



## Long-run forecasting of the number of the ecotourism arrivals in the municipality of Stambolovo, Bulgaria

Previsão de longo prazo do número de chegadas de ecoturistas no município de Stambolovo, Bulgária

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### ABSTRACT

Most of the Bulgarian rural municipalities need to back up their investment decisions in tourism infrastructure by preliminary analysis and forecasts. The present paper regards several major problems in the application of exponential smoothing methods for the purpose of the long-run forecasting for the needs of the mountainous municipality of Stambolovo, Bulgaria, such as: (i) the problem of determining the time series pattern; or the so-called "forecast profile"; (ii) the selection of a suitable forecasting method; (iii) Calculating of short-run and long-run forecasts; and (iv) the comparison of the results of the forecast techniques on the basis of the errors in the forecasts. A specially designed model for estimation of the weight coefficient needed for determining the size of the rural tourism and ecotourism sectors of this very same municipality, located near Bulgaria's border with Greece and Turkey, is being presented.

**Keywords:** Forecasting, exponential smoothing, ecotourism.

### RESUMO

A maioria dos municípios rurais búlgaros necessita de basear as suas decisões de investimento em infra-estrutura turística em análise preliminar e previsões. O presente trabalho aborda vários problemas na aplicação dos métodos de suavização exponencial com a finalidade de previsão de longo prazo para as necessidades do município montanhoso de Stambolovo, Bulgária, tais como: (i) o problema de determinar o padrão de séries temporais; ou o chamado "perfil de previsão", (ii) a seleção de um método de previsão adequado, (iii) Cálculo das previsões de curto prazo e de longo prazo, e (iv) a comparação entre os resultados das técnicas de previsão com base nos erros das previsões. Apresentamos aqui um modelo especialmente concebido para a estimativa do coeficiente de peso necessário para determinar o tamanho dos setores de turismo rural e ecoturismo deste mesmo município, localizado perto da fronteira da Bulgária com a Grécia e a Turquia.

**Palavras-chave:** Previsão, suavização exponencial, ecoturismo.

## 1. Introduction

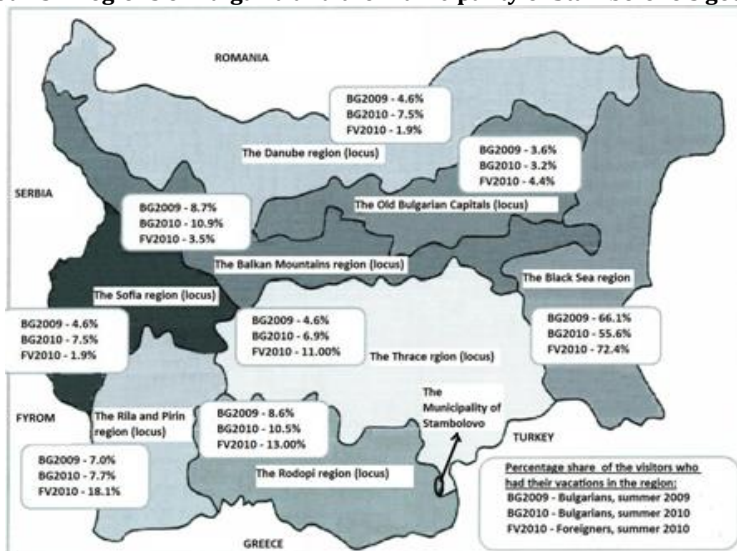
Most of the Bulgarian rural municipalities located in the border regions with Greece and Turkey are facing the necessity to develop its tourism potential as a main and sometimes the only economic alternative to their feeble agricultural sectors. The investment decisions of the municipalities in this regard often need to be backed up by preliminary analysis and forecasts. This is especially valid for the business plans which have to be prepared by the municipalities for acquiring EU and central government funding for the construction of tourism information centres, hiking pathways and other tourism infrastructure.

The municipality of Stambolovo, Bulgaria is one of the numerous municipalities in the country struggling to provide alternative to the agriculture source of employment for its population. The municipality of Stambolovo is located in the

Haskovo region of Bulgaria and it has a territory of 277 sq. km. It is entirely situated in the most South-Eastern part of the Rodopi Mountains and it is some 22 km away from the regional centre of Haskovo. The municipality is also a part of the "Rodopi" tourism region (or the "Rodopi" tourism "locus" according to the Bulgarian Tourism Act), which was visited in 2009 by 8.6% and in 2010 by 10.5% of all the Bulgarians who had their summer vacation within the country. In 2010 the tourism region, to which the municipality of Stambolovo belongs, was visited by 13% of all the foreign tourists who visited Bulgaria in the summer tourism season (Graphic 1).

