MARKETING AGRITOURISM WHILE PROVIDING QUALITY SERVICE

Module 2 –
 Extension Training to Support Agritourism
 Development in the Northeast

Funded by the Northeast Sustainable Agriculture Research and Education program Award No. ENE11-121

MARKETING BASICS

For many farmers, agritourism is a new business model that requires very different marketing strategies.

TRANSLATING GOOD IDEAS INTO GOOD BUSINESS!

The world is full of good ideas.

Good marketing helps turn your good ideas into business volume and drives entrepreneurial success.

Your business success will be predicated upon presenting your ideas to the right audience, in the right manner, at the right time and place.

WHAT IS MARKETING?

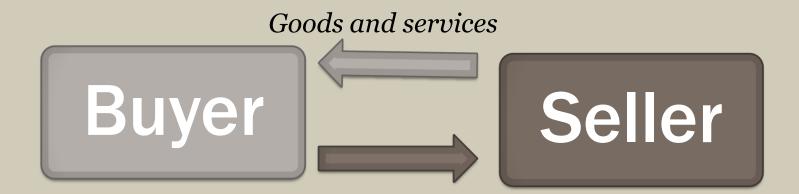
The process of ensuring that customers' needs are identified and met in order to generate value for the business.

Successful marketing is more than advertising and promotion!

From Brian Schilling, Rutgers Cooperative Extension

MARKETING

Marketing is a series of activities to facilitate the exchange of something of value between a seller and a buyer.



Cash, credit, etc.

From Brian Schilling, Rutgers Cooperative Extension

WHERE DO I BEGIN? THE 4 P'S OF MARKETING

- <u>Product</u> (or service): What is being offered to the target market?
- <u>Price</u>: How much will be charged for the product?
- Placement: What distribution channels will be used to reach the target market?
- <u>Promotion</u>: How will awareness of the product be raised within the target markets?



THE FIRST P – PRODUCT

- Points to remember about selling:
 - View the "product" from the eyes of your customer
 - It's not just sweet corn and hayrides
 - It's the entire experience!
- Don't forget about the other "products" experienced by visitors, including:

PRODU

- Employee courtesy
- Visual appeal and cleanliness of the farm
- Convenience and availability of parking
- Recipes or information on how to cook/prepare fresh farm products
- Ancillary services (e.g., acceptance of credit cards, bathroom facilities, and accommodation of individuals with special needs – the elderly, persons with disabilities, parents with baby strollers)

The point to remember about selling things is that, as well as creating atmosphere and excitement around your products, you've got to know what you're selling. - Stuart Wilde (author)

DEFINING YOUR PRODUCT: THE ROLE OF EMPLOYEES

<u>All</u> employees contribute to the quality of visitors' experience. Agritourism is a hospitality business - the importance of customer satisfaction cannot be overstated.

PRODU

- Are employees readily visible and identifiable?
 Consider apparel with a farm name or logo and name badges.
- Are employees instructed to approach and welcome customers in a friendly and sincerely helpful manner?
- Are employees knowledgeable about all aspects of the farm and its products?
- Are employees well-versed in a list of Frequently Asked Questions (FAQs)?

An informed, knowledgeable employee enhances the visitor experience.

DEFINING YOUR PRODUCT: THE ROLE OF EMPLOYEES

<u>All</u> employees contribute to the quality of visitors' experience. Agritourism is a hospitality business - the importance of customer satisfaction cannot be overstated.

Consider likely questions from visitors:

- Are there any other attractions I should visit while in this area?
- What accommodations are available nearby?
- Are there any good places to eat?
- Where is the nearest gas station?
- What is it like living in this community?
- Are there any special events happening in town?
- Are there any retail stores near here?
- What is the farm's history?
- Do you use pesticides/antibiotics?
- Are your crops genetically modified?

PROVIDING QUALITY CUSTOMER SERVICE

- Measured by how well customer expectations are met!
- Key = exceeding customers' expectations
- Promise only what can be delivered and deliver more than promised
- Customer expectations based on:
 - Past experiences
 - \circ Word-of-Mouth
 - Your marketing
- Complaints can improve business, it's all in the response!
- Listen to customers & be willing to change
- Cultivate community awareness, image, & partnerships



Knowing customers and their expectations is a requirement for delivering quality service!

