

Franchising
Building local businesses,
one opportunity at a time.



GETTING FRANCHISEES ENGAGED, PRODUCTIVE AND PROFITABLE

Developed By: Franchise Relations Committee



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Mary Beth Brody Faegre Baker Daniels LLP Counsel

Anthony J. Gioia Togo's Eateries Chairman, CEO

Patrick Sanders
Max Muscle Sports Nutrition
President

Brian B. Schnell Faegre Baker Daniels LLP Partner



INTRODUCTION

- Why this topic is so important
- What happens when your franchisees are not engaged
- What does engagement look like

Creating a culture where franchisees truly embrace your vision, mission and values

DEVELOPMENT PROCESS

- Recruitment (vs. "Sales")
- Qualification/screening
- Managing expectations
- Providing a realistic picture
- Getting buy-in on key aspects
- Validation process
- Discovery Day

ON-BOARDING PROCESS

- Critical stage...time to build trust and respect
- Need a smooth process
- Elements depend on the particular system: site selection, build-out, training, ordering, hiring, opening, etc.

- Financial Metrics/Data Sharing
 - Tools to help franchisees understand their financial position
 - Collecting the right information and knowing how to use it to drive performance
 - Follow-up
 - Benchmarking the right information
 - Peer performance groups
 - Rock Star awards

- Field Visits
- Purposes/Goals
 - Inspection
 - Coaching
 - Training
 - Communicating/Building Rapport
 - Qualities of ideal field business consultants
 - Anatomy of ideal field support visit

- On-Going Education and Training
 - Business training
 - Operations
 - Sales training
 - Mentoring programs
 - Effective use of Intranet

- Advertising and Marketing
 - Focus on Franchisee Profitability
 - Excellent area for meaningful franchisee input and collaboration
 - Social media

- Meetings/Conventions
 - Getting participation
 - Programming
 - Regional meetings
 - One-on-one coaching

COMMUNICATION AND EMPOWERMENT

- Establish a culture of active listening and mutual respect
- Be transparent
- Be responsive
- Keep commitments
- Franchisee Advisory Council
- Other Franchisee Boards/Committees
- Satisfaction Surveys
- Group Calls
- Individual Calls/Coaching
- Multiple vehicles of communication
- Recognition

MANAGING CHANGE

- Need to be at forefront of change (don't be reactionary)
- Keep focused on end goal:
 - Unit level economics (including frequent user customers)
 - Present the business case for change
 - Get franchisee buy-in
 - Market research/customer surveys
 - Test market
 - Franchisee Advisory Board support
 - Incentives

RE-ENGAGING FRANCHISEES

- Importance of recognizing a problem early on (what are the signals that the franchisee has become disengaged?)
- Next steps (how to effectively address problem)
- Boot camps/retraining
- Exit strategies
- Conflict resolution

Wrap up and Questions

Thank You!