Keller Williams University

Lead Generation 36:12:3

Power Session 11: Living Your Goals

Stacia Thompson

Ready to Go 200 mph? Business Planning for the Solo Agent.

Acknowledgments

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LEAD GENERATION 36:12:3

Power Session 11: Living Your Goals

In this Power Session ...

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- [2] Your Big Why
- [3] The Models
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- [7] Keep Your Goals in Front of Your Eyes
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Power Session II		Living Your G	ioals	
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Lead Generation Living Your Goals Ed. I. Rev 2– @ 2015 Keller Williams Realty Inc.

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Ground Rules

- 1. Arrive to class on time and return promptly from breaks.
- 2. Move quickly when you are instructed to form small groups or partner with someone to role-play.
- 3. Be fully present. Turn your phones to vibrate or off.
- **4.** Respect the reality of time and participation. Remember the BOLD Law: how you participate in here is how you participate everywhere.
- **5.** Respect the different learning styles and opinions of others. Ask yourself, "Am I displaying an open mindset or fixed mindset?"
- 6. Help each other learn because none of us is as smart as all of us working together to improve our skills and knowledge.
- 7. Consider everything we discuss confidential. What is discussed and role-played behind closed doors *stays* behind closed doors. When people in the classroom share information about themselves, their office, or anything discussed in confidence, it shall remain confidential and will not be shared again outside of the classroom.
- 8. Enjoy your time in class and commit to implementing at least one thing you learn.

Where You Are Today

Exercise

Where are you today with your lead generation efforts? Get into the habit of taking accountability for your actions and your progress. Take time to share with your instructor and your peers your aha's, your challenges, and your next steps.

Directions:

- 1. List the lead generation activities you completed during the last 24 hours.
- 2. What were your aha's?
- 3. What were your challenges?
- 4. Discuss what you will do differently in the next 24 hours.

Time: 10 minutes

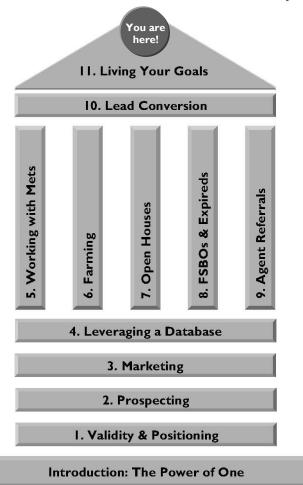
1.	Lead Generation Activities:	Time Spent on Activity
2.	My aha's from these activities:	
3.	The most difficult part of these activities:	
4.	What I will do differently in the next 24 hours:	

Why You Are Here

Lead Generation 36:12:3 Course Map

You built a foundation on mindset, validity and positioning, and essential strategies. Then you learned to apply these strategies and convert your leads. Now, you'll conclude the Lead Generation 36:12:3 course with a Power Session on how to meet and ultimately live your goals. This session will direct you to success through business planning for the solo agent.

Lead Generation 36:12:3 Course Map



Ready to Go 200 mph?

Read, underline, and share ...

Do you want to close 36 transactions or more a year? As Gary Keller says, "You're a Ferrari. Are you ready to go 200 mph? Are *you*?" You can do it. But wishing for it is not going to tell you exactly what you have to do *right now* to achieve it. Business planning will.

Mary Harker, a thriving agent with the Harker Five Star Team from Dallas, Texas, makes it simple. "If you want your business to grow," she says, "you better have a written goal." Business planning is all about goals. You set a goal, monitor your progress toward it, and then stay accountable to it.

The Economic Model, the Lead Generation Model, the Budget Model, and the 4-1-1 are your guideposts to business planning. With these tools you can clarify where you want to be, how you're going to get there, how much it will cost, and what you have to be accountable to on the day-to-day basis to make it happen.

Do you know where you're going? Get ready to put your foot on the gas! We're planning for your success right now!

On KWConnect, view Session 1 of the Business Planning course (5:54 minutes) for on overview of what a business plan is.

