Prior to 2005, the Minnesota Orchestral Association segmented its season ticket buyers (subscribers) only by major product category: Classical, Weekender Pops, Adventures in Music for Families, etc. There was no accounting for specific music tastes beyond that. As a result, New Age music fans were grouped together with Country/Western fans in the segment "Weekender Pops."

I developed new categories of segmentation on my own in 2004, partly as a result of doing list trades with other arts organizations, who had a specific type of show or play to promote. The first use of these segmentation codes was for the 2005-06 subscription campaign. They were first used for single-ticket promotions in the Spring of 2005.

Shown right is a late-campaign report on response by segment. The slides that follow will look at the definitions of these segments and their correlation to purchases of the Orchestra's core product, Classical music concerts.

0506 subscribing households by select segments
Unless otherwise noted, all segments are based on purchase history as of February 7, 2005

|  |  | Classical |  | Weekender Pops |  | AIM |  | Casual |  | CYO |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total subs. HHs: 5663 |  | Total subs. HHs: 1043 |  | Total subs. HHs: 623 |  | 758 |  | Total subs. HHs: 822 |  |
|  | Segment | \# HHs | $\%$ of this product's HHs | \# HHs | $\%$ of this product's HHs | \# HHs | \% of this product's HHs | \# HHs | \% of this product's HHs | \# HHs | \% of this product's HHs |
| Recency | 0506 Preview Concert | 740 | 13\% | 40 | 4\% | 15 | 2\% | 54 | 7\% | 30 | 4\% |
|  | 0405 event in 2005 | 5074 | 90\% | 924 | 89\% | 484 | 78\% | 694 | 92\% | 449 | 55\% |
|  | $0405 \$ 25$ seat (etc.) | 1754 | 31\% | 97 | 9\% | 100 | 16\% | 188 | 25\% | 273 | 33\% |
|  | Spender | 1274 | 22\% | 426 | 41\% | 135 | 22\% | 222 | 29\% | 96 | 12\% |
|  | Discountee | 896 | 16\% | 148 | 14\% | 51 | 8\% | 159 | 21\% | 128 | 16\% |
|  | Convenience | 467 | 8\% | 105 | 10\% | 48 | 8\% | 82 | 11\% | 13 | 2\% |
|  | \$5 seat redeemer | 166 | 3\% | 29 | 3\% | 21 | 3\% | 25 | 3\% | 84 | 10\% |
|  | Group | 138 | 2\% | 24 | 2\% | 11 | 2\% | 21 | 3\% | 13 | 2\% |
|  | Bleacher | 26 | 0\% | 3 | 0\% | 2 | 0\% | 2 | 0\% | 8 | 1\% |
|  | 10 miles or closer | 3243 | 57\% | 398 | 38\% | 307 | 49\% | 400 | 53\% | 423 | 51\% |
|  | 11-25 miles | 1786 | 32\% | 494 | 47\% | 248 | 40\% | 287 | 38\% | 277 | 34\% |
|  | $26-50$ miles | 254 | 4\% | 60 | 6\% | 44 | 7\% | 44 | 6\% | 46 | 6\% |
|  | 51-100 miles | 256 | 5\% | 67 | 6\% | 13 | 2\% | 21 | 3\% | 55 | 7\% |
|  | Classical music | 5119 | 90\% | 816 | 78\% | 497 | 80\% | 705 | 93\% | 556 | 68\% |
|  | Broadway/Am Songbook | 1732 | 31\% | 871 | 84\% | 91 | 15\% | 316 | 42\% | 180 | 22\% |
|  | Choral | 1473 | 26\% | 768 | 74\% | 91 | 15\% | 215 | 28\% | 164 | 20\% |
|  | Jazz | 1226 | 22\% | 867 | 83\% | 91 | 15\% | 220 | 29\% | 162 | 20\% |
|  | World/Folk | 878 | 16\% | 769 | 74\% | 74 | 12\% | 192 | 25\% | 115 | 14\% |
|  | Comedy | 688 | 12\% | 643 | 62\% | 48 | 8\% | 153 | 20\% | 67 | 8\% |
|  | Big Band | 662 | 12\% | 609 | 58\% | 37 | 6\% | 137 | 18\% | 89 | 11\% |
|  | Pop music | 422 | 7\% | 583 | 56\% | 33 | 5\% | 111 | 15\% | 60 | 7\% |
|  | Easy listening | 215 | 4\% | 325 | 31\% | 23 | 4\% | 63 | 8\% | 19 | 2\% |
|  | Country/Western | 202 | 4\% | 425 | 41\% | 23 | 4\% | 63 | 8\% | 29 | 4\% |
|  | Gospel | 183 | 3\% | 417 | 40\% | 17 | 3\% | 64 | 8\% | 22 | 3\% |
|  | New Age | 175 | 3\% | 49 | 5\% | 24 | 4\% | 36 | 5\% | 24 | 3\% |
|  | StribLecture | 133 | 2\% | 36 | 3\% | 10 | 2\% | 24 | 3\% | 15 | 2\% |
|  | Rentals-only attendance | 91 | 2\% | 13 | 1\% | 9 | 1\% | 11 | 1\% | 19 | 2\% |
| $\begin{aligned} & \mathcal{O} \\ & \sum \end{aligned}$ | Email Club | 939 | 17\% | 146 | 14\% | 59 | 9\% | 134 | 18\% | 84 | 10\% |
|  | CD | 505 | 9\% | 29 | 3\% | 22 | 4\% | 47 | 6\% | 26 | 3\% |
|  | Video | 344 | 6\% | 39 | 4\% | 48 | 8\% | 41 | 5\% | 15 | 2\% |
|  | None of the Above | 64 | 1\% | 13 | 1\% | 20 | 3\% | 4 | 1\% | 29 | 4\% |
|  | No activity | 45 | 1\% | 12 | 1\% | 5 | 1\% | 3 | 0\% | 28 | 3\% |

