

# INTERNATIONAL INBOUND TRAVEL

BASELINE FORECAST*	HISTORICAL DATA			FORECAST				
	2019	2020	2021	2022	2023	2024	2025	2026
<b>International Arrivals (millions)</b>	79.4	19.2	22.1	47.9	65.0	76.2	84.3	89.5
<i>as % of 2019 levels</i>		24%	28%	60%	82%	96%	106%	113%
<b>International Travel Spending, (2019 \$ billions)**</b> Taking into account, elevated levels of inflation, international travel spending is not projected to return to 2019 levels until 2025.	\$180.9	\$40.6	\$40.1	\$100.8	\$140.8	\$166.7	\$185.0	\$196.9
<i>as % of 2019 levels (controlled for inflation)</i>		22%	22%	56%	78%	92%	102%	109%

\*The baseline forecast assumes that pre-departure testing will remain in place until the end of 2022, and that visa wait times progressively return to "normal" over the course of the forecast

\*\*This includes general travel spending and passenger fares but not education/health/worker spending. Spending analysis adjusted for high inflation

## WHERE WE SHOULD BE

Prior to the pandemic, the travel industry experienced ten straight years of growth. While the baseline forecast shows the timeline for international travel's recovery under the current circumstances, the analysis below takes into consideration where we should be if not for making up for significant travel losses in 2020 and 2021.

	2019	2020	2021	2022	2023	2024	2025	2026
<b>International Arrivals (millions)</b>	79.4	80.8	83.0	85.7	88.7	91.8	94.5	97.4
<i>Loss in visitations due to pandemic (millions)</i>		61.6	60.9	37.8	23.7	15.5	10.2	8.0
<b>International Travel Spending (\$ billions)**</b>	\$180.9	\$182.6	\$186.4	\$191.5	\$197.3	\$202.7	\$207.8	\$212.9
<i>Loss in spending due to pandemic (in 2019 \$ billions)</i>		\$142.0	\$146.4	\$90.6	\$56.5	\$36.0	\$22.8	\$16.1

## UPSIDE IMPACT OF POLICY CHANGES (FOR REMAINDER OF 2022)

The pre-departure testing requirement for inbound vaccinated travelers and the significant interview wait times facing visitors from countries requiring a tourist visa are major deterrents to international travel's recovery and growth. The following analysis shows the potential economic upside should the requirement be lifted and / or visa reforms put in place to improve visa processing issues.

	Additional Number of Visitors	% Increase in Visitation	Additional Spending	% Increase in Spending
<b>Dropping of Pre-departure Testing in June</b>	5.4 million	18%	\$9.0 billion	12%
<b>Lowered Visa Wait Times to Less than 30 days</b>	2.2 million	7%	\$5.2 billion	7%
<b>Combined Effect</b>	7.6 million	26%	\$14.2 billion	20%