What Will Make This a Great Training Experience

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Power Session II	Living Your Goals

Your Big Why

Why do you want to make 36 or more transactions this year? What does it mean to you? Do you want to move from the Growth phase of your career to the Achievement phase? We know you can do it, but why do you want to? Do you want to become a Millionaire Real Estate Agent and gross a million? Great! But, why do you want it? What's driving you?



"The Big Why is everything."

KURT BUEHLER

THE BUEHLERS AND ASSOCIATES

FLOWER MOUND, TEXAS

You've got to know your Big Why to stay motivated day-to-day. If you don't know why you set your goals in the first place, you're not going to know why you're striving to achieve them. When you answer your Big Why, you've got your answer when you wonder if you should pick up the phone one more time.

Gary Keller says that a Big Why is rarely about the money itself. It's about what the money would empower you to do. What would money empower you to do?

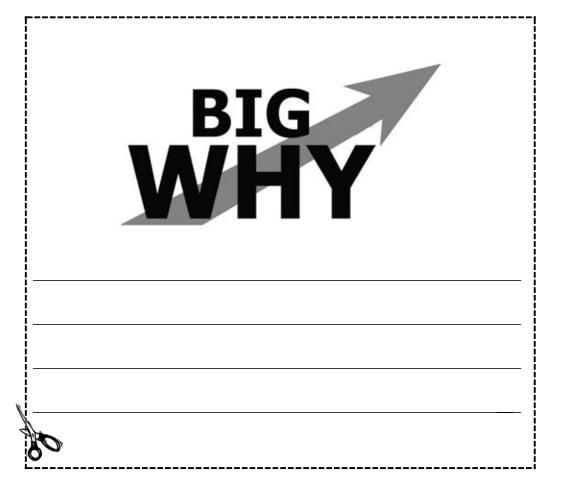
Your Big Why

Exercise

It's About More than Paying the Bills!

Directions:

- 1. Take a few minutes to think about what a successful real estate career will do for you. How do you want to live? What do you want people to say about you? What matters most to you?
- 2. Write your Big Why in the space below.



3. Tear out this page. When you get back to your work space, put it in a place where it can remind you why it is so important that *you* develop the daily habit of 3 hours of lead generation.

Time: 10 minutes

The Millionaire Real Estate Agent (MREA) defines the models essential to business planning.

- 1. Economic Model
- 2. Lead Generation Model
- 3. Budget Model
- 4. Organizational Model

Model 1: Economic Model

The Economic Model connects the dots between a desired income goal and the fundamental activities that lead to it. It shows the power structure behind the number of appointments that you go on and your income goal.

We'll examine a simplified version of the Economic Model using some assumptions that will carry through to the other models:

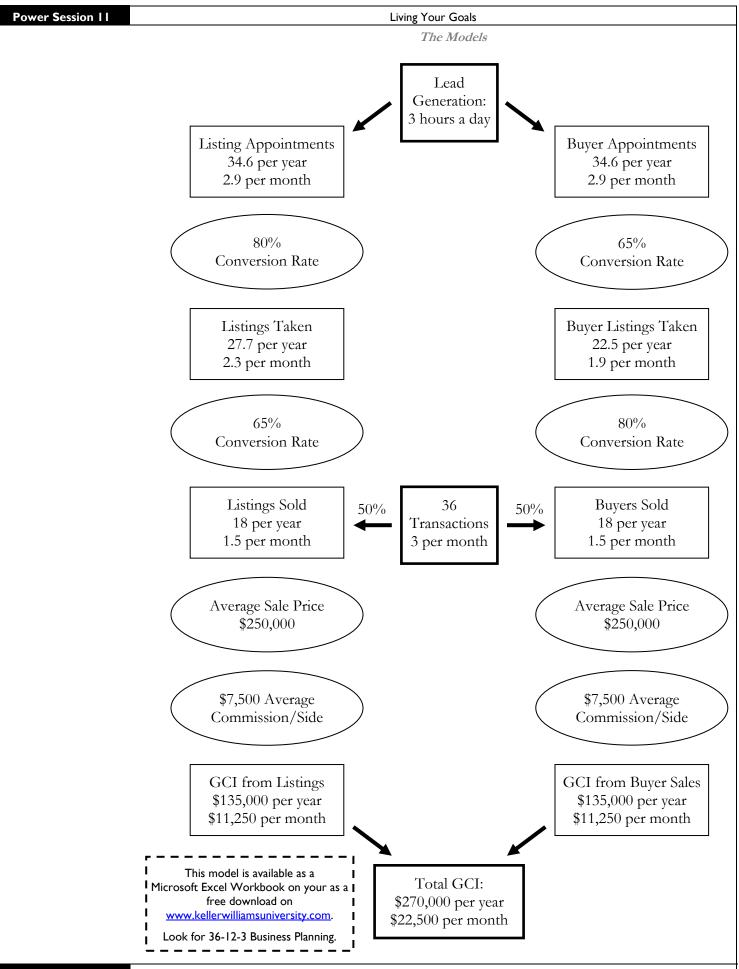
- 1. Eighty percent of the listing appointments you go on will result in listing agreements, and 65 percent of your listing agreements will result in closed deals.
- 2. Sixty-five percent of buyer appointments will result in buyer agreements, and 80 percent of your buyer agreements will result in closed deals.
- 3. Average sales price of a home is \$250,000, and average commission per side is \$7,500.
- 4. We're splitting the business evenly between listings and buyers.

If you don't know your actual conversion rates, you can use these assumptions while creating your business plan. But you must start tracking your numbers now. Next year and thereafter, you'll plug in your actual numbers. See *Power Session 10: Lead Conversion* for more information on conversion rates.

Realty Group in Arlington, Texas. As a new agent, Smokey hated tracking his numbers, but he learned early the power of this knowledge. He explains:

"I found value in tracking my numbers after I saw the strength of what knowing the numbers brought. After my first year, I started keeping numbers on everything. It basically allowed me to predict and to duplicate on a very accurate basis absolutely every part of my business."





Model 2: Lead Generation Model

To produce the appointments in the Economic Model, you must develop a lead generation plan.

What's the shortest path to profit?

To reap the greatest profits, your lead generation plan should be prospecting based and marketing enhanced.

Kurt Buehler, thriving agent with The Buehlers and Associates from Flower Mound, Texas, explains, "Newer agents typically have lots of time and very little money. So, what can you do with a lot of time and very little money? You can make phone calls and you can try to reach out." You can get better results and earn a higher profit by prospecting and earning the business than by trying to buy the business.

The Lead Generation conversion ratios are 12:2 for Mets and 50:1 for Haven't Mets. See *Power Session 4: Leveraging a Powerful Contact Database* and *Power Session 5: Working with Mets* for more information on these conversion ratios.

These ratios mean that to close 36 transactions, you must have in your database

- 216 Met contacts if you're only working with Mets.
- 1,800 Haven't Met contacts if you're only working with Haven't Mets.
- Some combination thereof.

Remember, these ratios are only achieved when your contacts have been consistently touched through marketing action plans.

In working through the Lead Generation Model, you'll determine how many people you need to add to your database to achieve your transactions goal. You'll also determine how much it will cost you to touch your database per year.

In working through our example, we'll assume

- 1. We want to split our business so that 75 percent of it comes from Mets and 25 percent of it comes from Haven't Mets.
- 2. We already have 100 contacts in our Met database.
- 3. All Mets will go through an initial 8 x 8 marketing plan, and will then be on an ongoing 33 Touch plan.

"When Gary Keller says that lead generation is prospecting based and marketing enhanced, he means it!"

DIANNA KOKOSZKA

CEO of KW MAPS COACHING

Keller Williams Realty Intl.