In all, there were 94 segments, almost all of which were combinations of product line, recency and frequency, such as "Classical subscriber evenings 6+ concerts last season".
 These unwieldy product segments (see examples, right) were a first draft to a more refined schema, but I needed some results to know how I might refine them.

| Spender | Spender | $51 \%+$ of all events are in Price Scale 1 (highest \$ seats) |
| :---: | :---: | :---: |
| Email Club | Email Club | Patron's email address is in Email Club as "active" member |
| Web buyer | Web buyer | $51 \%$ of all purchases (singles, subs, merch) were on Web |
| Convenience | Convenience | History has more than one valet, pre-paid, or Premier Pair product |
| Bleacher | Bleacher | $51 \%+$ of all events are in Price Scale 4+ (lowest \$ seats); VIP is addressed |
| Discountee | Discountee | $33 \%+$ of non-Rental events are with a discount (excl subs and groups) |
| nonMOA only | nonMOA only | Patron's only buying history is for Rental (non-MOA) events |
| CD | CD | Bought a CD |
| No activity | No activity | No orders of any kind (incl brochure \& prospect) since 9798 |
| Video | Video | Bought a video |
| Comps | Comps | Patron had at least one comp (excl subsriber bonus) in history |
| StribLecture | StribLecture | Patrons attending the Star Tribune's women's lecture series |
| Group | Group | Group order (G or T order with 10+ seats) |
| NOTA | None of the Above | Account does not fit any other category (cancelled event, survey, brochure, merct |
| CLA | Classical music | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| CHO | Choral | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| BRO | Broadway/American Songbook | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| BIG | Big Band | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| JAZ | Jazz | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| POP | Pop music | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| WOR | World/Folk | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| EAS | Easy listening | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| NEW | New Age | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| GOS | Gospel | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| COM | Comedy | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |
| COU | Country/Western | Attended this type of concert any season as non-spread T,G,Q,A where SEATS> |

The product-specific segments above were supplemented by the segments shown left, which reflected a patron's:

- Preferred sales channel (e.g., Web, Box Office)
- Marketing channel (e.g., member of the Email Club)
- Musical taste (e.g., Classical, Comedy, World/Folk)
- Price sensitivity (e.g., Discountee, Bleacher, Spender)

Some of the segments are mutually exclusive. For example, you cannot be both a Bleacher and a Spender ( $51 \%$ of concert history in the cheapest and most expensive seats, respectively). This exclusivity is the exception, though.

