Travel & Tourism | Global

A tour operator improved asset capitalization accuracy by 20%

A tour operator running bus, car and cycle tours replaced manual capitalization with rules per asset category and regular depreciation runs, making its financial reporting more reliable.



20%
more accurate asset categorization for capitalization

15%
better financial reporting accuracy

10%
more accurate categorization by tour type

AT A GLANCE

INDUSTRY
Travel and tourism

BUSINESS
Tour operator

TOURS
Bus, car and cycle

PREVIOUSLY
Manual capitalization

FEATURES USED
Finance | Platform | Insight

01 The client

The client is a tour operator offering bus, car and cycle tours. Each kind of tour uses its own kinds of assets, from vehicles to bicycles and equipment.

Each asset has to be categorized and capitalized correctly, and its value tracked, so the company's financial reports meet accounting standards.

02 The challenge

Capitalization was done by hand across very different assets, which led to discrepancies, inaccurate financial reports and wasted effort.

- Assets for different tours were hard to categorize consistently.
- Manual methods caused discrepancies in capitalized values.
- Asset values were not tracked over time.
- Compliance with accounting standards was hard to demonstrate.

03 What they set up in Asset Infinity

The operator set up Asset Infinity's Finance feature for its bus, car and cycle tour assets, with rules for each asset category.

Finance

Rules for each asset category

Asset categories for each tour type carry their own capitalization and depreciation settings, so the same kind of asset is treated the same way every time.

Finance

Depreciation runs

Regular depreciation runs keep every asset's value current, showing its effect on the books by category and tour type.

Platform

Approval before capitalization

Required fields and an approval step check that each asset is categorized correctly before it is capitalized.

Insight

Financial reports

Reports show asset values and depreciation by category and tour type, and journals can be exported to the accounting system.

04 How it works day to day

Here is how a new asset goes from purchase to the financial reports now.

OPERATIONS TEAM

Registers the asset

A new bus, car or cycle is added to the register in the category for its tour type, with required fields completed.

SYSTEM

Applies category rules

The category supplies the capitalization and depreciation settings, so the asset is treated like others of its kind.

FINANCE MANAGER

Approves capitalization

An approval step lets finance check the category and value before the asset is capitalized, with reminders if it waits.

FINANCE TEAM

Runs depreciation

A depreciation run calculates the current value of every asset by its category's method.

FINANCE TEAM

Exports journals

Depreciation journals are exported to the accounting system, so the books match the register.

MANAGEMENT

Reviews by tour type

Reports show asset values and depreciation by category and tour type, supporting investment decisions.

05 Before and after

	BEFORE	WITH ASSET INFINITY
Capitalization	Manual, inconsistent	Rules per asset category
Categorization	Errors and discrepancies	20% more accurate
Asset values	Not tracked over time	Updated by depreciation runs
Compliance	Hard to demonstrate	Required fields and approval before capitalization
Financial reporting	Inaccurate	15% more accurate

06 How it rolled out

1

Needs assessment. The client and the Asset Infinity team reviewed capitalization challenges and reporting requirements across tour offerings.

2

Categories and rules set. Asset categories and capitalization criteria were configured for bus, car and cycle tour assets.

3

Checks added. Required fields and approvals were set so each asset is categorized correctly before capitalization.

07 The results

10% increase in overall operational efficiency

5% improvement in informed decision-making

- Fewer capitalization errors and less administrative work

08 Why it worked

Rules, not judgment calls

Category settings made capitalization consistent, whoever registers the asset.

Built around tour types

Categories followed the company's bus, car and cycle tours, so reports match how it runs the business.

Checked before it counts

An approval step catches miscategorized assets before they reach the books.

09 Looking ahead

By setting capitalization rules per asset category and running depreciation in one system, the tour operator capitalizes assets consistently and reports their value with confidence.

Reliable asset values by tour type now give management a clearer basis for deciding where to invest across its bus, car and cycle tours.

See it on your own assets

A 30-minute demo, set up for a tour operator or travel company.

The client's name is withheld for confidentiality. Results are as reported by the client.

Book a demo

Start a 14-day free trial