Ramp Up Your Renewal Program!

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American Museum
Membership Conference
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Pittsburgh, Pennsylvania

Session Overview

- Overview and Importance of Renewals
- ii. Renewal Trends
- iii. Elements for a Successful Renewal Program
- iv. Understand your Results and Benchmarks
- v. Developing a Strong Renewal Program Guggenheim
- vi. Conclusions and Questions

Overview and Importance of Renewals

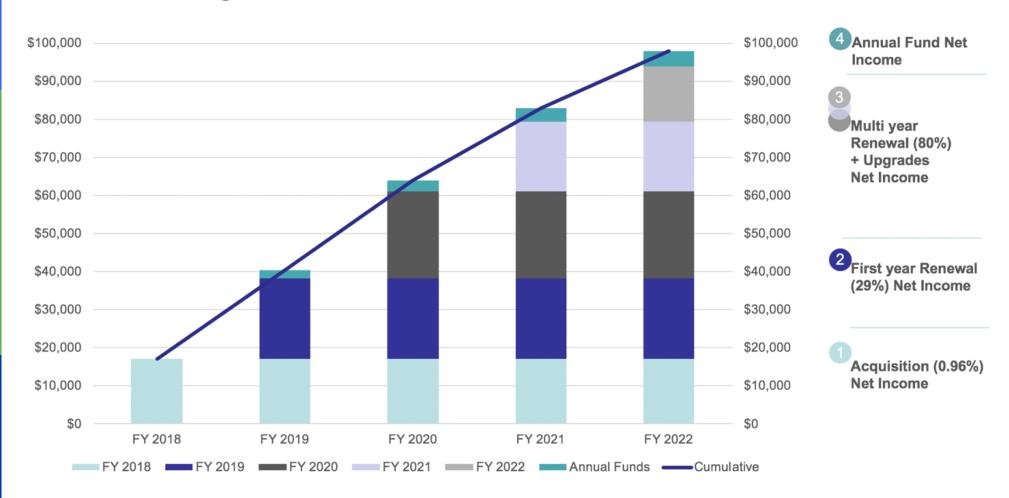
Why Renewals are Important

- Renewals are the most important source of revenue in a membership program and provide:
 - Unrestricted operating funds
 - High percentage of membership program revenue
 - High return on investment
 - Grassroots support
- Take your renewal program off auto-pilot!
- Be an ADVOCATE for the right resources to ADVANCE the program!



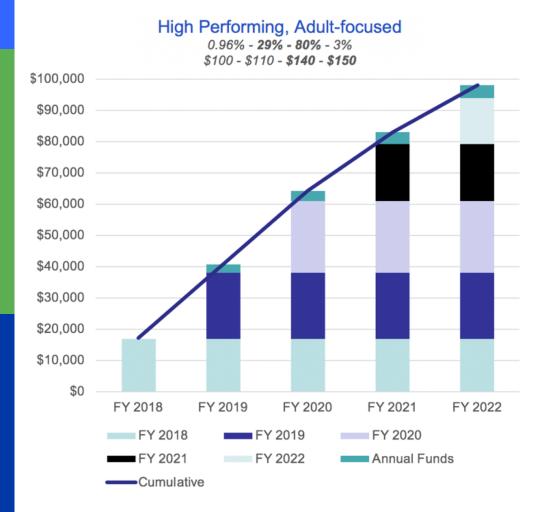
Renewals Have Long-term Financial Impact

Long-term Net Income from Renewals and Annual Fund



Increasing Retention Drives Long-term Value

Long-term Net Income from Renewals and Annual Fund Impact of Higher Retention and Average Gift



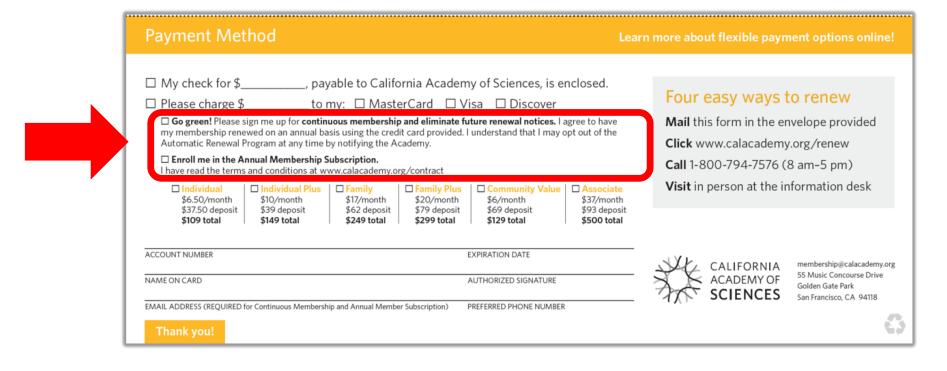


Renewal Trends



Renewal Trends

Auto renewal and monthly renewals



- New member welcome series
- Track visits and communicate with non-visiting members to encourage visits



Elements for a Successful Renewal Program

Six Important Elements for Renewal Success!