## 0506 subscribing households by select segments

|  |  | Classical |  | Weekender Pops |  | AIM |  | Casual |  | CYO |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | Total subs. HHs: 5663 |  | Total subs. HHs: 1043 |  | Total subs. HHs: 623 |  | 758 |  | Total subs. HHs: 822 |  |
|  | Segment | \# HHs | $\%$ of this product's HHs | \# HHs | $\left\|\begin{array}{c} \% \text { of this } \\ \text { product's HHs } \end{array}\right\|$ | \# HHs | \% of this product's HHs | \# HHs | $\begin{gathered} \text { \% of this } \\ \text { product's } \\ \text { HHs } \end{gathered}$ | \#HHs | $\left.\begin{array}{\|c\|} \text { \% of this } \\ \text { product's HHs } \end{array} \right\rvert\,$ |
| Recency | 0506 Preview Concert | 740 | 13\% | 40 | 4\% | 15 | 2\% | 54 | 7\% | 30 | 4\% |
|  | 0405 event in 2005 | 5074 | 90\% | 924 | 89\% | 484 | 78\% | 694 | 92\% | 449 | 55\% |
|  | 0405 \$25 seat (etc.) | 1754 | 31\% | 97 | 9\% | 100 | 16\% | 188 | 25\% | 273 | 33\% |
|  | Spender | 1274 | 22\% | 426 | 41\% | 135 | 22\% | 222 | 29\% | 96 | 12\% |
|  | Discountee | 896 | 16\% | 148 | 14\% | 51 | 8\% | 159 | 21\% | 128 | 16\% |
|  | Convenience | 467 | 8\% | 105 | 10\% | 48 | 8\% | 82 | 11\% | 13 | 2\% |
|  | \$5 seat redeemer | 166 | 3\% | 29 | 3\% | 21 | 3\% | 25 | 3\% | 84 | 10\% |
|  | Group | 138 | 2\% | 24 | 2\% | 11 | 2\% | 21 | 3\% | 13 | 2\% |
|  | Bleacher | 26 | 0\% | 3 | 0\% | 2 | 0\% | 2 | 0\% | 8 | 1\% |
|  | 10 miles or closer | 3243 | 57\% | 398 | 38\% | 307 | 49\% | 400 | 53\% | 423 | 51\% |
|  | 11-25 miles | 1786 | 32\% | 494 | 47\% | 248 | 40\% | 287 | 38\% | 277 | 34\% |
|  | 26-50 miles | 254 | 4\% | 60 | 6\% | 44 | 7\% | 44 | 6\% | 46 | 6\% |
|  | 51-100 miles | 256 | 5\% | 67 | 6\% | 13 | 2\% | 21 | 3\% | 55 | 7\% |
|  | Classical music | 5119 | 90\% | 816 | 78\% | 497 | 80\% | 705 | 93\% | 556 | 68\% |
|  | Broadway/Am Songbook | 1732 | 31\% | 871 | 84\% | 91 | 15\% | 316 | 42\% | 180 | 22\% |
|  | Choral | 1473 | 26\% | 768 | 74\% | 91 | 15\% | 215 | 28\% | 164 | 20\% |
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|  | World/Folk | 878 | 16\% | 769 | 74\% | 74 | 12\% | 192 | 25\% | 115 | 14\% |
|  | Comedy | 688 |  | 643 | 62\% | 48 | 8\% | 153 | 20\% | 67 | 8\% |
|  | Big Band | 662 | 12\% | 609 | 58\% | 37 | 6\% | 137 | 18\% | 89 | 11\% |
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|  | Country/Western | 202 | 4\% | 425 | 41\% | 23 | 4\% | 63 | 8\% | 29 | 4\% |
|  | Gospel | 183 | $3 \%$ | 417 | 40\% | 17 | 3\% | 64 | 8\% | 22 | 3\% |
|  | New Age | 175 | 3\% | 49 | 5\% | 24 | 4\% | 36 | 5\% | 24 | 3\% |
|  | StribLecture | 133 | 2\% | 36 | 3\% | 10 | 2\% | 24 | 3\% | 15 | 2\% |
|  | Rentals-only attendance | 91 | 2\% |  | 1\% | 9 | 1\% | 11 | 1\% | 19 | 2\% |

One of the big discoveries from this segmentation scheme was that seasonticket buyers (subscribers) to Classical concerts were characterized by a broad taste in music. Upon reflection, this made sense: the typical 24concert season would feature a broad range of musical styles spanning more than 300 years of orchestral music. A broad taste in music in general --- with an interest in Classical music specifically --- was a good indicator of a Classical music season subscriber.

Despite the discovery just mentioned, there was little overlap between Classical subscribers and Weekender Pops subscribers. If the broad-minded Classical subscriber was going to a Weekender Pops concert to hear Jazz or Big Band, it was as a single-concert attender, not a season subscriber. Ditto for the Weekender Pops season subscriber and Classical concerts.

One of the uses of segmentation I had proposed was one-to-one marketing: tailoring the message to the individual.

For example, shown right are four different messages that could be sent by email for a hypothetical concert. The first two would be sent to those with a preference for that composer, the third to those with a preference for piano works or whose buying history showed they were drawn by well-known artists.

The last, of course, is to discount buyers. As you can imagine, you would not want to offer special deals to those who would otherwise pay full price.

One-to-one marketing was not adopted by the Orchestra while I worked there.


## BEETHOVEN Symphony \#5

SHOSTAKOVICH Piano Concerto \#1 Chu-Fang Huang, Piano


SHOSTAKOVICH Piano Concerto \#1 Chu-Fang Huang, Piano
BEETHOVEN Symphony \#5


## CHU-FANG HUANG

SHOSTAKOVICH Piano Concerto \#1

## \$15 seats this Thursday

when you buy a full-price ticket to any other concert this season.
\$15 seats limited to two tickets.

