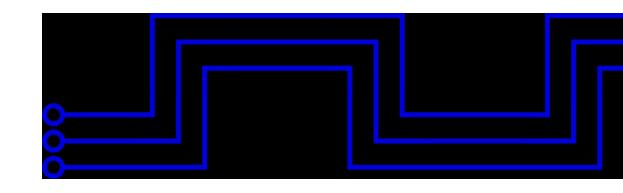


## **Marketing of cities**

PV240 Leonard Walletzký, 2021



### The environment of the city



## Why does city need marketing?

By the most of definitions marketing is the process focused to customer

The main motivation is profit

#### The motivation for city is to communicate with

- Citizens
- Entrepreneurs
- Tourists
- Visitors
- Non-profit organizations
- Other stakeholders

### Main motivation for city marketing

Municipality development

Development of community services

**Prevention of conflicts** 

Finding conformity among different interests' groups

Competition (other municipalities, business entities)

### **Examples of city branding**





https://www.youtube.com/Vienna

### **Branding videos**







# Differences between company and city marketing

### Company

- Customer segment
- Selling the product/service
- Building loyalty to sell
- Communicating innovations

### City

- More stakeholders
- Presentation of city services
- Building loyalty to be proud of
- Communicating innovations

### Marketing mix – can we use the same

Some marketers do

But communication of the city must be different than communication of the company

There are more

- Stakeholders
- Interests
- values

## 7C Marketing mix – Compass modell

#### Corporation

- Organization itself
- Competitors
- Stakeholders

#### Commodity

· Products and services not only for customers, but for whole society

#### Cost

Not only economics, but also social

#### Communication

· How does a municipality comunicate with the different segments of stakeholders?

#### Chanel

- · How the services are distibuted
- Directly from the municipality or via private subject with the support of municipality?

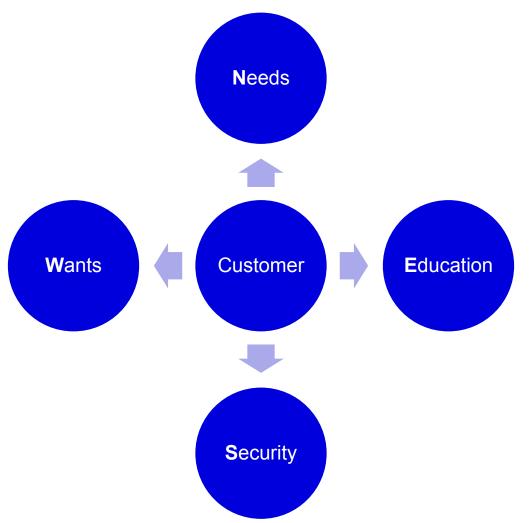
#### Consumer

· Description of the customers and customer groups

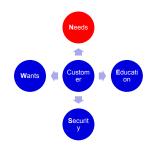
#### Circumstances

· Description of other external factors

### **Compass anlaysis of Customers**



### Needs



#### List of the needs of customers

- Not only citizens, but also other groups
- Dependent on specific point of view

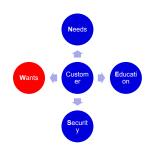
#### The analysis depends on several factors

- Social status
- Age
- Life stadium

#### Example

- Free time activities
- Culture
- Social services

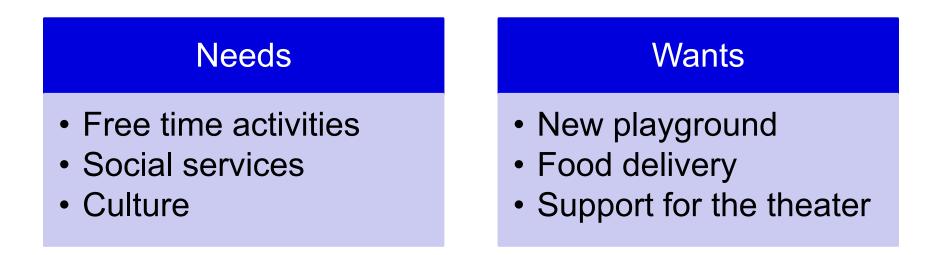




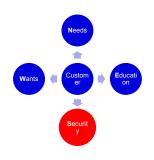
### What are customers requesting?