- 1. Renewal schedule
- 2. Use multiple channels
- 3. Consider offers
- 4. Creative and copy
- 5. Email appeals
- 6. Analysis

Renewal Schedule

- Develop and hone your schedule
 - Typically begins 2-3 months before expiration, with 3-7 monthly notices
 - Stick to your schedule

Blanton Museum of Art FY 2019 Renewal Calendar									
	Letters to Blanton	Files & Edits Due	Renewal Drop Date	R1 Email Drop Date		Letters to Blanton	Files & Edits Due	Renewal Drop Date	R1 Emai Drop Date
Drop 1 - September 2018				0.000.11.0	Drop 7 - March 2019			0.000.00	0.10.0.11.0
Renewal 1 Nov 18 Expires Renewal 2 Oct 18 Expires Renewal 3 Sept 18 Expires Renewal 4 Aug 18 Expires Renewal 5 Jul 18 Expires	8/20/18	8/27/18	9/05/18	9/27/18	Renewal 1 May 19 Expires Renewal 2 Apr 19 Expires Renewal 3 Mar 19 Expires Renewal 4 Feb 19 Expires Renewal 5 Jan 19 Expires	2/14/19	2/22/19	3/05/19	3/28/19
,		•	•						
Drop 2 - October 2018	_				Drop 8 - April 2019			_	
Renewal 1 Dec 18 Expires Renewal 2 Nov 18 Expires Renewal 3 Oct 18 Expires Renewal 4 Sept 18 Expires Renewal 5 Aug 18 Expires	9/19/18	9/26/18	10/05/18	10/31/18	Renewal 1 Jun 19 Expires Renewal 2 May 19 Expires Renewal 3 Apr 19 Expires Renewal 4 Mar 19 Expires Renewal 5 Feb 19 Expires	3/21/19	3/28/19	4/05/19	4/30/19
Drop 3 - November 2018					Drop 9 - May 2019				
Renewal 1 Jan 19 Expires Renewal 2 Dec 18 Expires Renewal 3 Nov 18 Expires Renewal 4 Oct 18 Expires Renewal 5 Sept 18 Expires	10/18/18	10/25/18	11/05/18	11/29/18	Renewal 1 Jul 19 Expires Renewal 2 Jun 19 Expires Renewal 3 May 19 Expires Renewal 4 Apr 19 Expires Renewal 5 Mar 19 Expires	4/18/19	4/25/19	5/06/19	5/30/19
Drop 4 - December 2018					Drop 10 - June 2019				
Renewal 1 Feb 19 Expires Renewal 2 Jan 19 Expires Renewal 3 Dec 18 Expires Renewal 4 Nov 18 Expires Renewal 5 Oct 18 Expires	11/15/18	11/26/18	12/05/18	12/27/18	Renewal 1 Aug 19 Expires Renewal 2 Jul 19 Expires Renewal 3 Jun 19 Expires Renewal 4 May 19 Expires Renewal 5 Apr 19 Expires	5/16/19	5/23/19	6/05/19	6/27/19
Drop 5 - January 2019					Drop 11 - July 2019				
Renewal 1 Mar 19 Expires Renewal 2 Feb 19 Expires Renewal 3 Jan 19 Expires Renewal 4 Dec 18 Expires Renewal 5 Nov 18 Expires	12/10/18	12/17/18	1/04/19	1/31/19	Renewal 1 Sep 19 Expires Renewal 2 Aug 19 Expires Renewal 3 Jul 19 Expires Renewal 4 Jun 19 Expires Renewal 5 May 19 Expires	6/18/19	6/25/19	7/05/19	7/31/19



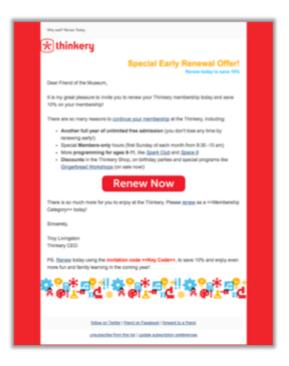
Use Multiple Channels

- Direct mail and email combo is best
- Telefundraising most effective after expiration
- Provide many ways to respond: mail, phone, online, on-site





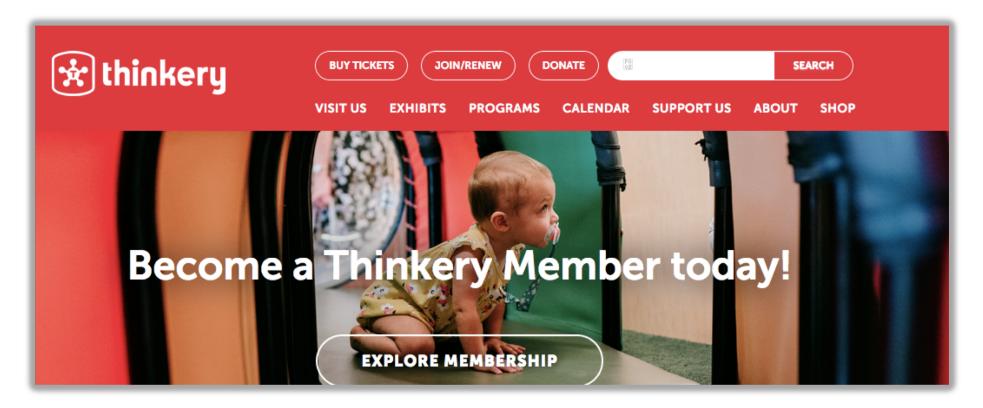






Purchasing Online Should be Easy

- Is membership join/renew prominent on your home page?
- Are your web forms user-friendly?



Consider Offers

- Consider enticing and varied offers to drive response
 - Incentivize early renewal with R1 and R2 special offers
 - Offers should be based upon what your members value most
- How do you know how many notices you should you mail?
 - Mail as long as the notice is profitable
 - It is easier and more profitable to <u>keep</u> a current member than it is to acquire a new member

Creative and Copy – Package

- Design to drive opens and response
- Add inserts to reinforce offer, generate excitement
- Vary the teaser and content



R4: lapsed recapture discounts



Different designs and teasers



Creative and Copy - Package





Renewal Copy – Letters

Make sure the letter is written for DIRECT MAIL!

