The ABC's of Circulation Management

HOW CIRCULATION MANAGEMENT HAS MORPHED INTO

AUDIENCE DEVELOPMENT

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Circulation Wears Many Hats Manager of Multiple Disciplines

- Customer Service Knowledge
- Data Base Knowledge
- > Accountant
- > Marketer
- Postal Expert
- ➤ Internet Savvy
- Manager of Multiple Vendors

Customer Service Knowledge

- ➤ Handling Customer Complaints to keep old customers and satisfy new customers
- Establishing Policies that the company can live with and minimizes problem areas.
- ➤ Reading Complaints with an eye towards "is everything working as it should"?
- ➤ Knowing your customers who are they -- how they view the publication and its role.
- An unhappy customer can be turned into a lifetime customer or lost for a lifetime.

Data Base Knowledge

- > Every subscriber list is a data base
- ➤ Data is the life line of your magazine it should be protected and saved often
- > Building and updating the data base
- Data requires thoughtful development
- ➤ How can we share data across platforms magazine to web web to magazine
- Managing your Data to keep up-to-date

Accountant

- ➤ Do you charge for subscriptions? Who is responsible for the cash?
- ➤ Do you set annual budgets what department is more complicated or impacts your budget?
- Do you mail your magazine at periodical postal rates – Annual SOO
- Analyze reports provide management reports
- Analyze results and make recommendations

Marketer

- Who is responsible for Marketing Building Branding your magazine?
- Every New promotion/bind-in card is a marketing piece
- Every renewal and invoice is a marketing piece
- Every phone call you receive is a Marketing opportunity
- Who determines what lists/sources you use to build subscribers?

Postal Expert

- > How do you mail your magazine
- ➤ What are the Postal Options
- > Are there other methods to deliver your magazine
- > Postal Regulations Postal Requirements
- What can the Post Office due for your Customer Complaints
- > Annual Statement of Ownership Accuracy

Internet Savvy

- > Your Magazine Web Site
- ➤ How do you sell your own Magazine?
- > What Customer Service options do you offer
- > What data do you capture from your web site visitors?
- > How do you use that Data?
- ➤ Is you magazine available electronically
- > How do you use the internet to sell magazines?

Manager of Multiple Vendors

- > Who manages the various outside Vendors?
- > Fulfillment in-house or outside?
- ➤ Who manages the Printer finishing and mailing of Magazines?
- ➤ List sales or List Purchases for Marketing?
- Direct mail printers letter shops
- > Other Marketing projects

Religious Magazines - Circulation

- > Fundamental Circulation Facts
- Unique aspects to Religious Magazine Circulation
- ➤ Lists and other Marketing Sources

Fundamental Circulation Facts

- > 70 % of the US population as a whole reads Magazines
- > 60% of the US population subscribes to magazines
- ➤ Even the best magazines have only a true 75% renewal rate most are under 60%
- ➤ If you are not adding 3 to 5% (ave.) monthly <u>new</u> subscribers -- your circulation is in decline

Unique Aspects to Religious Magazine Circulation

- ➤ All potential church attendees may not want to read about religion
- Finding lists to use for direct mail marketing is limited
- > Those lists that can be found are fatigued
- ➤ Grass Root Marketing is more important
- ➤ Who are your subscribers and does your Magazine speak to that audience?

Lists and other Marketing Sources

- ➤ If you use Direct Mail to sell subscriptions the lists you use will have the most impact
- Look to the industry for clues as to what will work with direct mail and what won't
- ➤ Test test test some more. In order to be more efficient you must continually test.
- ➤ If you think you know what will work in marketing efforts you are wrong (always)

Cost Savings You Can Use

- > What are your magazine's major cost areas?
 - 1) Printing
 - 2) Postage
 - 3) Fulfillment
 - 4) Direct Mail

Printing

- > Review printing costs at a minimum every 2 years
- > Get quotes from at least 3 printers every 2 years
- ➤ Analyze not only the printing/paper costs, but also the postage - shipping and bindery costs
- > Do each of the costs areas seem reasonable?
- > Ask the printers about all charges
- > Be prudent in looking at minimums and set up costs
 - do these make sense?

Postage

- ➤ Are you using the lowest cost postage method? Periodicals? Non-Profit?
- Are there alternatives? You may not be a postal expert but your printer has one
- ➤ Are you co-mailing? What are your savings? Is this process delaying your magazine delivery?

Fulfillment

- ➤ Send out quotes for fulfillment every 2 years even if still under contract
- ➤ Do you know what fulfillment companies best fit your circulation size?
- ➤ Are you familiar with Fulfillment pricing options always ask for a Performa invoice
- ➤ What is the annual cost how many year contract? Look at hiring a consultant to help determine the best options and pricing.

Direct Mail

- Quote out printing and letter shop costs semiannually
- Trade out lists with other magazines (no cost) and great lists
- Utilize a pre-sort company to save postage
- ➤ Keep your own lists for this purpose they generally work better