Comparing to needs the request is required

### Very often the needs and wants are confused







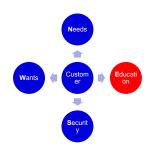
### How secure the citizens are?

- The level of criminality
- Are there any other dangers (floods, chemical factories)

### What the municipality is doing for the security?

- Street cameras
- Municipality police
- Prevention programs





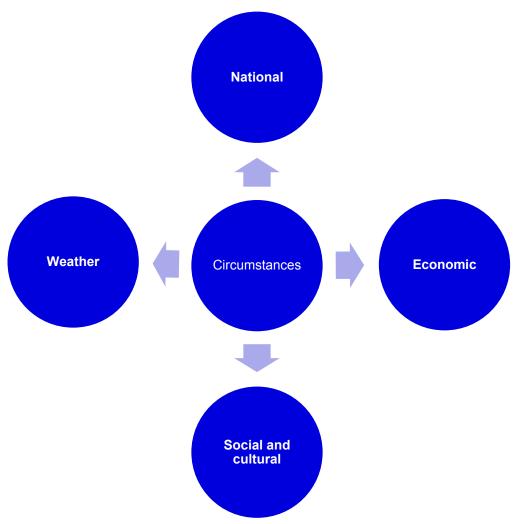
### The structure of education in the municipality

• It affects the ways of communication

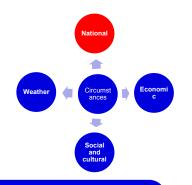
Can be found on the pages of stasticical institutions

Like ČSÚ – www.czso.cz

### **Compass analysis of Circumstances**



### National



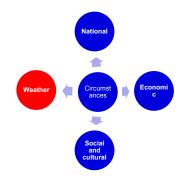
## State or international

• Politics, law and ethics

## Important legal rules

- What laws are important for the municipality?
- Are there any legal complications?

### Weather

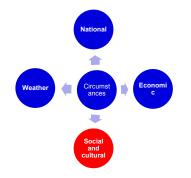


### What are the natural conditions?

- Average temperatures
- Possible natural disasters

### The weather can affect the outdoor activities

## **Social and cultural**



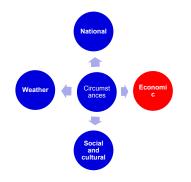
#### What are supported social services?

- What are the social services provided by the municipality (like social houses, retirement homes etc.)
- Is there any social politics in the municipality? How does the municipality support the associations?

### How the municipality supports or should support the culture?

 Are there any cultural associations (amateur/professional) supported by the municipality (theater, choir)?

### **Economics**



### Important information from the budget

- Does the municipality have any loans?
- Do they have surplus or debit budget?
- What are the financial sources?

### **Investment preferences**

• Are there any important investments planned in the future?

## How to analyze the municipality marketing

Use 7C Compass model to gather the data

It helps you to understand the position of the municipality.

After that make SWOT analysis – to have different point of view to the topic

After that you can formulate recommendation – do not be afraid to be a little bit unrealistic

- On-line YouTube stream is OK
- Hyperloop from small village to the city is too much

## How to verify the recommendation?

If you suggest any improvement for the city, you need to specify the value for the citizens (or other important group).

To prove it, you need the specify the way of verification

For example, you suggest the improvement of web pages of the city

The verification can be:

- The number of visitors you know how many visitors came in the pas, you can say we expect about 30% visitors more
- The time spend of the pages you can expect for example the users spend about 20% more time on pages than before
- The on-line survey the users will be requested to fill small survey, where they evaluate the quality, friendliness and utility of the pages. You will design the questions for the survey too.

# What should your recomendation look like?

#### Do not focus to the web pages only

### You can suggest

- New communication channels
- Improvement of current communication tools
- Bring the inspiration from another but similar city
- or anything else what can bring a new value to the stakeholders

Remember – you always need to define the value for the customers!

## Conclusion

### Differences between marketing of municipality and company

- Stakeholders
- More interest groups

7C Compass Marketing mix

Recommendations to individual assignment