Blanton Museum of Art 200 E. Martin Luther King Jr. Blvd., D1808 Austin, Texas 78712-1809 Personalize! Enjoy extraordinary art with 10% off member@blamonnuseum.org www.blambnmuseum.org your membership and two EXTRA months free! February 5, 2019 It is an exciting time to be a part of the Blanton Museum of Art, and I hope you will join us for another year of extraordinary art and membership. The recent opening of Ellsworth Kelly's Austin is adding a whole new energy to the Blanton's outdoor plaza. You will want to visit soon to explore the artist's first and only freestanding structure, a 2,715-square-foot stone building envisioned by Kelly as a site for joy and contemplation. As a member, you can see it as often as you'd like, free! That is why it is my great honor to invite you to renew your Dual membership and sta connected to Austin's largest and most comprehensive center of art and culture. Recognize & To thank you for your support, I am extending a special offer for a short time only: thank them! When you renew by February 28, you will receive a 10% discount on your membership dues, at any level. Plus, you will also receive an EXTRA two months of membership for free. With your exclusive 10% discount, I hope you will consider advancing your membership support to the Family level. For \$72 (regularly \$80), you will receive free admission and benefits for all children in the household, ages 17 and under. When you renew as a Blanton Member at any level, you will enjoy another year of unlimited free admission, generous discounts, thought-provoking art experiences, and free admission to B scene-the Blanton's dynamic art party. Variable You will always experience a wide variety of works of art on view and innovative interpretive materials in our frequently changing permanent collection galleries. You will enjoy even more access to amazing art with the Blanton's special exhibitions, including upgrade ask Words/Matter: Latin American Art and Language at the Blanton, opening February 17. I hope to receive your membership renewal soon, and look forward to welcoming you to another fantastic year at the Blanton! P.S. Remember, you will receive a 10% discount on your membership dues at any level and two EXTRA months of membership free when you renew by February 28. Thank you!

Strong offer

Be timely

Remind them of the offer and deadline

(A) First or crosts poet all rectand it.

Renewal Copy – Reply Form

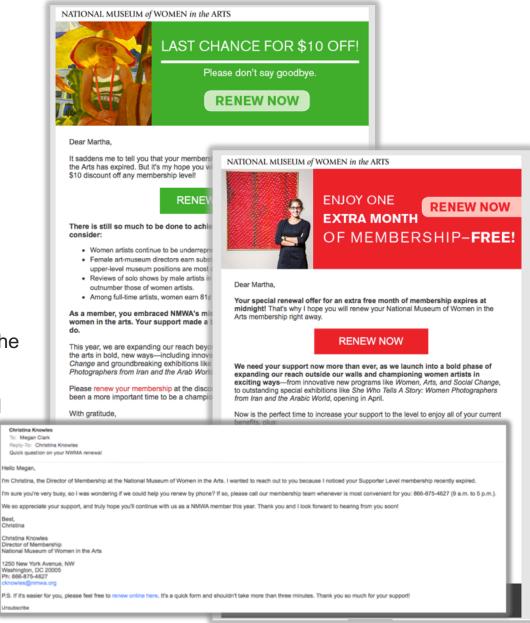
Variable ask amounts – "Other" as alternate Variable yes line current level + three option higher BLANIUN MEMBERSHIP RENEWAL want to renew as a Member of the Blanton! I am responding before the end of this receive 10% off the regular membership price, and enjoy a year of outstanding Member benefits. ■ \$80 \$72 Family
 \$65 \$58 Dual □ \$350 \$315 Founding \$125 \$112 Sustaining ****AUTO**ALL FOR AADC 786 □ Other \$ Mr. Peter L. Oliver PO Box 49591 Member ID# 15261 Finder Number: 513540 Austin, TX 78765-9591 Expires: 4/30/2019 լկանին իրև նրիշի հունիակի հորհը բականիկուկիցիկի Offer Code: 0219R1 (enter online for discount) Please update your contact information: Home: 512-476-6639 Work: E-mail: oliverpl@carthlink.net BL001942006445BL5A4000219R1 Include member ID and Personalize! Remind them of the offer appeal code for tracking

Renewals – Email Follow-ups

- Integrate emails to remind the member to renew
- Reinforce the offers in the series
- Include multiple links to the payment page
- Optimize emails for mobile
- Email timing
 - First email can precede or come after the first mailed notice

Add emails the month of expiration and after expiration

- Test and track impact
- Link for opt out





Understand Your Results and Benchmarks

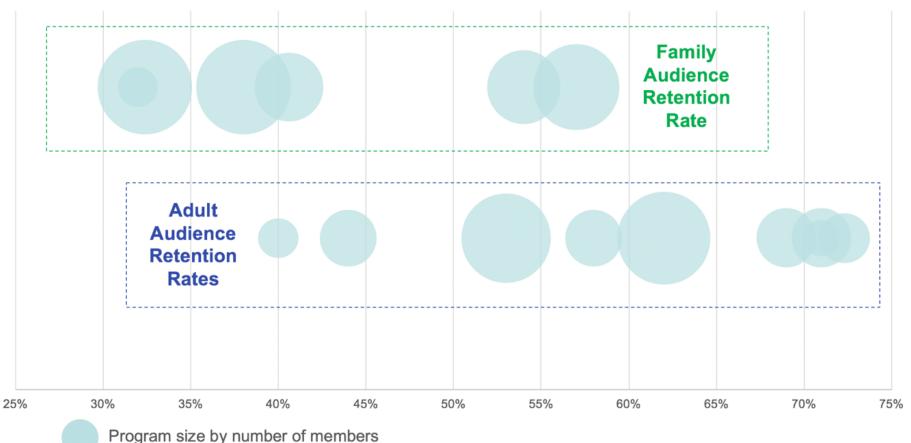


Renewal Analysis – 5 Basic Numbers to Know

- 1. What is my overall renewal rate?
- 2. What is my first year versus multi-year member renewal rate?
- 3. How does each renewal and email notice perform?
- 4. What is the response rate between renewal notices?
- 5. What is my average renewal gift?