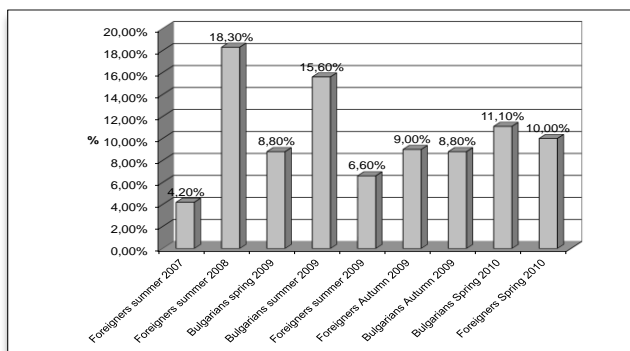
In the meantime, in 2011 the municipality of Stambolovo incidentally recorded 3184 night stays in the hotel accommodation structures on its territory. And if it is assumed that the average number of the tourists' stay comprises two nights, mainly due to weekend trips undertaken to the municipality, one can estimate the average number of the tourism arrivals in the municipality of Stambolovo at some 1592 arrivals.

Graphic 1: The tourism regions of Bulgaria and the municipality of Stambolovo's geographic situation



Source: Dimitrov, P. (2012), modification based on the data and map prepared by the Ministry of Economy, Energy and Tourism of the Republic of Bulgaria

**Graphic 2: Share of the tourists practicing ecotourism in the Bulgarian and foreign tourism flows, 2007 - 2010**



Source: Dimitrov, P. (2012) based on data and surveys provided by the Bulgarian Ministry of Economy, Energy and Tourism, <http://www.mi.government.bg/bg/themes-c263.html>

The findings about the possible share of the tourism industry of the municipality of Stambolovo and the ecotourism as a whole, however, does not provide enough grounds for an objective forecasting for its development. The building up of forecast model, especially with the use of the exponential smoothing methods needs a more sophisticated and multistage approach with a certain number of clearly set objectives.

**2. Objectives**

The task of creating an exponential smoothing forecast model for the long-run development of the tourism industry in a small micro-destination, such as the municipality of Stambolovo, Bulgaria, meets with solving of several major problems:

- (i) Finding of a suitable general indicator, on the basis of which to build the long-run forecasts (the forecast for periods longer than 5 years);
- (ii) Determining the time series pattern, or the so-called "forecast profile"(Gardner, 1987:174-175) (Hyndman, Koehler, Ord and Snyder, 2008:11-23) and the quality of the data in the pattern, on the basis of which to select the suitable forecasting exponential smoothing model.
- (iii) Selecting and using of suitable forecasting techniques;
- (iv) Calculating of long-run forecasts for the value of the above-mentioned general indicator (up to the year 2022);
- (v) Comparing the results of the forecast techniques (the forecast models) on the basis of the errors in the forecasts.
- (vi) Estimating the size of the ecotourism sector of the Municipality of Stambolovo, Bulgaria in certain terms, so that the forecast(s) of the above-mentioned general indicator could be particularized especially for the needs of the municipality.

**3. Methodology and main results**

With regards to the **first problem**, set in the previous point of the present paper, i.e. the difficulties in finding of a general suitable indicator, on the basis of which to make the forecast, it can be pointed out that they come mainly from the lack of reliability and the sustainability of the existing data for the separate types of indicators for tourism demand, especially in terms of time.