QUALITY CUSTOMER SERVICE HABITS



Employee Perspective

Owner/Business Perspective

- Make a good first <u>and</u> last impression
- Communicate clearly
- Mind your manners
- Know your
 job/community
- Handle problems effectively
- Be sincere and honest
- Be accessible

- Give employees proper training - Do NOT assume they know your expectations
- Treat employees the way you want customers treated
- Happy employees = happy customers
- Evaluate & reward employee performance

Each guest can influence 100 other potential customers

THE SECOND P - PRICE

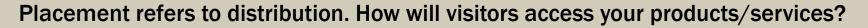


Setting an appropriate price point for each product or service is critical.

- Don't be afraid to charge!
- Analyze competitors' pricing
- Examine trade publications
- Conduct research on target customers' willingness to pay for the products/services
- Know your full costs!
- Conduct a break-even analysis

Pricing & budgeting are discussed in more detail in the next presentation

THE THIRD P - PLACEMENT



The goal of agritourism is to bring customers onto the farm. The farm is your primary distribution channel. It must be safe, clean, and inviting to the public.

- Ensure that risks of injury to farm visitors are minimized
- Maintain a high level of aesthetic appeal
- Make it easy for visitors to identify:
 - Driving directions to the farm
 - Days and hours of operation
 - Product availability for seasonal items
 - Rest room facilities

Visitors may not be familiar with all farm products offered.

PLACE

- Clearly mark items in retail displays
- Offer preparation tips and recipes
- Clearly identify and direct visitors to areas in fields open for pick-your-own
- Provide signage identifying each crop

Provide areas for resting or children's play

 Consider accessibility issues and the needs of parents with baby strollers, elderly visitors, and persons with limited mobility

THE FOURTH P - PROMOTION



Advertising and Promotion Examples

- Print media (newspapers, magazines, visitor guides)
- Press releases
- Farm website
- State or county promotional websites
- Farm visits directories
- State departments of agriculture
- State Farm Bureaus
- Chambers of Commerce
- Tourist Bureaus/Destination Marketing Organizations

- Travel and tourism writers
- Road signage and billboards
- Direct-to-consumer mailings
- Social networking tools
- Brochures
- Travel & tourism websites
- Customer E-mail list serves
- Networking
- Cross promotions with other local businesses
- Host community events
- Radio or television

Factors to consider: Cost

Geographic coverage Accessibility to/use by target audiences

From Schilling, et al. (2011). Marketing 101 for your agritourism business. Rutgers Cooperative Extension.

WHAT DO AGRITOURISTS USE?

Based on findings from various agritourism-related studies, visitors to agritourism farms typically learn of them via:

- Traditional Word-of-Mouth
- Social Media The <u>New</u> Word-of-Mouth
- Internet Search Engine & Farm/Business Website
- Road Signage
- Discovered 'by chance' while en route to another destination
 - Highlights the importance of having proper road signage

A FIFTH "P"?



Positioning. This refers to the process of creating a unique impression for the operation within the minds of the customers.

Ask the farmer/owner:

"How will your customers describe your agritourism operation to their friends?"

Or, more importantly,

"How do you want them to describe your farm?"

Positioning is the opportunity to create this unique identity in a customer's mind.

A FIFTH "P"?



Exercise: How would you want your customers to complete the following statements?

Loyal Customer 1: "Oh! Farmer Brown? His farm is wonderful! They are really great at [fill in the blank]."

or...

Loyal Customer 2: "The Brown Farm is famous around here for its [fill in the blank]."

From Schilling, et al. (2011). Marketing 101 for your agritourism business. Rutgers Cooperative Extension.

ESTIMATES VARY, BUT MARKETING SHOULD ACCOUNT FOR 10%-30% OF THE TOTAL OPERATING BUDGET

From Schilling, et al. (2011). <u>Marketing 101 for your agritourism business</u>. Rutgers Cooperative Extension.



Image: thedesign.biz

WHAT DOES A MARKETING PLAN DO?



A Marketing Plan is a Road Map for Success!

- Defines the product/service
- Helps define, understand, & reach target markets
- Should be a guide for the future, but is not cast in stone!
- Should be evaluated regularly & updated as needed.

WHAT DOES A MARKETING PLAN COVER?