Retention tends to come easier for adultfocused programs

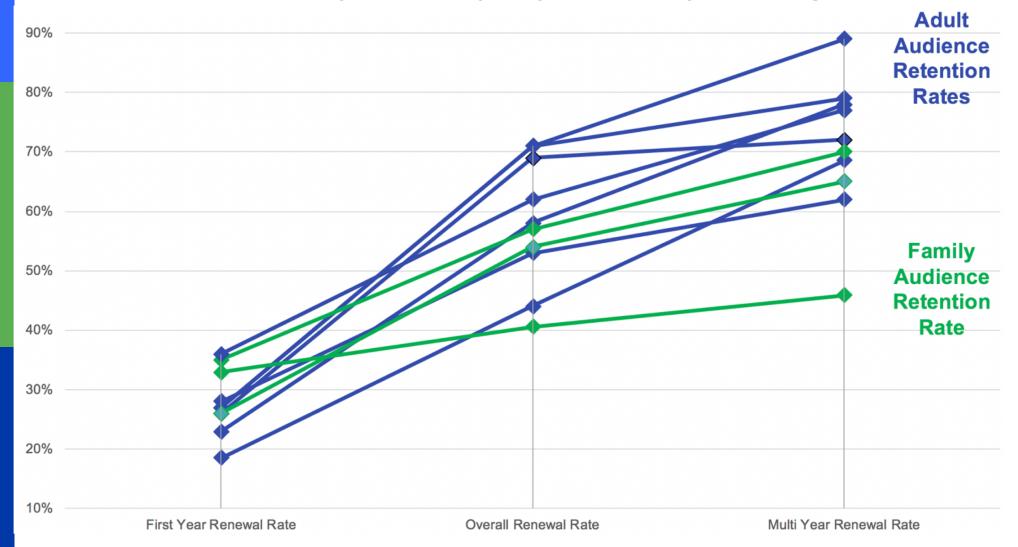
Renewal Rates by Audience Type by Institution

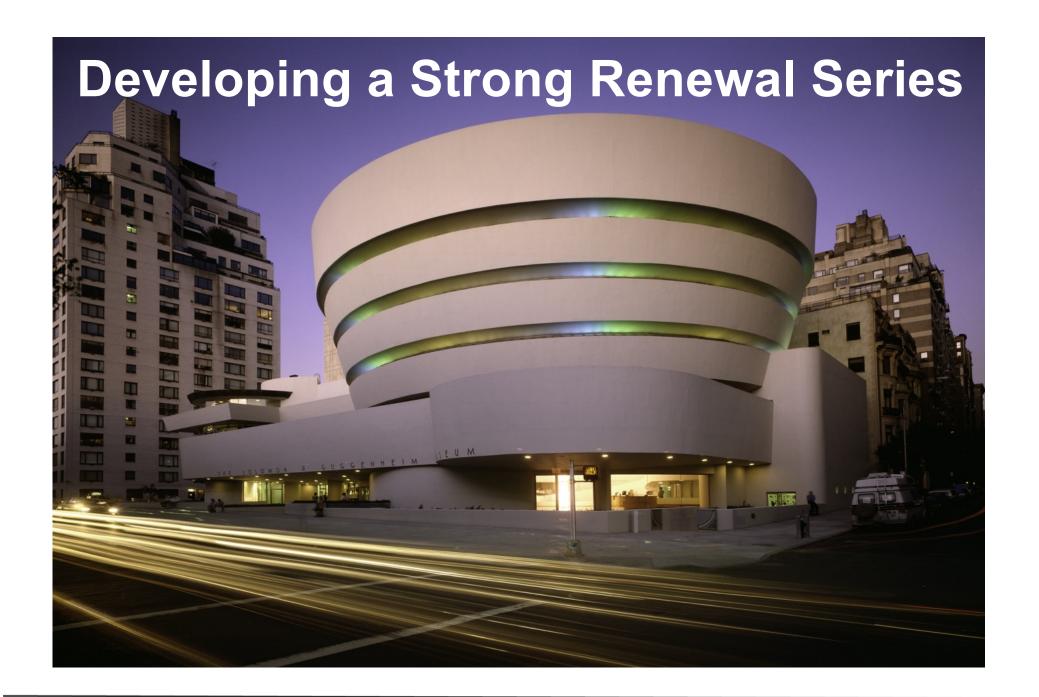




Retaining First Year Members is Challenging for both adult- and family-focused institutions

Renewal Rates by Audience Type by Institution by FY/MY Segment





Overview of Membership Program

Our Program Basics:

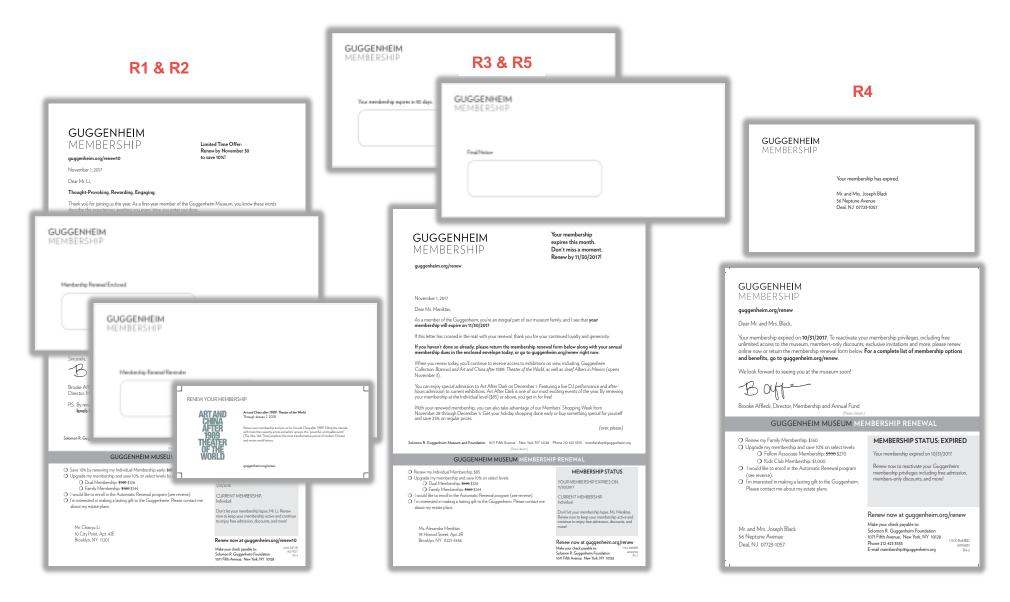
- ~16,000 Member Households
- 6 General Membership Levels
- Price ranging from \$75-\$1,000
- ~\$400,000 Annual Expenses
- 13-15 Member Events Annually
- Benefits at Guggenheim Museums in Bilbao and Venice



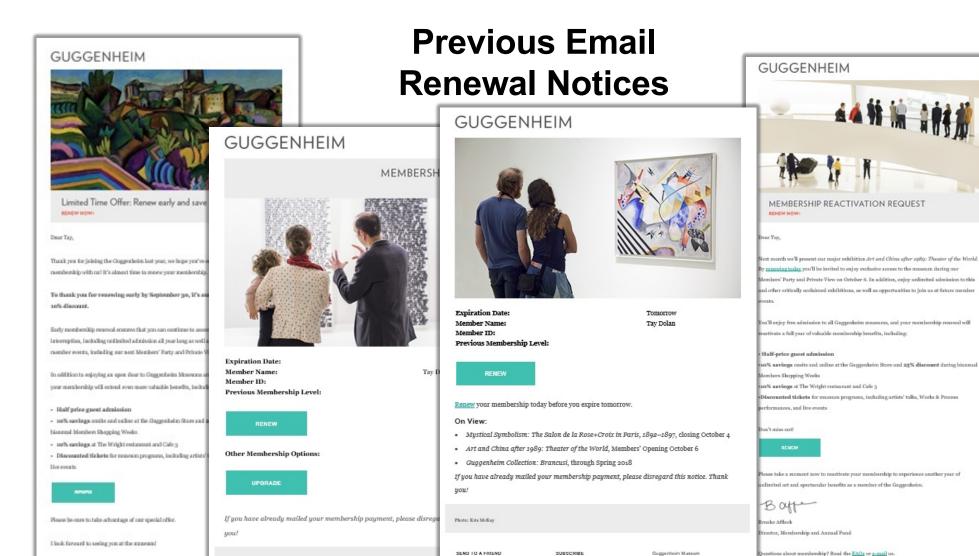
2016-2017 Renewals

- Our renewal series wasn't thriving, we didn't know what was working and what wasn't working.
- Overall we were data deprived and stagnant.
- The renewal series was visually unengaging and repetitive, we weren't emphasizing the value of our program.
- We decided to reboot our program and invest in a full assessment of our program.

Previous Direct Mail Renewal Series



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UPDATE PROFILE

PRIVACY POLICY

New York, NY, 10128 United States

212 423 3500

VIEW IN BROWSER

Members' Party and Private View: Storulines: Contemporary Art at the Gusperbeim, Friday, Ju-

UPDATE PROFILE

Batte

Director, Membership and Austral Pand

Questions about membership? Read the <u>FAOs</u> or <u>n-mail</u> us.

you have already mailed your membership payment, please disregard this notice. Thank

1071 Fifth Ave at 89th St

guggenheim.org

New York, NY, 10128 United States 212 423 3500

Assessment Benchmark

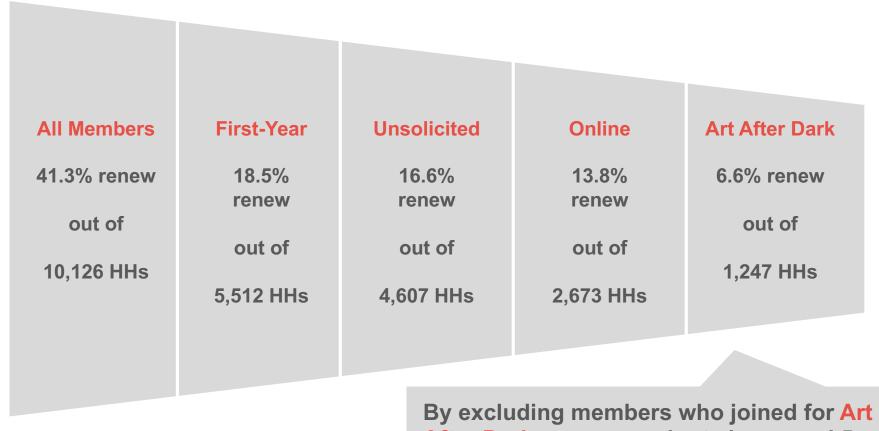
Our renewal rate was low for an art museum