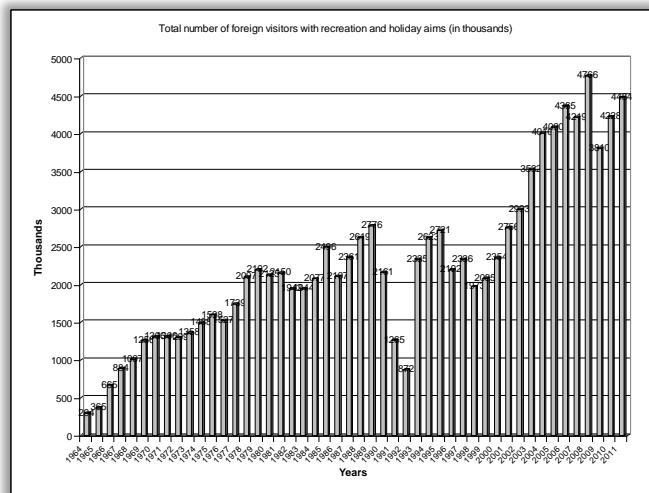
A greater part of the existing indicators are inconsistent in time and they lack enough data which would allow the building of sufficiently long time series (Dimitrov, 2010) (Stankova, 2010) (Filipova, 2010).

Here one could refer to certain indicators such as the indicator "volume of the tourism receipts", for example, which was calculated for different periods of time in different currencies – non-denominated Bulgarian leva, US dollars, German marks and Euros. At the same time, the indicator "number of tourism arrivals", respectively "number of foreign tourists", as per the definition of the United Nations World Tourism Organization, was introduced and implemented in the Bulgarian statistical system in the end of 1990s.

The sole indicator which allows a comparatively long and sustainable time series to be built is the indicator "number of foreign visitors with recreation and holiday aims", which continues to be recorded by both the former State Tourism Agency (now part of Bulgaria's Ministry of Economy, Energy and Tourism) and the Bulgarian National Statistical Institute as a part of the indicator "number of the foreign citizens visiting Bulgaria with tourism aims".

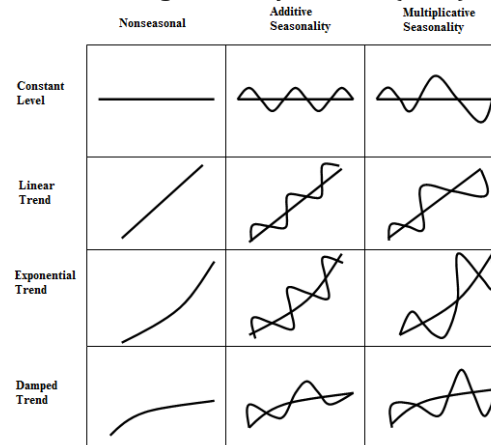
Taking into account the annual data available for the indicator "number of foreign visitors with recreation and holiday aims", one can build a time series of 48 time periods (Graphic 3 and Graphic 4) – from 1964 to the last year of recorded value 2011.

**Graphic 3: Number of foreign visitors in Bulgaria with recreation and holiday aims for the time period 1964 – 2011 (in thousands)**



Source: Dimitrov, P., 2012, based on data provided by the Bulgarian National Statistical Institute (2011 a) (2011 b) and the Ministry of Economy, Energy and Tourism (2011).

**Graphic 4: Forecast profiles from Exponential Smoothing Models by Gardner (1987)**



The second problem of determining the times series pattern, or the so-called times series' "forecast profile" is usually solved by comparing the times series in regard with a pre-set



classification of exponential smoothing methods or the derived form them forecast profiles in terms of development curves. As Hyndman, Koehler, Ord and Snyder point out (Hyndman et al., 2008:11-12), this classification of smoothing methods originated with Pegles' taxonomy (Pegles, 1969:311-315). This was later extended by Gardner (Gardner, 1985:1-28) and modified by Hyndman et al. (2002, 2008) and extended by Taylor (Taylor, 2003:715-725) giving a classification set of fifteen models (Table 1). In the regarded time series, as it will become later clear, the Gardner's much simplified classification can also be successfully used for finding the best fit forecasting method or forecast profile.

**Table 1: Classification of forecasting methods**

Trend component	Seasonal component		
	N (None)	A (Additive)	M (Multiplicative)
N (None)	N,N	N,A	N,M
A (Additive)	A,N	A,A	A,M
A <sub>d</sub> (Additive damped)	A <sub>d</sub> ,N	A <sub>d</sub> ,A	A <sub>d</sub> ,M
M (Multiplicative)	M,N	M,A	M,M
M <sub>d</sub> (Multiplicative damped)	M <sub>d</sub> ,N	M <sub>d</sub> ,A	M <sub>d</sub> ,M

Source: Hyndman et al. (2008), p.12.

