# Auto Repair Direct Mail Case Study

**BOCKMAN'S AUTO CARE** 





Print & Direct Mail Made Easy

**Josh Davis,** Executive VP of Sales



## **About the Shop**

Bockman's Auto Care has been the top auto repair shop in Sycamore and DeKalb, IL since 1964. Most recently Bockman's Auto Care has been named the National Winner of 2019 National Napa Auto Care Shop of the Year.

# **The Direct Mail Marketing**

The team at Mail Shark executed three separate mailings for Bockman's Auto Care.

### **Mailing Details**

- Mailers were sent out by strategically targeting carrier routes based on results from a penetration map and report analysis.
- Each mailer consisted of a different direct mail piece (See page 3).
- Bockman's existing customers were removed from these mailings.
- Results were analyzed based on database match back reporting and a unique call tracking number.
- Mailing Schedule: Quantities & Dates Below.

# **Mailing Schedule**

### Mailing #1

Oversized Postcard (5.5" x 10.5")



| Week | <b>Week Delivered</b> | <b>Qty Mailed</b> |
|------|-----------------------|-------------------|
| 1    | 11/26/2018            | 1740              |
| 2    | 12/03/2018            | 1291              |
| 3    | 12/10/2018            | 1478              |
| 4    | 12/17/2018            | 1897              |
| 5    | 12/24/2018            | 1762              |
| 6    | 12/31/2018            | 1823              |
|      | Total                 | 9991              |

### Mailing #2

Original Magnet (4" x 10.5")



| Week | <b>Week Delivered</b> | <b>Qty Mailed</b> |
|------|-----------------------|-------------------|
| 1    | 01/07/2019            | 1743              |
| 2    | 01/14/2019            | 1287              |
| 3    | 01/21/2019            | 1481              |
| 4    | 01/28/2019            | 1883              |
| 5    | 02/04/2019            | 1752              |
| 6    | 02/11/2019            | 1834              |
|      | Total                 | 9980              |

### Mailing #3

Jumbo Postcard (8.5" x 10.5")



| Week | <b>Week Delivered</b> | <b>Qty Mailed</b> |
|------|-----------------------|-------------------|
| 1    | 05/06/2019            | 3368              |
| 2    | 05/13/2019            | 1528              |
| 3    | 05/20/2019            | 1770              |
| 4    | 05/27/2019            | 1658              |
| 5    | 06/03/2019            | 1729              |
|      | Total                 | 10,053            |

Total Quantity of Pieces Mailed 30,024

# **Bockman's Short Term ROI Results** 287 Total Leads Generated by Direct Mail ÷ 30,024 Quantity Mailed = 0.96% Direct Mail Response Rate 220 # of Leads Converted to a Paid RO ÷ 287 Total Leads Generated = 76.6% Conversion Rate to a Paid RO \$95,044.26 Gross Revenue from all 3 mailers (ARO \$432.02) - \$11,500 Cost of All 3 Mailers = \$83,544.26 Net Revenue = 7.26 **Short Term ROI**

For Every Dollar Spent On Direct Mail, We Returned 7.26 Dollars In Net Revenue! We continued to monitor results from this campaign 4 months after the mailings were all sent out and here is how Bockman's ROI was impacted over this time.

#### Additional ROI Over the Next 4 Months

Additional Revenue from these New Customers after their first visit (either from their vehicle or additional vehicles they brought in for service)

\$66,335.47

### **Total ROI**

Net Revenue from First Visit \$83,544.26

Additional Revenue from
Any of their vehicles after + \$66,335.47 their first visit

Total Net Revenue = \$149,879.73

Cost of All 3 Mailers  $\div$  \$11,500

Total ROI = **13.03** 

For Every Dollar Spent On Direct Mail, We Returned 13.03 Dollars In Net Revenue!

#### Calls Continue to come in...

• As of 11/4/2019 Over 5 months after the last mailer was sent out calls were still coming in, verified by call tracking.

## A Deeper Look at The Repair Orders

The adage "Todays Oil Change is Tomorrows Broken Car" couldn't be more transparent with many of these new customers that came in for a lower dollar amount RO such as an oil change.

As expected, the direct mail campaigns brought in a mix of lower \$ amount repair orders for oil change services as well as quite a few higher dollar amount larger repair orders. This is simply driven by the need of these specific customers at that time.

We took a sampling of the 45 Lowest Dollar Amount Repair Orders from the mailer as well as the 45 Highest Dollar Amount Repair orders and compared them to the amount spent from these same customers on their 2nd visit to Bockman's. Their 2nd visit was either from the same vehicle or from an additional family vehicle.