- Mission statement
- Description of target or niche markets
- Description of service/products
- Detailed plan of promotion strategies
- Description of the competition
- SWOT analysis
- Marketing budget
- Quantifiable marketing goals

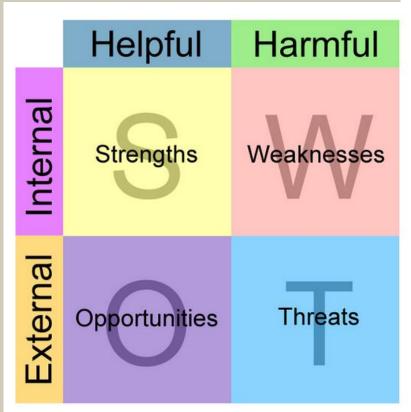




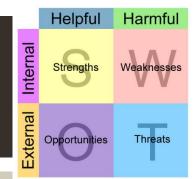
www.gocomics.com/nonsequitur

SWOT ANALYSIS

- Evaluate *internal* capabilities and limitations of the business:
 - Strengths: What is being done well? What are the advantages?
 - Weaknesses: What is being done poorly? What can be improved or avoided?
- Evaluate external factors that influence the business:
 - **Opportunities**: What are the current trends? Expected changes that can be taken advantage of?
 - Threats: What obstacles exist? What is the competition doing?



EXAMPLE SWOT ANALYSIS



Strengths (Internal)

- Prior business experience
- Good connection with the community

Weaknesses (Internal)

- Young employees w/ little to no experience – need training
- Repairs needed on farm to ready for visitors

Opportunities (External)

- Increasing interest in local food
- Little competition currently exists

Threats (External)

- Uncertain regulations
- Slow economy

UNDERSTAND THAT WHICH CANNOT BE CONTROLLED!

- General economic conditions
- Competition
- Substitute or complementary products and activities
- Federal, State, local laws and regulations
- Trends in target market characteristics
 - oAge
 - oIncome
 - Cultural and ethnic composition
 - Evolving consumer preferences
 - Social trends

But...look for opportunities even in the areas outside of your control!

Agritourism ONLINE Advertising & Promotion Resources

Much of choosing the correct advertising & promotion strategies comes down to knowing the audience!

INTERNET & SOCIAL MEDIA

- The Internet is the most important marketing tool today!
- An agritourism business <u>must</u> have a web presence!
 - Not having a web presence gives the impression (to certain audiences) that you/the business does not exist
 - Instant access to information & resources 24/7
- Internet sites/social media also allow you to research what others (your competitors) are doing

78% of Americans use the internet regularly

As of December 2012, 67% of online adults use social networking sites

Nearly 40 million US consumers accessed travel sites or apps from their smartphone in July 2012

Source: From Colucci, et al. (2012). Using social media to market agritourism. North Carolina State University Cooperative Extension; www.theverge.com; www.newmediatrendwatch.com; pewinternet.org

WEBSITE TIPS

Business needs to be found!

- Search engines can't find pictures
- $\,\circ\,$ Ask customers what they searched to find your business
- Use key terms throughout text

Make contact information readily available/easy to find

Provide physical address and GPS coordinates

Write out state name

Keep website updated

- Use good quality photos & keep them current
- Pricing
- Current events

Use the "3-clicks in" Rule

Hire a professional

- Create your own
- Use a blog
- List in an online agritourism database

Link to other things to see and do in the area

Source: From Colucci, et al. (2012). Using social media to market agritourism. North Carolina State University Cooperative Extension

WEBSITE TIPS

- Provide information for the media
- Make sure employees know information posted & know farm history!
- Use spell check
- If music is used, provide an option to turn on/off
- Users <u>do not read</u> they scan using an F-Pattern
 - Use short sentences, bullets, pictures

