# Measurement Has Gone to the Cloud

Scot Richardson, Director, Data Science Strategy & Visualization

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acxi@m.

### Measurement Evolution

It's been a crazy ride

#### Single Channel to Multi-Channel to Omnichannel



The industry has move from simple A/B Direct Mail campaign testing to Omnichannel campaigns requiring significant coordination of efforts

#### Non-Addressable vs Addressable to All Media



Ad recall reporting has migrated to MMM and simple addressable campaign reports have evolved to MTA. Now we're combining MMM and MTA to simultaneously optimize across all media. Don Draper wouldn't recognize our world today

#### **Metric Proliferation**



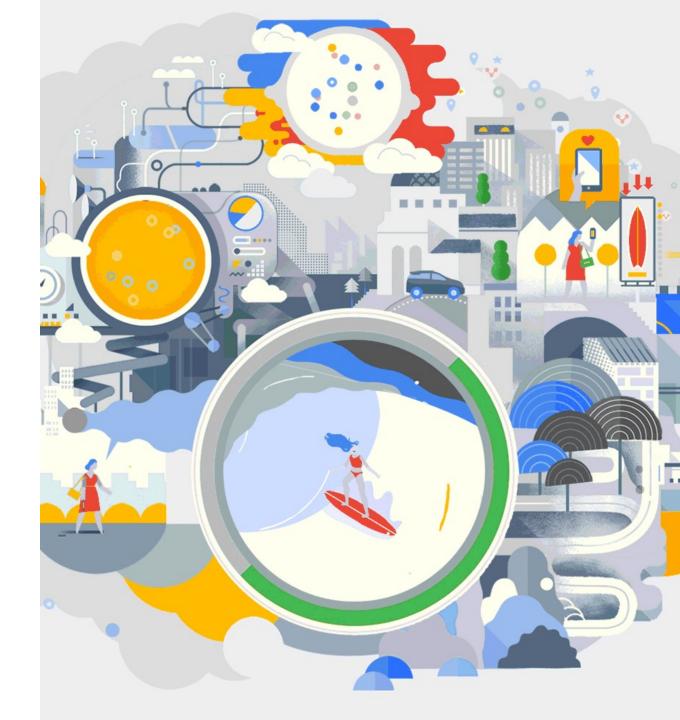
With the increases in complexity, the availability of metrics has exploded to the point that we track everything

#### **Decision Sciences**



As the environment has become more complex, decision sciences has kept pace to help us be more effective as marketers





### PROMISES FOR TODAY

### Rethink Traditional Measurement

Much of what we do in measurement today is rooted in our past.

We'll discuss why some of the tried-and-true methods may not be good for our business.

# Understand Key Befits of Cloud for Measurement

Cloud solutions are hyped from the backroom to the boardroom – from the water cooler to the wire closet.

We'll point out key aspects of Cloud that will drive business results and explain why.

### Walk Through Cloud Measurement Architecture Example

The Cloud can be very complicated, but it need not be so.

We'll walk you through a simplified architecture example to point out the key things you need for success.



MEASUREMENT EVOLUTION

### INCREASING COMPLEXITY





Marketing systems are highly interconnected. MADtech ecosystem complexity continues to grow every day



#### **PROLIFERATION**

Multiple platforms for campaign execution, measurement and optimization require deep and broad expertise to be effective



### **ECOSYSTEM**

Available data for measurement due to industry changes and privacy regulations will continue to be an issue we all face