A simple visual comparison of the times series of the number of foreign visitors in Bulgaria with recreation and holiday aims for the time period 1964 - 2011 with the Gardner's classification shows out that these particular time series comes into the "linear trend, non-seasonal" profile. Of course with the help of more sophisticated statistical analysis, such as the linear trend estimation by the use of the least squares method and etc., it can be also proved that these very same time series comes into the "A,N" variation of Taylor's patterns of forecasting methods that requires the presence of a trend but with no seasonal components.

The finding that the time series of the number of foreign visitors in Bulgaria with recreation and holiday aims for the time period 1964 - 2011 correspond to the "linear trend, non-seasonal"

profile and require the "A,N" variation of exponential forecasting methods makes the third problem, the one of selecting and using of a suitable forecasting exponential smoothing method much more predetermined and easier to solve. As both Gardner and Hyndman et al. point out this profile corresponds to the method of double exponential smoothing in the presence of a linear trend, known as the Holt's method. The mathematical notation of this method is as follows:

➤ The smoothing of the level (the base) - "L":

$$(1) \quad L_t = \alpha Y_t + (1 - \alpha)(L_{t-1} + T_{t-1}) \quad 0 \leq \alpha \leq 1$$

➤ The smoothing of the trend - "T":

$$(2) \quad T_t = \beta(L_t - L_{t-1}) + (1 - \beta)T_{t-1} \quad 0 \leq \beta \leq 1$$

➤ The achieving of the final forecast "F<sub>t+m</sub>" for "t+m" periods ahead in the future:

$$(3) \quad F_{t+m} = L_t + mT_t,$$

Where:

"α" and "β" are the smoothing constants for the level and the trend respectfully which could take values between 0 and 1.

In this situation, it would be useful if the selected method for forecasting through exponential smoothing - the method of the double exponential smoothing (the Holt's method) is tested in different values of the smoothing constants "α" and "β" in order to minimize the forecast error. One of the criteria for this minimizing could be the mean absolute percentage of error (MAPE). For the purpose of visualization of the results from the different forecast methods for past and future periods, as well as the extent of achieved error (in comparison of the forecast values with the actually observed ones for the past periods of time), these results are presented in table and graphic form in Table 2, Graphic 5 and Graphic 6. As it is obvious from the table and the both graphics, the existing statistical software products could be used for defining of an optimal best-fit forecast model, i.e. for defining of the optimal values of the smoothing constants (used for calculations in column VI of Table 2 and for plotting the black dotted forecast curve in Graphic 5 and in Graphic 6). Of course, the inherent capacities of the statistical software products in this regard should not be overestimated and over-praised.

**Table 2: Calculating of long-run forecasts - through three variations of the double exponential smoothing (the Holt's method)**

Year number of foreign visitors	Total number of foreign visitors with recreation and holiday aims (in thousands)	Level initialization (L0=Y1)	Trend initialization (T0=Y2-Y1)	Forecast (Ft+1; Ft+m) in one-parameter double exponential smoothing, α=β=0,30	Forecast (Ft+1; Ft+m) in two-parameter double exponential smoothing (best model fit by SPSS)	The Level (L) in one-parameter double exponential smoothing, α=β=0,10	The Trend (T) in one-parameter double exponential smoothing, α=β=0,10	Forecast (Ft+1; Ft+m) in one-parameter double exponential smoothing, α=β=0,10
		294	71					
I	II	III	IV	V	VI	VII	VIII	IX
1964	294				294			
1965	365	344	65	408	364	358	70	428
1966	665	395	61	456	435	422	70	492
1967	884	519	80	598	735	509	71	580
1968	1007	684	105	789	954	611	74	685
1969	1256	855	125	979	1077	717	78	795
1970	1306	1062	150	1212	1326	841	82	923
1971	1306	1240	158	1398	1376	962	86	1048
1972	1299	1371	150	1521	1376	1073	89	1162
1973	1358	1454	130	1584	1369	1176	90	1266
1974	1488	1516	110	1626	1428	1275	91	1366
1975	1598	1584	97	1682	1558	1378	92	1470
1976	1527	1657	90	1746	1668	1483	93	1577