Organization Type	Households	Renewal Rate
Guggenheim	10,000	45%
Art Museum 1	14,000	55%
Art Museum 2	11,000	71%
Art Museum 3	11,000	69%
Art Museum 4	25,000	53%
Art Museum 5	4,000	71%
Art Museums	na	64%
Science Center 1	17,000	54%
Science Center 2	23,000	57%
Science Center 3	28,000	49%
Garden/Park 1	27,000	62%
Garden/Park 2	5,000	40%
Garden/Park 3	8,000	77%
Science Center 4	28,000	38%
Science Center 5	5,000	32%
All Museums	na	56%



Assessment Root Causes

Low retention was partly driven by first year members, many of whom join through unsolicited gifts and Art After Dark attendees



After Dark, our renewal rate increased 5 percentage points

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Assessment Key Learnings and Recommendations

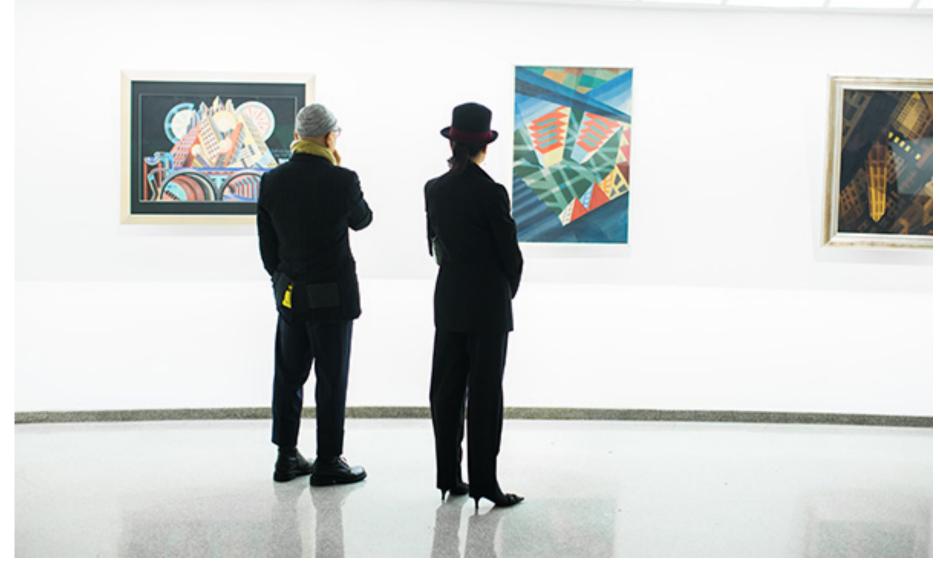
Learnings

- Our renewal series was underperforming and needed a complete overhaul
- Members were not renewing on time
- First-year members had particularly low retention
- Creative and copy didn't full reflect the rich brand of the Guggenheim museum

Recommendations

- Adjust cadence of series, fewer mailed notices and more emails
- Create a vibrant new renewal series
- Include strategic offers to encourage renewal early in the series
- Simplify coding and institute a regular reporting system for renewal analysis

The New Renewal Series



We mailed and emailed our new renewal series in April 2018 with a focus on member benefits and events, and discounts or premiums for early renewal.



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MEMBERSHIP



Last chance for two months of membership FREE!

When you renew your Guggenheim membership today there's still time to add TWO extra months of membership FREE to your annual membership. (This is the last chance for our best

You'll have two extra months of innovative art and great events, including Art After Dark on March 15, and a morning private view on April 20 for a last chance to view the acclaimed exhibition Hilma of Klint: Paintings for the Future.

When you renew at the Individual level (discounted from \$85 to \$76), in addition to your free museum admission, you'll enjoy free admission for one to select Art After Dark events and invitations for two to exhibition openings and private views. (This extra discount is currently available on-site, when you renew by mail, or when you call us at 212 423 3535.) You don't want

Your membership year will be highlighted by free museum admission (up to a \$25 value per person each visit), free and discounted art programs, invitations to members-only events. and 10% savings at The Wright restaurant and Cafe 3.

Renew today to stay current for another exciting Guggenheim year. Thank you!

Batte

Director, Membership and Annual Fund

P.S. Renew today and receive two extra months of membership, free. It's the last time we'll make this great offer! Many thanks for continuing as a member.

CONNECT WITH US

UPDATE PROFILE

PRIVACY POLICY

Photo: David Heald

UNSUBSCIVIBE VIEW IN BROWSER 1071 Fifth Averal 89th St New York, NY, 10128 United **GUGGENHEIM**

MEMBERSHIP

YOUR REWARD

for renewing today!

FREE Guggenheim tote

Dear Elizabeth

Your membership expires this month! Renew today to enjoy another year of free admission, member-only events and privileges, and your extra reward.

When you renew before your membership expires this month, we'll thank you with a FREE Guggenheim tote.

Present your new membership eard at the Membership desk on-site to redeem your tote, then use it as a grocery bag or for artfully running errands around town!

RENEW NOW

When you renew now you'll continue your exclusive members-only privileges uninterrupted, with unlimited free admission (\$25 value per person each visit), plus

- · Art After Dark on March 15, an after-hours private viewing of our current exhibitions
- · Members' Morning Private View on April 20, for a last chance to view the acclaimed exhibition Hilma of Klint: Paintings for the Future.

Don't miss out on another year of inspiration-renew your membership today!

BOH

Director, Membership and Annual Fund

P.S. Renew your membership today. Thank you!

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PRIVACY POLICY





SUBSCRIBE

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Guccombaim Museum

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MEMBERSHIP

Hello Elizabeth,

I am reaching out to you as I see your membership expired at the end of last month. I am hoping it was an oversight-knowing how busy we all get-and that you'll want to renew your Goggenheim membership onee again.