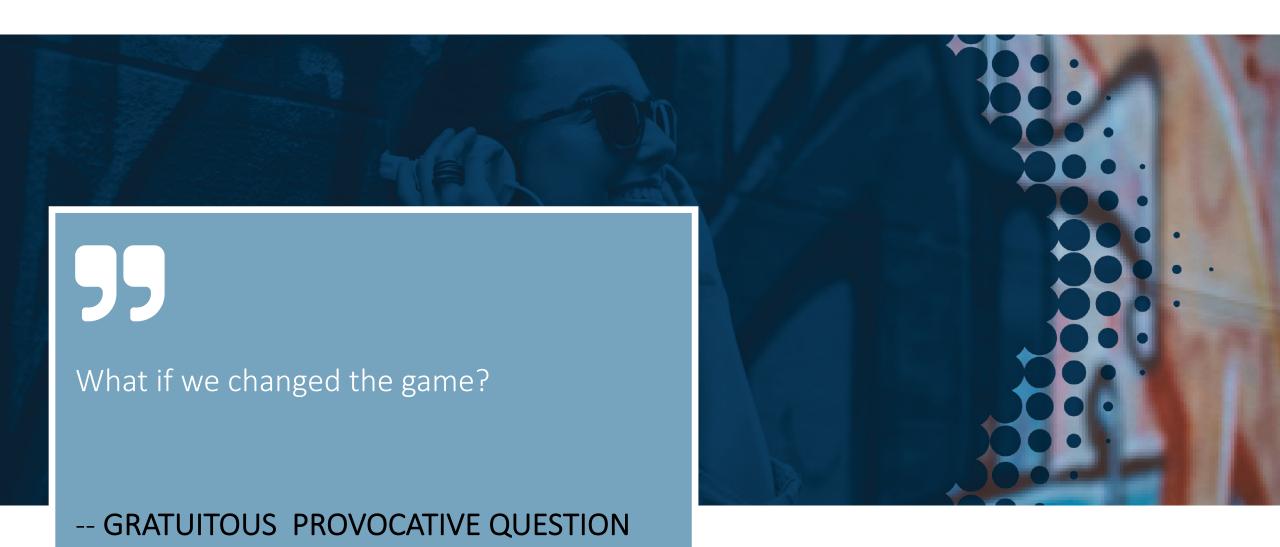
#### TRADITIONAL MEASUREMENT

### Tried and True. But Effective?

As Marketers, we're on a quest to be more effective.

Are our measurement practices working as hard as we are?