AUSTIN, TEXAS

ı	Lead Generation Mo	del
	Met	Haven't Met
Business Ratio	12:2	50:1
Contact Numbers	% <u>75</u> of business	% <u>25</u> of business
	x <u>36</u> transactions	x <u>36</u> transactions
	x 6 (12:2 ratio)	x 50 (50:1 ratio)
	= 162 in database	= 450 in database
Current Number in Database	- <u>100</u>	- <u>0</u>
Total Number to	= <u>62</u>	= 450
Add Right Away	÷ 4 weeks	÷ <u>4</u> weeks
	= 15.5 contacts per week	= 112.5 contacts per week
Additional Contacts to Add	$= \underline{440}$ $\div \underline{11} \text{ months}$	
	= 40 contacts per month	
	\div 4 weeks	
	= 10 contacts per week	
Touches	Initial 8 x 8	Yearly 12 Direct
	Yearly 33 Touch	
Cost	502 new contacts	450 total contacts
	x 8 initial touches	x 12 touches per year
	.50 cost per touch	x <u>.50</u> cost per touch
	= \$2,008 for 8 x 8	= \$ <u>2,700</u> Haven't Met total cost
	602 total contacts	
	x 33 touches per year	
	x <u>.50</u> cost per touch	
L - I	= \$ <u>9,933</u> for 33 Touch	
ree I		
<u>m</u> .	= <u>\$11,941</u> Met total cost	

This model is available as a Microsoft Excel Workbook as a free download on www.kellerwilliamsuniversity.com.

Look for 36-12-3 Business Planning.

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Stomp on the Gas!

If you don't have the minimum number of contacts that you need in order to reach your transaction goal, plan to stomp on the gas. Try to add all of those contacts in the next month. You can do it by enacting what you've learned in the previous Power Sessions. Then plan to steadily add additional contacts throughout the year. Remember, your conversion rates might not be 12:2 and 50:1. Until you can accurately predict your conversion rate, you'll want to have an ample cushion of contacts. Since Mets are more cost-effective than Haven't Mets, it would be sensible to select Mets as the additional contacts.



Keep the Cost per Touch Low

You'll touch each of your Mets an initial 8 times and then 33 times per year, and you'll touch each of your Haven't Mets 12 times per year. So, to make the most profit, keep the cost per touch low. You can do this by selecting cheaper touches like prospecting phone calls, "pop bys," and emails. Don't limit costs by limiting touches.

ary Charters, from Mary Charters and Associates in Gaithersburg, Maryland, became a top agent by selecting low-cost options when her lead generation budget was tight. She recalls:

"I did an open house every single weekend for five years. It was part of my routine. If I had buyers and sellers, they had to work around my open house schedule, because that is where I got new people before I had a big marketing budget to spend. I knocked on doors; I called all of my listings and sales. These are things anyone can do at any level at no expense whatsoever."

Mary even enlisted her family's help. "My husband and I, my two stepchildren, even my parents if they were in town, sat downstairs in front of the TV and literally stuck labels on 5,000 postcards. We did it all ourselves, and we got where we wanted to be."

Marketing

Dick Dillingham, a top agent from Plano, Texas and dean of Keller Williams University – Faculty, defines marketing as a technique to funnel people into your Mets database. (See *Power Session 3: Marketing* for more information on marketing tactics and options.) At this point in your career use marketing judiciously, since your focus is prospecting. Then monitor the return on your marketing investment every quarter to six months. Don't monitor the cost effectiveness of any particular marketing tactic more frequently then this. Doing so would be like checking your stock market portfolio daily. If you don't give it time, you might stop an activity that was about to break through!

Model 3: Budget Model

The Budget Model sets limits for spending money. A basic premise of the Budget Model is that you must make the money before you spend it. We call this "leading with revenue."

It states that your biggest expenses fall into two broad categories:

- Cost of sale the money you spend to acquire your income. It includes compensation for Buyer or Seller Specialists and your Company Dollar and Royalty caps.
- 2. Expenses what you spend on generating leads running your business. Expenses include the costs of your action plans and your rent.