If it's easier to renew by phone, please call our membership team at 212 423 3535, available from Monday to Friday 10 am to 6 pm. (Your Member ID is 60171347.)

The Guggenheim has groundbreaking exhibitions and wonderful events planned, join us for Art After Dark on March 15, and a morning private view on April 20 for a last chance to view the acclaimed exhibition Hilma af Klint: Paintings for the Future.

We truly appreciate your support and all of us hope you will continue as a member in the upcoming exciting year.

Best,

Brooke Affleck

Director, Membership and Annual Fund

Solomon R. Guggenheim Museum

1071 Fifth Avenue

New York, NY 10128 Phone 212 423 3535

membership@guggenheim.org

P.S. It's easy to renew here, and shouldn't take you longer than three minutes with our easy online form. Thank you for renewing,

CONNECT WITH US





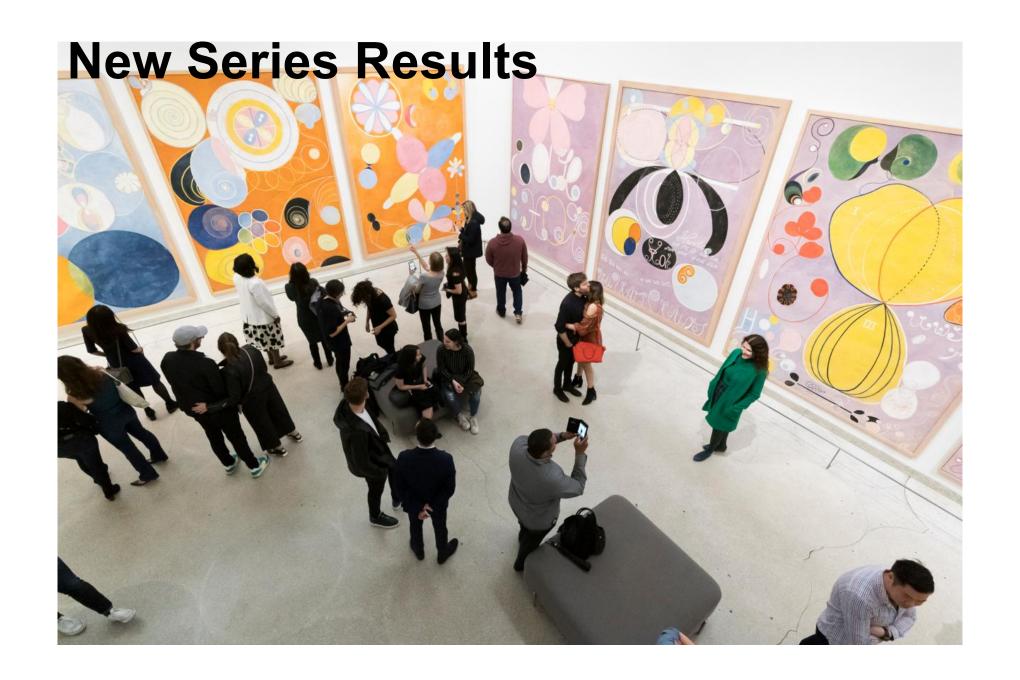




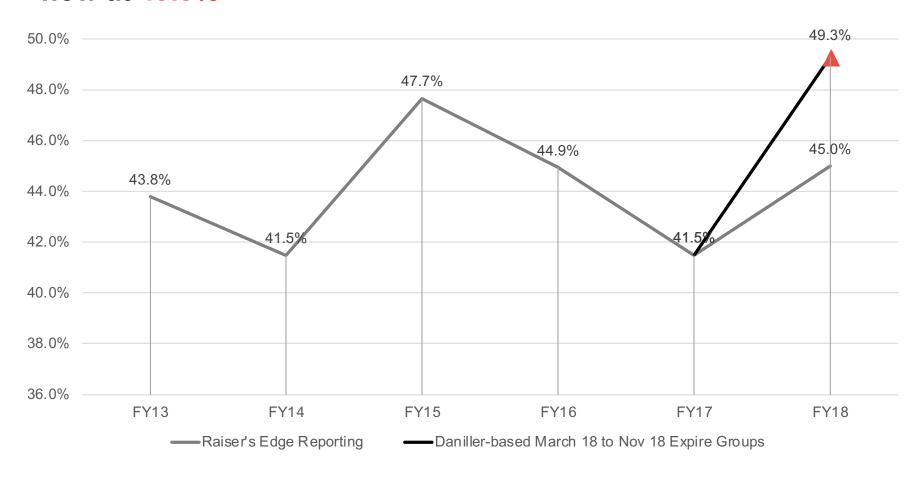
SEND TO A FRIEND DISSALE ISSUED E. PRIVACY POLICY

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Gugoenheim Museum 1071 Fifth Ave at 89th St New York, NY, 10128 United 212 423 3500 guggenheim.org



Increase in Retention With the new series, our general member renewal rate is now at 49.3%



FY18 Response Rates by Notice

Notice	Incentive	Before New Series	With New Series
R1-FY R1-MY	2 months free10% discount on upgrade	10.60%	18.70%
R2	2 months free10% discount on upgrade	13.50%	13.50%
R3	Premium10% discount on upgrade	13.00%	11.30%
R4	no offer	6.40%	5.10%
R5	\$10-\$15 off10% discount on upgrade	6.10%	9.00%

- Response rates before the new series include a blend of the old series and the new series
- Response rates after the new series include members receiving the entire the new series



Email incentives by package match direct mail, the R1 notice performed strongest, with engagement following mail response patterns