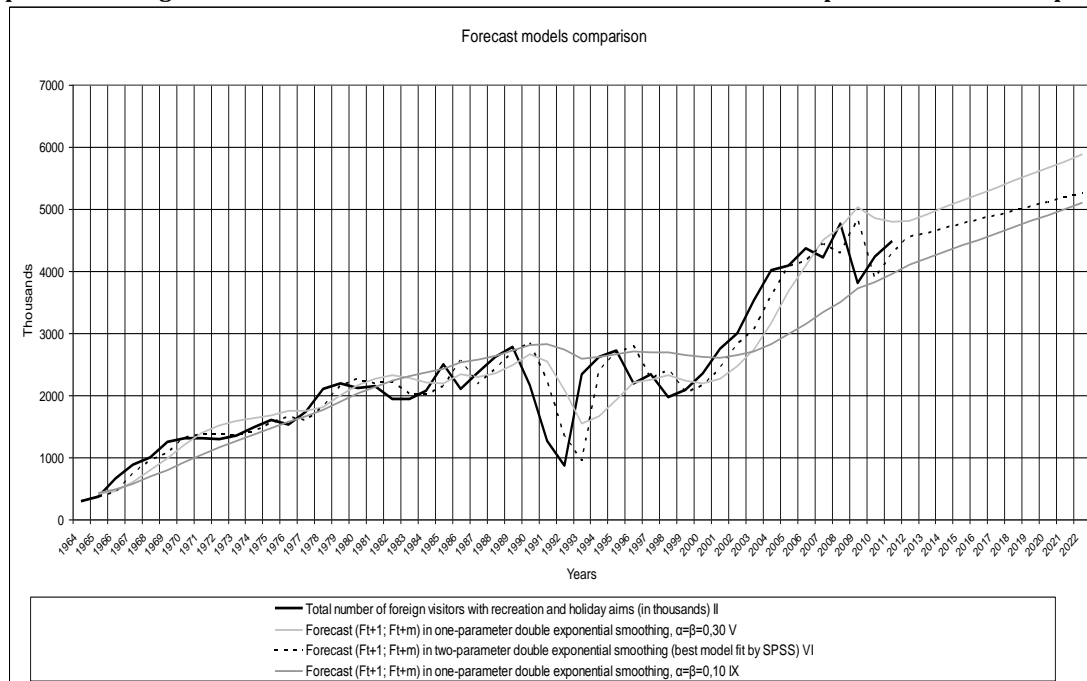


**Table 2: Calculating of long-run forecasts - through three variations of the double exponential smoothing (the Holt's method)**

1977	1739	1680	70	1750	1597	1572	93	1665
1978	2097	1747	69	1816	1809	1672	94	1766
1979	2192	1900	94	1994	2167	1799	97	1896
1980	2125	2054	112	2166	2262	1926	100	2025
1981	2150	2153	108	2262	2195	2035	101	2136
1982	1942	2228	98	2327	2220	2138	101	2239
1983	1944	2211	64	2275	2012	2209	98	2307
1984	2077	2176	34	2209	2014	2271	95	2366
1985	2496	2170	22	2192	2147	2337	92	2428
1986	2107	2283	49	2332	2566	2435	92	2527
1987	2361	2265	29	2294	2177	2485	88	2573
1988	2619	2314	35	2349	2431	2552	86	2638
1989	2776	2430	59	2489	2689	2636	86	2722
1990	2161	2575	85	2661	2846	2727	86	2814
1991	1265	2511	40	2551	2232	2748	80	2828
1992	872	2165	-76	2090	1336	2672	64	2736
1993	2335	1724	-185	1539	942	2550	46	2595
1994	2623	1778	-113	1665	2404	2569	43	2612
1995	2721	1952	-27	1925	2693	2613	43	2656
1996	2192	2164	44	2208	2791	2663	44	2706
1997	2336	2203	43	2246	2263	2655	39	2693
1998	1973	2273	51	2324	2406	2658	35	2693
1999	2085	2219	19	2238	2043	2621	28	2648
2000	2354	2192	6	2198	2155	2592	22	2614
2001	2756	2245	20	2264	2424	2588	20	2608
2002	2993	2412	64	2476	2826	2623	21	2644
2003	3532	2631	110	2741	3063	2679	24	2703
2004	4010	2979	182	3160	3602	2786	33	2819
2005	4090	3415	258	3673	4080	2938	45	2983
2006	4365	3798	296	4094	4160	3093	56	3149
2007	4219	4175	320	4495	4435	3271	68	3339
2008	4766	4412	295	4707	4289	3427	77	3503
2009	3810	4725	300	5025	4836	3630	89	3719
2010	4228	4661	191	4852	3881	3728	90	3818
2011	4484	4665	135	4800	4298	3859	94	3954
2012		4705	106	4811	4554	4007	100	4106
2013				4918	4624			4206
2014				5024	4694			4306
2015				5131	4764			4405
2016				5237	4834			4505
2017				5344	4904			4605
2018				5450	4974			4704
2019				5557	5045			4804
2020				5663	5115			4904
2021				5770	5185			5004
2022				5876	5255			5103

