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Don't leave home without a marketing plan

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Story Highlights

While the spotlight might be firmly fixed on social media, OTAs and revenue management, any good sales effort begins with a detailed, written marketing plan.

Approximately 80% of all hotel reservations are either made from or influenced by a 20-mile radius of every hotel.

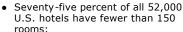
If a smaller hotel has no dedicated sales department or no staff member, then the GM or owner must assume that vital role

I just returned from teaching a class on sales and marketing to a representative group of franchisees, independent owners and GMs of U.S. properties with fewer than 200 rooms.

Although most of my consulting practice over the years has focused mostly on full-service, upscale and group-oriented hotels, I've always managed to keep an eye out for how business is conducted at the smaller properties.

Besides, when my wife Karen and I travel on leisure trips and we're not patronizing some historic small inn or a charming bedand-breakfast, we often stay at Holiday Inn Expresses, Hampton Inns and Best Westerns.

The sheer numbers alone demand my keeping current with these smaller hotels. According to AH&LA (excluding properties fewer than 15 rooms):







During my class, the topics that resonated best—and prompted the most spirited participation—were social media, revenue management and online travel agencies.

What surprised and alarmed me the most, however, was the lack of awareness, experience and even basic interest in topics such as marketing planning, marketing plans, direct sales in general, and neighborhood or backyard marketing in particular.

I came away with the impression this group thought marketing plans were done only on Mars.

"Failing to prepare is preparing to fail." - John Wooden

Marketing plans are an industry standard. Every successful hotel has a written/detailed marketing plan that is signed off on and used periodically throughout the year as a benchmark to help measure progress and make necessary revisions.

Given today's market dynamics, larger hotels have begun replacing the traditional marketing plan with "strategic conversations" where an executive committee revisits marketing and sales activities weekly—sometimes even daily and hourly—making necessary and timely adjustments.

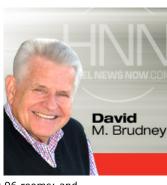
Despite the impact of online travel reviews and ratings, OTAs and brand website booking pages, an argument can still be made that 80% of all hotel reservations are either made from or influenced by a 20-block or 20-mile radius of every hotel.

Successful hoteliers identify how to penetrate that 20-block or 20-miles radius—an effort that requires a commitment to producing a detailed and measureable marketing plan.

This will require some work and effort on the part of the hotelier, to be sure. Researching who the customers are is part of the market analysis component. Equally important is the product analysis and the competition analysis—two pieces of any plan that enable owners and operators to understand and accept their property's strength and weaknesses, and what differentiates their product from the competition.

One of the most important elements—again, for those smaller hotels with fewer than 200 rooms—is to put in writing and commit to a detailed plan for overall direct sales.

If a smaller hotel has no dedicated sales department or no staff member charged with direct sales responsibilities, then the GM or owner must assume



that vital role.

Direct sales primary action steps include:

- identifying local/area KGBs (key generators of business);
- identifying targeted audiences (business travel, leisure and group);
- identifying potential local/area alliances and collaborating partnerships;
- conducting a strengths, weaknesses, opportunities and threats, or SWOT, analysis for property and primary competition;
- establishing goals and measurement metrics;
- scheduling regular outside sales calls;
- making those calls;
- recording vital information into a sales software/contact management tool; and
- follow-up appointments and prospect site inspections

Without a formal, written plan, any outside sales call program becomes hitand-miss and very difficult to track. Far too often the program leads to the GM announcing, "I think I'll go make some sales calls today." Not a good idea.

Direct sales is just one component of a sound marketing plan and must be fully integrated with other elements that include advertising, promotion, merchandising, pricing, distribution channels along with social-media platforms, travel and trade shows and budgets, of course. But I'll stop at direct sales for now.

There are dozens of marketing plan samples online if your property does not have a formal plan or if you are interested in creating one. In addition, most franchise companies offer marketing plan templates to franchisees. Templates might also be found on my colleague John Hogan's HospitalityEducators.com site. And experienced hospitality marketing consultants are available to help both in person and online.

Plan your work; work your plan. Measureable results will follow. And you will have more confidence along the way.

David M. Brudney (David@DavidBrudney.com, 760-476-0830) is a charter member of the International Society of Hospitality Consultants and a veteran sales-and-marketing professional concluding his fourth decade of service to the hospitality industry. Brudney advises lodging owners, lenders, asset managers and operators about hotel sales and marketing best practices and conducts reviews of sales-and-marketing operations throughout the world. His website is www.davidbrudney.com.

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