit and detailed instructions
- Break down intricate tasks into focused questions for better outcomes & offer specific context for relevant answers + use follow-up questions for clarity
- Incorporate data from external databases or tools to better utilize ChatGPT

### ChatGPT prompting

### AI Risks in Travel

- Biases in recommendations due to skewed data > critical reviews and personalized customer focus to avoid discriminatory practices
- Data privacy issues > strong passwords, data encryption, and secure device management to protect traveler information
- AI automation may lead to loss of staff expertise > need for ongoing training and emphasis on human judgment and personalized service

### Overview of AI tools in Travel

- Many "AI travel tools" are identified as a vaporware and many use "AI" as an USP when their tools do not utilize AI extensively
- Comprehensive qualitative content analysis yielded 41 AI tools to be used by travel agencies now!
- 18 tools > top 3 use cases of Austrian travel agencies: Information gathering and processing, Training & Employee Support, Specific consulting support, Specific consulting support

### Managing AI expectations

- AI enhances personalization in tourism > customized travel recommendations + improved communication with chatbots and virtual assistants
- AI's pattern recognition > market trend analysis + customer preference understanding + data security and integrity (integration with blockchain)
- AI automates repetitive tasks in travel agencies > better workflow + data processing + customer service

## Conclusion

## Research Method

- 2 workshops with travel agency representatives
- 6 interviews with industry experts
- Grey & academic literature + textbook knowledge
- Qualitative content analysis for interpreting material

We successfully demonstrated the potential of artificial intelligence to **revolutionize the Austrian travel industry** by significantly **enhancing operational efficiency and customer service quality**. The research and its outcomes offer **valuable insights and practical tools for travel agencies** to adapt to the evolving digital landscape, ultimately contributing to the industry's **growth and competitiveness**.

## Acknowledgements

We thank the **WKO**, our **Business Partners**, all interviewed **Experts**, as well as our **Supervisor**.