Source: Dimitrov, P., 2012, based on data provided by the Bulgarian National Statistical Institute (2011 a) (2011 b) and the Ministry of Economy, Energy and Tourism (2011)

**Graphic 5: Plotting of the results form the miscellaneous forecast methods for past and future time periods**



Source: Dimitrov, P., 2012.





**Graphic 6: Double exponential smoothing through SPSS – best-fit model in regard to the mean absolute percentage of error (MAPE)**

Model Statistics						
Model	Number of Predictors	Model Fit statistics	Ljung-Box Q(18)			Number of Outliers
		MAPE	Statistics	DF	Sig.	
Tourists-Model_1	0	12,513	15,375	16	,497	0

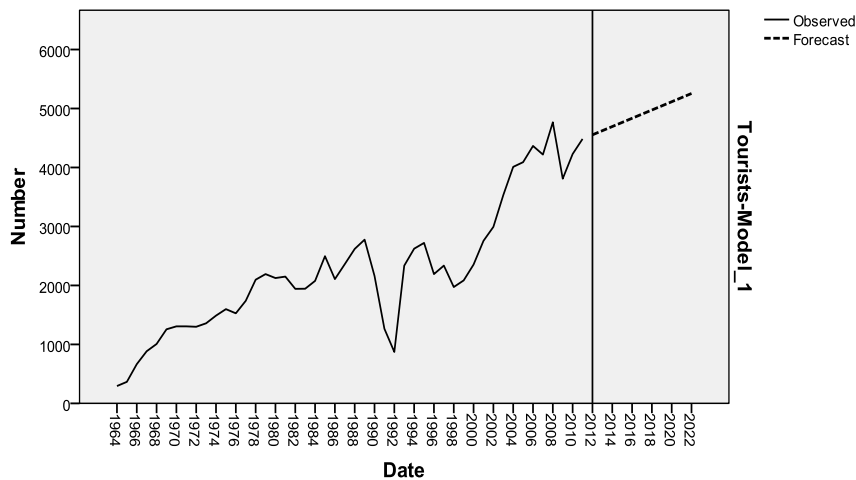
  

Exponential Smoothing Model Parameters						
Model			Estimate	SE	t	Sig.
Tourists-Model_1	No Transformation	Alpha (Level)	,999	,150	6,639	,000
		Gamma (Trend)	7,384E-5	,046	,002	,999

Forecast												
Model		2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Tourists-Model_1	Forecast	4554	4624	4694	4764	4834	4904	4974	5045	5115	5185	5255
	UCL	5340	5735	6055	6335	6591	6829	7053	7267	7472	7669	7861
	LCL	3768	3513	3333	3193	3078	2980	2896	2822	2758	2700	2649

For each model, forecasts start after the last non-missing in the range of the requested estimation period, and end at the last period for which non-missing values of all the predictors are available or at the end date of the requested forecast period, whichever is earlier.



Source: Dimitrov, P., 2012.

Table 2, Graphic 5 and 6 provide also a solution for the third and the fourth problems set for solving in the present paper, i.e. **iii “Calculating of long-run forecasts for the value of the above-mentioned general indicator (up to the year 2022)”**; and **iv “Comparing the results of the forecast techniques (the forecast models) on the basis of the errors in the forecasts”**.

Based on the results in Table 2 and Graphic 5, one can outline **three major types of forecasts** for the number of the foreign visitors with recreation and holiday aims **for 2022**, as follows:

- A pessimistic forecast (the forecast with the lowest value) – calculated by the method of the one-parameter double exponential smoothing with  $\alpha=\beta=0.10$ :  
5 103 000 foreign visitors;
- The forecast (calculated by the use of SPSS) with the lowest mean absolute percentage of error (MAPE) – calculated by the method of the double exponential smoothing with  $\alpha=0.999$  and  $\beta=7.384 \times 10^{-5}$ :  
5 255 000 foreign visitors;
- The most optimistic forecast (the forecast with the highest value) – calculated by the method of the one-parameter double exponential smoothing with  $\alpha=\beta=0.30$ :  
5 876 000 foreign visitors.

