# THE GRAMMY'S

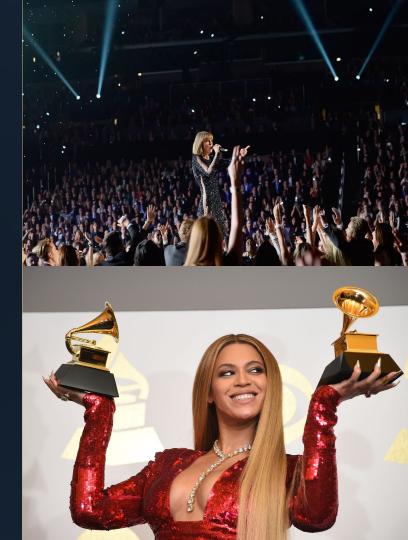
Nicole Chu, Michele Cha, & Arla Muy





## The Show

- Trophy depicts gilded gramophone
- Covered by the CBS Network (1973-Present)
- Recording Academy members vote for nominees & winners



Dedicated to celebrating, honoring, and sustaining music's past, present, and Future."

*—The Recording Academy* 

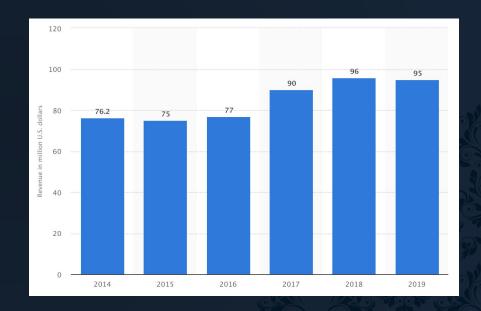
# THE RECORDING ACADEMY

Creator of the Grammy's



## About

- Non-profit organization
- Roughly 700 employees
- 2019: \$95 million in advertising revenue
  - Over \$60 million going to the Recording Academy's MusiCARES charity
- Main competitor: Oscars

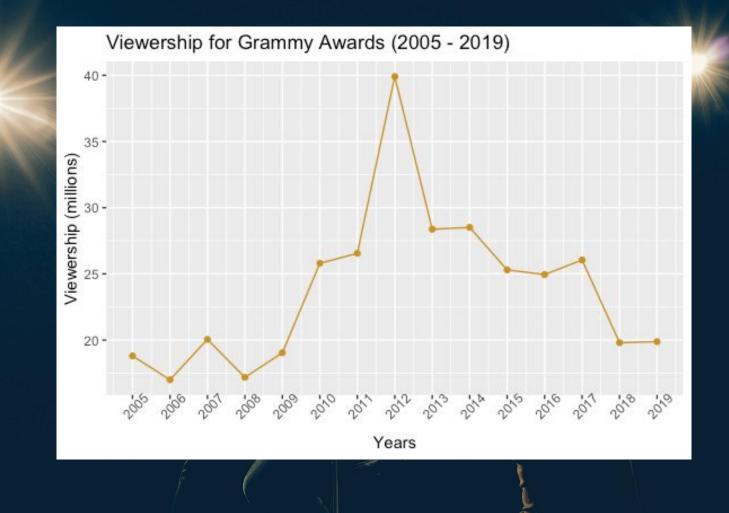


# The Deficiency We Seek to Improve



# The Deficiency

- Decline in viewership and viewer ratings
- ▷ 2018 broadcast
  - ► 24% decrease in viewership
- ▷ 2019 broadcast
  - ▶ **0.51% increase** in viewership
  - ► Ratings dropped from **5.9 to 5.6**
  - ► Ad revenue decreased from **\$96 million to \$95 million**



