# MEMORANDUM PAC/RESO/1025

To: All Members, Passenger Agency Conference

**Accredited Representatives** 

From: Director, FDS Operations, GDC

Date: 31 October 2023

Subject: MAIL VOTE (A656)

**PAC1 (Mail A656)** 

**Proposal for Changes to Remittance Frequency for Agents in Brazil** 

## **Background Information**

#### Submitted by APJC Brazil

The second APJC Brazil meeting of the year was held on 14 September 2023. The APJC reviewed the Days Sales at Risk global alignment with the provisions of Resolution 812.

Regarding the Days Sales at Risk global alignment, the APJC reviewed the discussions retaken by PSG and PAPGJC during March and May of 2023 with the aim to invite APJCs overseeing noncompliance markets to agree on a plan to move towards Resolution compliance. The APJC reviewed the provisions of Resolution 812 requiring BSPs with more than 2 reporting periods per month to comply with a remittance frequency of 5 business days after the close of the reporting period, while for Brazil, the existing remittance frequency has been 10 calendar days after the close of the reporting period.

The APJC was encouraged to discuss how to reach the required alignment, reviewing potential obstacles and agreeing to work together towards compliance. Airline members of the APJC stated support for the alignment subject to any conditions to be considered when determining the timeline of implementation.

APJC Agent delegates, also members of ABAV, the National Travel Agent Association, AIRTKT, the Association of Consolidators and other key Agent Corporate Travel Associations, proposed reaching out to the IATA Accredited travel agency community to seek input towards the remittance frequency alignment with a potential implementation by end of 2024, ensuring ample notice to the market well ahead of any changes.

The Agent representatives came back with their input to the APJC, having received no negative feedback from the market, proposing an implementation date of 1 November 2024. The proposed implementation date was well received by the Airline members and the APJC moved to vote on this motion. Obtaining a unanimous vote, APJC Brazil approved the alignment of the remittance frequency with Resolution 812, requiring Agent remittances 5 business days after the close of the billing period, effective 1 November 2024.

## **Proposed Solution**

APJC Brazil unanimously approved the alignment of remittance frequency to 5-business days after the close of the remittance period, for all Agents in Brazil, effective 1 November 2024.

#### **Effective Date**

The proposed effective date of these changes is 1 November 2024.

### **Proposed Action**

Conference to adopt changes to the Remittance Frequency for Agents in Brazil, effective 1 November 2024, where remittance frequency will be 5 business days after the end of the billing period.

Voting Period: 31 October-15 November 2023

Filing Period: 16-30 November 2023 Effectiveness: **1 November 2024** 

To cast a vote, Members are asked to access the application from the following link: <a href="https://forms.office.com/e/GNaQBgexpH">https://forms.office.com/e/GNaQBgexpH</a>

Please note that no other form of voting will be accepted. Voting will conclude at close of business MAD time on **Wednesday**, **15 November 2023**. Votes not cast by that deadline will be deemed to be affirmative.

In conformity with the Mail Vote procedure endorsed by PAConf in October 2009, this Mail Vote has been provided in advance to representatives of the agency associations ECTAA, UFTAA and WTAAA for review and/or comment.

No comments were received.

Any Member seeking clarification on any aspect of the mail vote or the mail vote process is invited to contact the IATA Passenger Governance team by email to <a href="mailto:pac-gov@iata.org">pac-gov@iata.org</a>.

Juan Antonio Rodriguez Director – FDS Operations, GDC