All these forecasts, as well as the forecasts presented in Table 2 and Graphic 5, have one major disadvantage – they are produced for the general indicator “number of foreign visitors in Bulgaria with recreation and holiday aims”, which means that they refer to the whole of Bulgarian tourism industry and

not to the sub-sector of ecotourism and the part of which belong to the small rural and mountainous municipality of Stambolovo. In order to overcome this disadvantage and solve **problem v “estimating the size of the ecotourism sector of the Municipality of Stambolovo, so that the forecast(s) of the general indicator could be particularized especially for the needs of the municipality”**, a certain modification is needed.

One way of doing so is by the use of a weight coefficient which shall indicate the share of the foreign visitors with intention to practice ecotourism in the municipality of Stambolovo. Or, as it has been mentioned in the initial part of this paper, an estimation of the sizes of the Bulgarian ecotourism tourism is needed to make the above general indicator more particularized (task v). Thus, equation (3) can be modified into equation (4), as follows:

$$(4) \quad F_{t+m}^{et} = K_{lm} K_{et} (L_t + mT_t),$$

Where:

$K_{et}$  is the coefficient of the share of foreign visitors with ecotourism aims (Table 3).

$K_{lm}$  is the coefficient of the share of foreign visitors with aims to practice and experience tourism at the local tourism receiving market of the municipality of Stambolovo (Table 4).

Neither the Bulgarian National Statistical Institute (NSI), nor the Bulgarian Ministry of Economy, Energy and Tourism, nor

any other Bulgarian government institution keeps a regular tourism aims. However, as it was already pointed in Graphic 2, there are six consequent surveys on the foreign visitors in both the winter and conducted by the different market research companies in Bulgaria. These six surveys, though based on samples of approximately 3000 foreign citizens visiting Bulgaria, provide two sets of important figures: (i) a percentage share of the foreign visitors practicing ecotourism

statistical record of the foreign visitors with ecotourism activities in the months of the winter tourism season and (ii) a percentage share of the foreign visitor practicing spa and wellness activities in the months of the summer tourism season. Based on these two sets of figures, a model for calculating the  $K_{et}$  (the coefficient of the share of foreign visitors with ecotourism aims) can be built (Table 3).

**Table 3:  $K_{et}$  calculation model**

Ecotourism, agregate percentage shares:							Average % share of the observed periods - $K_{et}$
Calculation periods Tourism subtype	2007 year	2008 year	2009 year		2010 year		
	Summer 2007	Summer 2008	Winter 2009	Summer 2009	Autumn 2009	Spring 2010	
Ecotourism	4,20	18,30	10,30	6,60	9,00	10,00	
<b>Total:</b>	<b>4,20</b>	<b>18,30</b>	<b>10,30</b>	<b>6,60</b>	<b>9,00</b>	<b>10,00</b>	
Annual average:	<b>4,20</b>	<b>18,30</b>			<b>8,63</b>	<b>10,00</b>	<b>10,28</b>

Source: Dimitrov, P., 2012, Data by the Bulgarian Ministry of Economy, Energy and Tourism (2011).

The model (Table 4) for calculating the coefficient of the share of foreign visitors with aims to practice and experience tourism at the local tourism receiving market of the municipality of Stambolovo (K<sub>lm</sub>) is based on the data provided for: (i) the last observed percentage value of the foreign visitors in the region in regard to their overall number

(i.e. the size of the market segment of the region, Graphic 1) (ii) The last recorded non-rounded value in the time series of the number of the foreign visitors with recreation and holiday aims (Graphic 3); and (iii) the last recorded value of the tourism arrivals in the municipality of Stambolovo, as pointed in the beginning of the present paper.