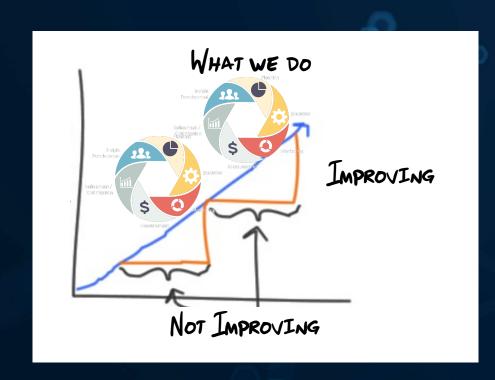


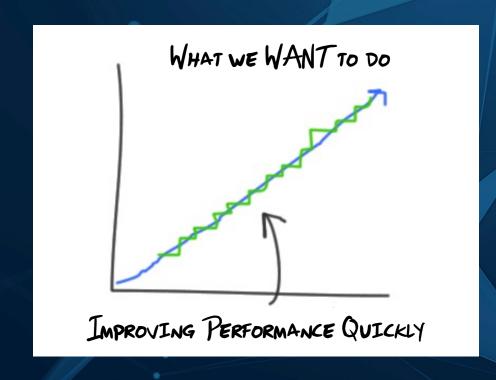


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### New View of Measurement

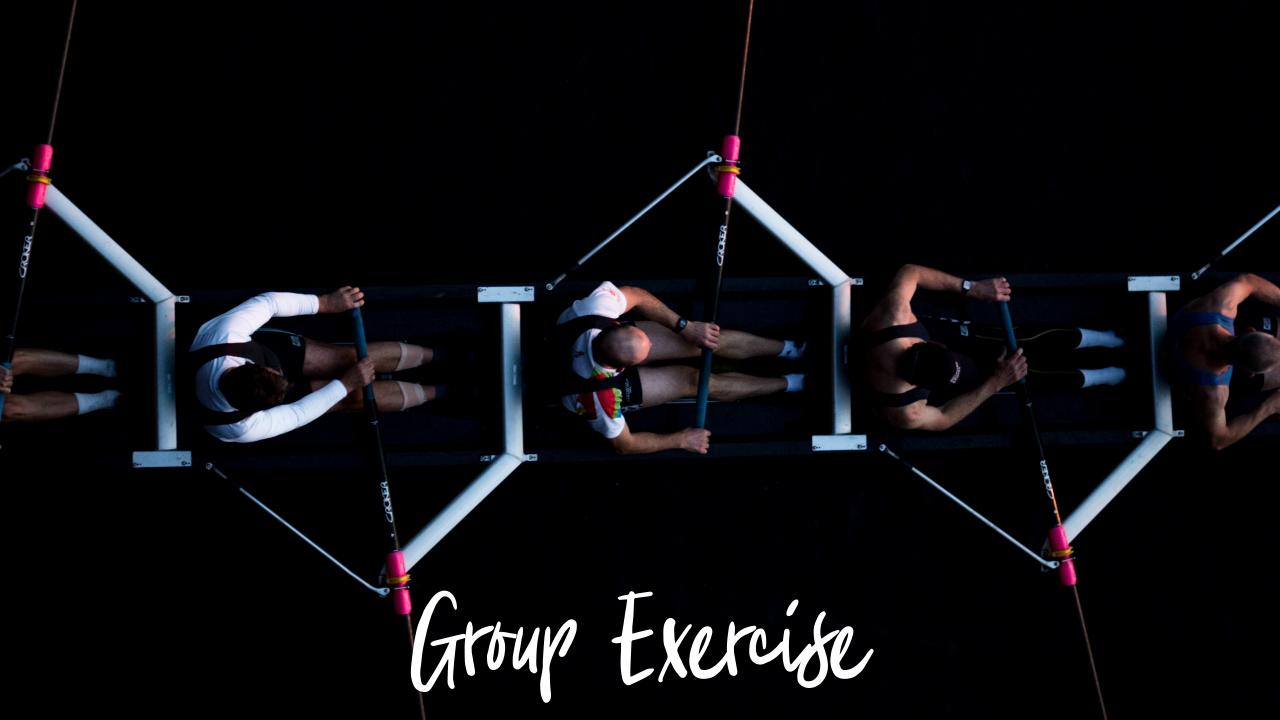
Less Time Waiting, More Time Improving







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### Reduce Complexity

Focus on Impact



# Measure the Right Things

Focus on measuring items that we control that are directly tied to desired outcomes



### **Timeliness**

Ensure that measurement systems provide feedback so the Marketer can pivot



# Design for Improvement

Design measurement solutions that yield opportunities to improve performance



### Measurement Questions

Measurement Timing Often Forces Us Into Past Tense Questions

#### We often ask:

- Did it work?
- What performed well / not so well?
- What was the ROAS?
- How many exposures were served?
- What was the average CPM?
- How many conversions did we get?
- What was the CPC?

Even with good answers to the right questions, our ability to positively influence performance is subject to measurement cycles



## Asking the Right Questions

Stop Using Past Tense

#### We should ask:

- How **is** it working?
- What **can** we change?
- What parts <u>are</u> performing?
- What is the current ROAS?
- How can we improve it?
- **Are** we **optimal** in our strategy?
- Can I further minimize Cost Per Conversion?

Focus has changed to a continuous improvement throughout



### Changing Measurement Goals

**Optimization Focus** 

Find what is working, do more of that...

Find what is not working and quickly eliminate that...

Optimize as quickly and efficiently as possible...

In a new paradigm, measurement becomes a calibration step in optimization processes





Cloud Computing
Enables A
Paradigm Shift

Key enablers of cloud computing for shifting focus to ongoing optimization:

- Connectivity
- Scalability
- Decision Sciences Moved to the Edge

## Targeting Success

Design includes determining what you'll optimize as well as creating the infrastructure to do it



#### **Determine**

Determine the target you wish to optimize. Understand how inputs influence outcomes.

Ask: What levers can I pull across my systems that increase my target yield?



### **Develop**

Develop predictive models across levers throughout your system.

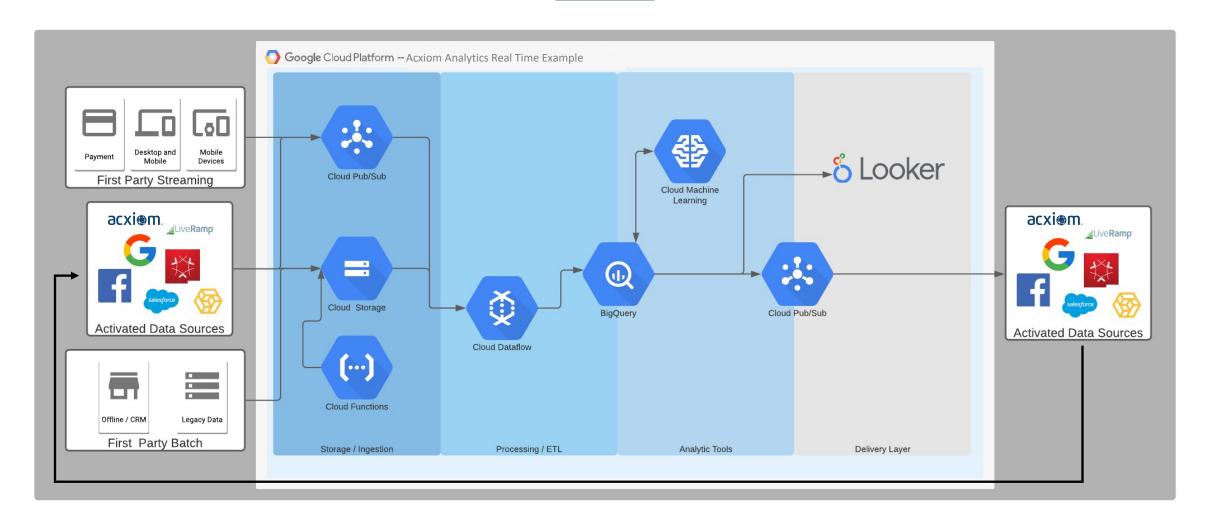
Ask: Have I represented my controllable inputs such that they are mathematically related to my target (directly or indirectly)?



Integrate across your Ecosystem with automated Data / ML Pipelines.

Ask: Where can I go 'lights out' and where do I need human intervention?

### Simple Cloud Measurement Architecture





### Cloud Platforms Enable Change