# 26.1 million

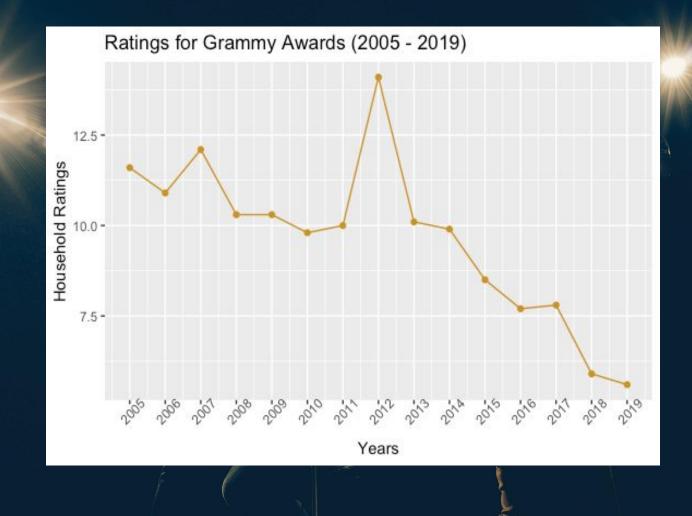
Viewers in 2017

## 19.8 million

Viewers in 2018

## 19.9 million

Viewers in 2019



# Our Proposed Solution



# **Our Solution**

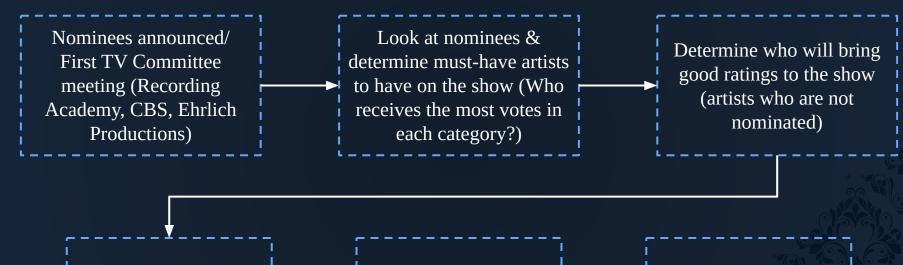
#### **Content-Driven Solution**

- Bring more mainstream celebrities on the show
- Use data analysis to determine which artists the general public wants to see
- Allow more performers to sing their own songs

#### **Audience Engagement**

- Add more interactive & social-media-oriented elements to the show
- "Most social awards cast of 2019"
  - Nielsen: 26.2 million total interactions
  - 76% higher than viewership

## The Grammy's Current Process



Choose artist pairings/collabs only seen on the Grammys (old artist + new artist)

Committee meetings continue once a week until day of show One final meeting on the day after the show (to review success of show)

## **Our Revised Process**

Committee of marketing & production analysts have meetings throughout the year to analyze audience engagement & public opinion thru digital media Nominees announced/ First TV Committee meeting Collaborate w/ data committee that analyzes public opinion

Look at nominees & determine must-have artists to have on the show (Who receives the most votes in each category?) Determine who will bring good ratings to the show (artists who are not nominated) Utilize public opinion polls to choose top artists

Determine which non-nominated artist(s) should perform solo based on popularity with the general public

Choose artist pairings/collabs only seen on the Grammys (old artist + new artist)

Committee meetings continue once a week until day of show

One final meeting on the day after the show (to review success of show)

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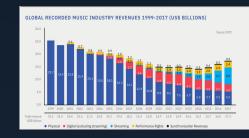
# Technological Co<u>mponents</u>

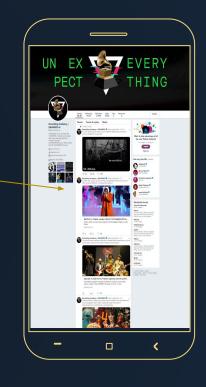


### Social Media

#### Solo Artist Choice

- ✤ Enhance public opinion in show content
- Run polls throughout the year to choose a non-nominated artist to perform a solo on the show.
- Polls available in Twitter, Instagram, Facebook , and official grammy website where it will be connected to the Post
- Encourage users to share the polls and elevate traffic into social media pages
- Data will build on throughout the year