**Table 4: The model for calculating the coefficient of the share of foreign visitors with aims to practice and experience tourism at the local tourism receiving market of the municipality of Stambolovo (K<sub>lm</sub>)**

The last observed percentage value of the foreign visitors in the Rodopi region in regard to their overall number (i.e the size of the market segment of the region)	The last recorded non-rounded value in the time series of the number of the foreign visitors with recreationa and holiday aims	The number of the foreign visitors with recreation and holiday aims who visited the Rodopi region (I x II)	The last recorded value of the tourism arrivals in the municipality of Stambolovo	The % value of K <sub>lm</sub> for the municipality of Stambolovo (III/IV)
I	II	III	4	5
13,00%	4484248	582952	1592	0,27%

Source: Dimitrov, P., 2012, Data by the Bulgarian Ministry of Economy, Energy and Tourism (2011) and the municipality of Stambolovo

The models, presented in Table 4 and 5, have of course many weak points. The first consideration in this regard is the fact that the coefficient  $K_{et}$  is calculated on the assumption that it will remain constant in value throughout all the forecast periods. The only reason for accepting of such a rough assumption is the scarcity of statistical records on which to build a separate model for the development of the coefficient in the course of time. The second week point is that the coefficient  $K_{et}$  is calculated on the basis of data received from sample surveys, which on the other hand are conducted by different companies and thus there are: (i) probability errors in the data collected; and (ii) some, though not quite big, differences in the size of the samples and in the methodologies of surveys. The third week point comes in the fact that due to the already mentioned lack of previous data only four consequent years have been used for the calculation of the coefficient  $K_{et}$ . Despite all these weak points, the model for calculating of  $K_{et}$  helps to overcome the entire lack of regular statistic data for the ecotourism in Bulgaria. As for the model for calculating the coefficient  $K_{lm}$ , it is quite a simplified way

for acquiring the share of foreign visitors with aims to practice and experience tourism at the municipality of Stambolovo by multiplication and extrapolation of the existing data.

Having calculated the values of  $K_{et}$  and  $K_{lm}$  and using equation (4), as well as the data in Graphic 3 and 5 and Table 2, the forecasts of the number of the foreign visitors with spa and wellness tourism aims to Bulgaria for 2022 can be easily made. An even simpler way to do some of the necessary calculations is to multiply the already presented pessimistic, most optimistic and lowest MAPE level forecasts for the general indicator "number of foreign visitors with recreation and holiday aims" by the decimal value of  $K_{et}$ , i.e. 0.1028 and the decimal value of  $K_{lm}$ , i.e. 0.0027 respectfully, as follows:

- The pessimistic forecast for 2022 (the forecast with the lowest value) calculated by the method of the one-parameter double exponential smoothing with  $\alpha=\beta=0.10$ :

$$F_{T+22}^{et} = 0.1028 \times 0.0027 \times 5\ 103\ 000 = 1\ 416 \text{ foreign visitors with ecotourism aims;}$$



- The forecast (calculated by the use of SPSS) with the lowest mean absolute percentage of error (MAPE) – calculated by the method of the double exponential smoothing with  $\alpha=0.999$  and  $\beta=7.384 \times 10^{-5}$ :

$F^{et}_{T+22} = 0.1028 \times 0.0027 \times 5\,255\,000 = 1\,459$  foreign visitors with ecotourism aims;

- The most optimistic forecast (the forecast with highest value) – calculated by the method of the one-parameter double exponential smoothing with  $\alpha=\beta=0.30$ :

$F^{et}_{T+22} = 0.1028 \times 0.0027 \times 5\,876\,000 = 1\,631$  foreign visitors with ecotourism aims.

#### 4. Conclusions

The presented pessimistic, most optimistic and lowest MAPE level forecasts for the number of foreign visitors arrivals in the municipality of Stambolovo with aims to practice ecotourism suggest that by 2022 it will vary roughly between 1 416 and 1 631. The municipality's authorities, however, believe that these forecasts of quite a low level of foreign tourism arrivals make can be overcome by using EU funds for building of a local tourism information centre, which could also assist the local tourism industry in preparing and planning of its advertising and promotion campaigns.

The presented in the paper forecasting technology, though having many shortcomings, could be applied also for municipalities and other regional units in other countries, which have unsteady and insufficient statistical records on their ecotourism. The main precondition for using this forecasting technology is to have a sustainable time series of a general tourism indicator such as "number of foreign visitors" and at least some clue about both the size of the ecotourism as a part of this very same indicator and the size of the incoming in the municipality tourist flows.

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