Renewal Email Stats, May 2018 to November 2018

Mail notice	Delivered	Unique Opens	Open Rate	Click- throughs	Click-to-Open Rate	Click-through Rate
R1	4,449	1,364	31%	251	18%	5.6%
R2	3,571	980	27%	159	16%	4.5%
R3*	6,120	1,811	30%	257	14%	4.2%
R4	2,666	723	27%	62	9%	2.3%
R5	2,576	525	20%	57	11%	2.2%
Grand Total	19,382	5,403	28%	786	15%	4.1%

^{*}one additional send day before expire

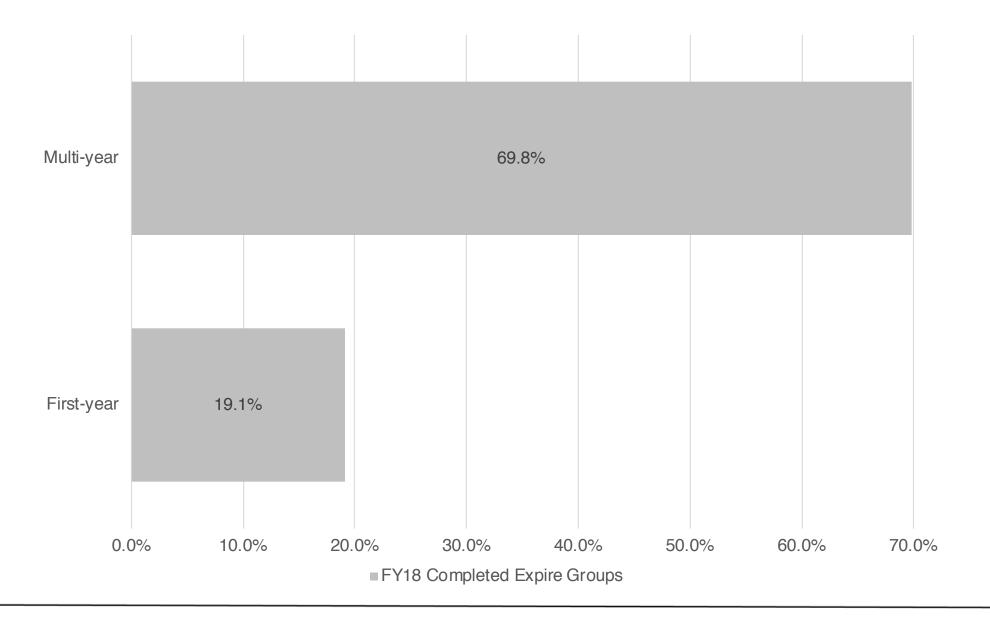


Renewal Average Gift

Since redesigning our renewal program, we've seen our average gift increase by \$12 (9%). We attribute this in part to in-cycle upgrade and a decrease in the downgrade rate.

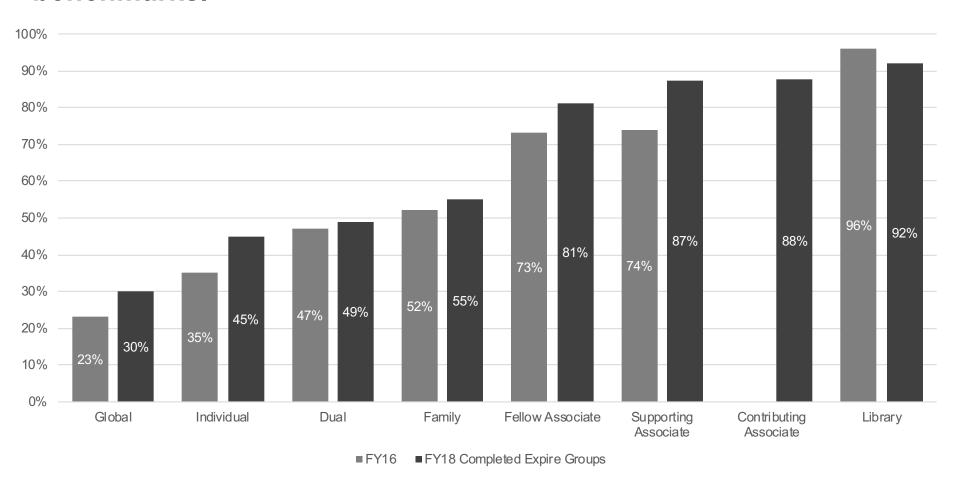


First-year and Multi-year Renewal Rates



Renewal Rates by Level

All general member levels have contributed to the increase in the total renewal rate, with each level increasing as compared to FY16 benchmarks.

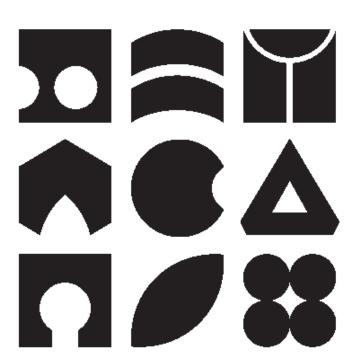


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What's next!

- Auto Renewal: continue to offer this and be more aggressive
- Results: analyze results and be nimble when you discover what is working and what isn't
- Upgrade Appeal: invested in a new stand alone upgrade series in 2019
- New Membership branding

Members
Shape
Everything
We Do



Key Takeaways

- Take your renewal program off auto-pilot!
- Honestly assess your program
 - Schedule, renewal series, emails
- Refresh your program as needed
- Understand your results
 - Know the 5 basic renewal numbers
 - Make adjustments based upon your results
- Experience greater renewal success!

Questions? Thank you!

Martha Ernst

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