### **IBM Grammys**

#### <u>Platform</u>

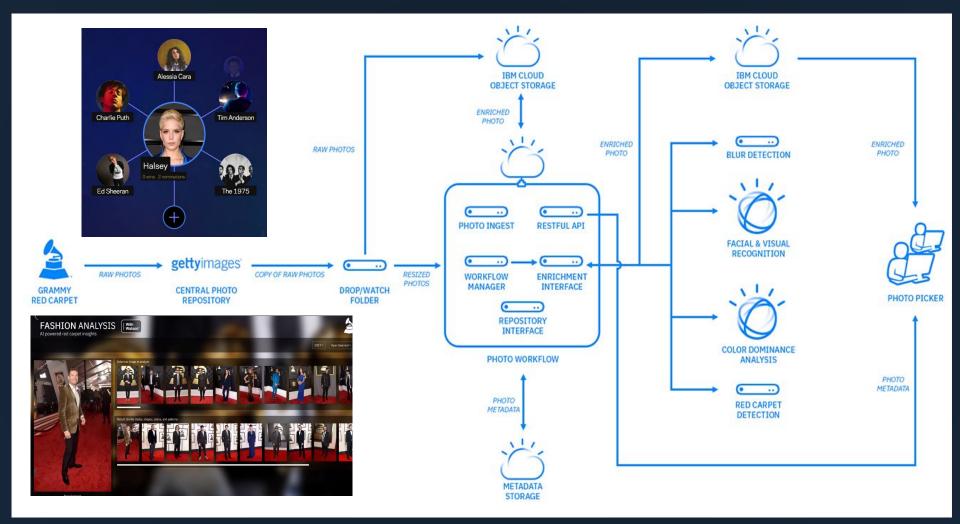
- ◆ Learn more about fashion and music
- Identifies trends in themes and emotions in song lyrics of Grammy Performers
- ✤ 14 million news articles and bios analyzed
- Grammy Award nominations in history

#### <u>Web Media</u>

- Mark when a musician enters and exits the red carpet
- Know whether an attendees eyes are closed
- Curate photos and videos to publish online and during the event no longer using third parties







### IBM and Our Approach

#### Immersive Digital Experience

- Polls Asking Hypothetical questions before commercial breaks
- Public Giveaway, Photo Contest where people can tag the Recording Academy on their social media stories and posts

#### Strategic Promotional Advertisement

- Currently working with Marketing Sponsors and telecast team
- Develop ad advertisement sponsored by a nominated artist based on data collected

#### **Budgeting and Event Planning**

- Solidify competitive decision making
- Identify social media trends and correlate with content type and spending
- Offers a platform where planning and budget reports can be made

# Implementation Plan

### 5 Year Implementation Plan

Year 1	<ul> <li>Develop a trial committee for marketing &amp; production analysis</li> <li>Utilize social media to produce more interactive content</li> <li>Bring one non-nominated artist to perform solo on the show</li> </ul>
Year 2	<ul> <li>Keep utilizing committee for data analysis</li> <li>Continue to engage audience with improved social media tactics to gather more data</li> </ul>
Year 3	<ul> <li>Committee meetings every few months to analyze trends</li> <li>Expand amount of popular non nominated artists to 2 or 3</li> <li>Reach out to big social media platforms</li> </ul>
Year 4	<ul> <li>Partner with big social media companies to exchange for more data on target audience</li> <li>Continue committee meetings</li> </ul>
Year 5	<ul> <li>Continue committee meetings</li> <li>They would analyze social media data from partnerships</li> </ul>

## The Controls

### <u>KPIs</u>

- Viewership demographics
  - A new low among adults aged 18-49
- Social media
   responsiveness
  - Eventually, partner and exchange data
- Ratings
  - Allowing artists to perform their own songs

### <u>CSFs</u>

- Data analytics
  - Incremental changes
- Use data analysis to determine which artists the general public wants to see
- Allow more performers to sing their own songs
- Effective advertising

# Conclusion

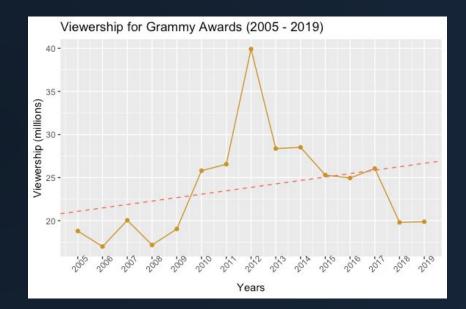
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## Conclusion

- ▷ Long running, well established show for 60+ years
- Problem: declining viewership
- Solution: engage younger audience
  - More mainstream artists
  - Interactive activity
  - Data analytics

# Monetary Benefit

- Increased viewership => increased ad time
- Estimated increase in viewers every year: 0.3981 million
- 30 second ad costs over \$2 million
- After 5 years, gain \$3.9 million in ad revenue



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## References

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Does anyone have any questions?