As you can see in the numbers below, many of the new customers that came in on their first visit and had a lower dollar amount RO less than \$50 came back to spend a significant amount more on their second visit.

### 45 Lowest First RO \$ Spend

| RO# | 1st RO  | 2nd RO   |
|-----|---------|----------|
| 1   | \$2.17  | \$956.27 |
| 2   | \$7.68  | \$29.66  |
| 3   | \$14.12 |          |
| 4   | \$20.00 | \$750.85 |
| 5   | \$20.39 | \$2.76   |
| 6   | \$25.00 |          |
| 7   | \$25.00 |          |
| 8   | \$25.39 |          |
| 9   | \$26.75 | \$64.99  |
| 10  | \$26.75 |          |
| 11  | \$26.78 | \$438.13 |
| 12  | \$27.00 | \$489.27 |
| 13  | \$27.00 | \$47.15  |
| 14  | \$27.16 |          |
| 15  | \$29.66 |          |
| 16  | \$31.75 |          |
| 17  | \$32.26 |          |
| 18  | \$33.00 | \$94.58  |
| 19  | \$33.00 |          |
| 20  | \$33.00 |          |
| 21  | \$33.00 |          |
| 22  | \$33.00 |          |
| 23  | \$33.00 |          |
|     |         |          |

| RO# | 1st RO  | 2nd RO     |
|-----|---------|------------|
| 24  | \$33.15 |            |
| 25  | \$35.39 | \$2,275.51 |
| 26  | \$35.39 | \$82.39    |
| 27  | \$35.39 | \$73.19    |
| 28  | \$35.39 | \$35.39    |
| 29  | \$35.39 |            |
| 30  | \$35.39 |            |
| 31  | \$35.39 |            |
| 32  | \$35.39 |            |
| 33  | \$35.39 |            |
| 34  | \$35.39 |            |
| 35  | \$35.39 |            |
| 36  | \$35.39 |            |
| 37  | \$35.39 |            |
| 38  | \$36.11 | \$1,459.59 |
| 39  | \$36.14 | \$105.46   |
| 40  | \$36.75 | \$2,402.43 |
| 41  | \$36.75 | \$1,092.42 |
| 42  | \$36.75 | \$100.00   |
| 43  | \$36.75 | \$76.41    |
| 44  | \$36.75 |            |
| 45  | \$36.75 |            |

Our mailer also delivered quite a few high dollar amount repair orders. As you can see based on the 45 highest dollar amount repair orders below, many of these customers returned for another higher than average dollar amount repair order and some came back and spent less. This is simply driven by that customers specific repair or maintenance need at that time. Most importantly, they returned.

### 45 Highest First RO \$ Spend

| RO# | 1st RO     | 2nd RO     |
|-----|------------|------------|
| 1   | \$4,555.39 |            |
| 2   | \$4,353.96 | \$4,707.21 |
| 3   | \$2,764.15 | \$1,309.15 |
| 4   | \$2,559.81 |            |
| 5   | \$1,966.81 |            |
| 6   | \$1,740.16 | \$2,295.22 |
| 7   | \$1,675.35 |            |
| 8   | \$1,658.89 | \$913.20   |
| 9   | \$1,645.94 | \$36.75    |
| 10  | \$1,637.09 | \$2,357.21 |
| 11  | \$1,632.92 |            |
| 12  | \$1,593.53 | \$222.03   |
| 13  | \$1,591.00 | \$62.67    |
| 14  | \$1,573.25 |            |
| 15  | \$1,498.08 |            |
| 16  | \$1,466.23 |            |
| 17  | \$1,461.07 | \$68.08    |
| 18  | \$1,460.97 |            |
| 19  | \$1,451.29 |            |
| 20  | \$1,444.29 |            |
| 21  | \$1,324.89 | \$2,979.23 |
| 22  | \$1,185.80 |            |
| 23  | \$1,146.41 | \$440.64   |

The above numbers illustrate the importance of not valuing your customers based solely on the amount spent on their first visit to your shop. You must value your customers based on their Lifetime Value, how much revenue they will generate over time.

### **The Bottom Line**

- Direct Mail is one of the best investments you can make to increase car count, when executed properly.
- Direct Mail has longevity, meaning that customers will call months down the road from a mailer they receive today. Therefore, be patient as you cannot force people to have a broken car today.
- You must value your customers based on their Lifetime Value or the amount of revenue they will generate over time
- Using coupons is highly effective at attracting new customers

To learn more about how the team at Mail Shark can increase your car count, Give us a call at 610-621-2994 or visit TheMailShark.com