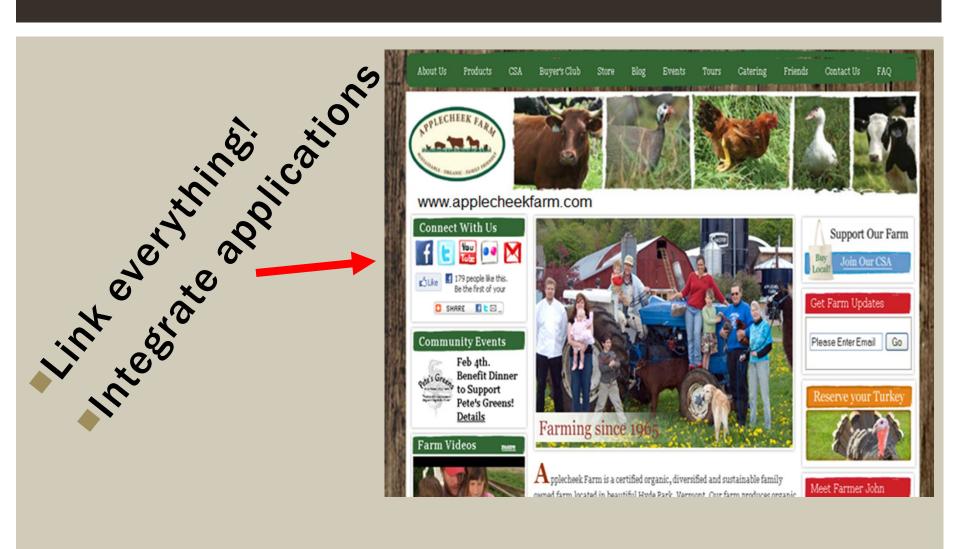


Webmaster Guidelines for a Google-friendly site http://support.google.com/webmasters/bin/ans wer.py?hl=en&answer=40349

SOCIAL MEDIA



GROUND RULES FOR SOCIAL MEDIA



GROUND RULES FOR SOCIAL MEDIA

Be Active and Interactive

- Update often At least once a week
- Monitor pages/accounts <u>daily</u>
- Don't only listen, participate and engage others!
- Allow visitors to post
- Create interaction ask questions, photo contest, polls, share unique news/information related to the product/service, etc.

Research - See what others are doing

- Use Google search to answer questions get tips
- Be personal but not TOO personal!
- Create a rulebook & assign responsibility
- Educate employees get them involved
- Respond no matter what turn a negative into a positive

Remember: It's called SOCIAL media for a reason!

E Media Social Media in Social Les.

Online Marketing & Social Media mishtakes

- **1.** Setting up a social media account and then <u>not</u> using it
- 2. Not linking not having follow/share buttons
- 3. Not separating business & personal accounts
- 4. Not including a picture
- **5.** Not including links in Tweets
- 6. Not posting updates with context include commentary
- 7. Not seeing social media as PR respond no matter what
- 8. Not knowing what others are saying about your business

KNOW WHAT FOLKS ARE SAYING ABOUT THE FARM!

- Talk to your customers!
- Collect data from your customers
- Periodically Google your farm name (or use another search engine)
 - Helps to ID other review sites your farm is listed on Yelp, TripAdvisor, etc.
 - Helps to ensure information posted is accurate
 - Helps to know what others think about your business
- Use Google Alerts
 - Alerts each time your farm name is mentioned



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Source: From Colucci, et al. (2012). Using social media to market agritourism. North Carolina State University Cooperative Extension

MAKE SURE ALL MARKETING COMMUNICATIONS ARE CONSISTENT!

For example:

Signage on the farm Advertising & promotional materials (print & online) Employee apparel Contact information – email, voicemail, etc.

REMEMBER....IT'S ALL ABOUT THE FARM EXPERIENCE!

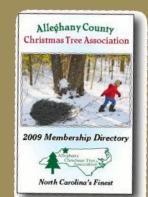


PROVIDE & PROMOTE A UNIQUE, HIGH QUALITY EXPERIENCE!

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QUESTIONS? COMMENTS?







FUNDING ACKNOWLEDGMENT

Supported by a grant from the Northeast Sustainable Agriculture Research and Education program

Award No. ENE11-121, "Development of Extension Programming to Support the Advancement of Agritourism in the Northeast"



PROJECT TEAM

Project Director

Brian Schilling, Rutgers University

Co-Project Directors

- Lisa Chase, University of Vermont
- Stephen Komar, Rutgers University
- Lucas Marxen, Rutgers University

Program Development Team

- William Bamka, Rutgers University
- Richard Brzozowski, University of Maine
- Michelle Infante-Casella, Rutgers University
- Meredith Melendez, Rutgers University
- Samantha Rozier-Rich, EnRiched Consulting
- Kevin Sullivan, Rutgers University
- Laurie Wolinksi, University of Delaware

CONTACTS

Project Director

Brian Schilling

Assistant Extension Specialist Rutgers Cooperative Extension Rutgers, The State University of New Jersey Cook Office Building, Room 108 55 Dudley Road New Brunswick, NJ 08901 Tel: (848) 932-9127

schilling@aesop.rutgers.edu