Let's examine a simplified version of the Budget Model that doesn't include compensation for Buyer Specialists or Seller Specialists. When you're ready to expand your team and make those hires, add those costs in as costs of sale. Without a Buyer or Seller Specialist, your only costs of sales will be your Company Dollar and Royalty cap amounts. These are your commission splits until you cap.

ene Rivers is an OP of multiple Market Centers and a top agent with The Rivers Team in Tallahassee, Florida, so he works with agents regularly. One thing he tries to teach them is to cap as fast as they can. Capping is a good thing for profit sharing in the Market Center, he notes, but it is equally important for agents who want to succeed fast. "Once you cap," he explains, "you now have an extra 30 percent to spend on marketing and promotion, so your lead generation and your career will really take off when you cap." Capping in Gene's north Florida market means selling about \$2.1 or \$2.2 million in real estate, which is the typical production level of the

"Lead with revenue."

THE MILLIONAIRE REAL ESTATE
AGENT

Discussion

The Race to Cap Is On!

1. Discuss the Company Dollar and Royalty cap amounts in your Market Center. What production level is required to cap? About how many deals is this based on with your market's average sale price?

Time: 5 minutes

typical agent.

A simple way of viewing the Budget Model is 30-30-40. Broadly speaking, your cost of sales and expenses will each account for 30 percent of your revenue. That means you can bring 40 percent to the bottom line. How many business owners can talk about expecting a 40 percent net profit with a straight face? On your path to 36 sales, your cost of sales and expenses will very likely be far less than 30 percent!

Using the recommended percentages of Total GCI from *The Millionaire Real Estate Agent* and our numbers from our Economic Model example (which assumes a Total GCI of \$270,000), your operating expenses for the year would be

Operating Expenses

This model is available as a Microsoft Excel Workbook as a free download on www.kellerwilliamsuniversity.com.

Look for 36-12-3 Business Planning.

ess Planning.	Percentage of Total GCI	Amount
Salaries	12%	\$32,400
Lead Generation	9.2%	\$24,840
Occupancy	2.0%	\$5,400
Technology	1.5%	\$4,050
Phone	1.0%	\$2,700
Supplies	1.0%	\$2,700
Education	1.0%	\$2,700
Equipment	1.0%	\$2, 700
Auto/Insurance	0.5%	\$1,350
Total Expenses	29.2%	\$78,840

Salaries

Salaries are a substantial chunk of the Budget Model, which is why you shouldn't add any hires until you have more business than you can handle by yourself. You might be there or close to it when you're closing 36 transactions a year. Think of your well-selected administrative hire as an investment. They should pay for themselves in multiples in the form of increased business by the end of their first or second year of hire. If they don't, you'll want to find someone who does.

Lead Generation

Lead generation is another substantial chunk. In our Lead Generation Model example, we found that we were going to spend \$14,641 on our Met and Haven't Met database touches for the year. That amount is just a portion of the recommended lead generation budget. You can spend the rest of it on all of your other lead generation activities—like open house materials, marketing, etc. It's a generous amount, though. Don't feel like you have to spend all of it.

There are three important rules to remember about your additional lead generation activities:

- 1. Lead with revenue, which means you have to make money before you can spend it. Don't put lead generation activities on your credit card because you don't have the money to spend.
- 2. Don't attempt more than three strategies. You want to master each strategy before determining whether or not it will work for you.
- 3. Hold the money that you spend accountable to a return. Make sure you are making a profit on what you spend. But, don't evaluate the return too soon. Give it a quarter to six months.

one morning, do you expect to see immediate results?

Do you quit if you don't? So, if you call one FSBO, and it doesn't work out, are you going to give up?

TERI BRENKUS

THE BRENKUS TEAM

Las Vegas, Nevada

Model 4: Organizational Model

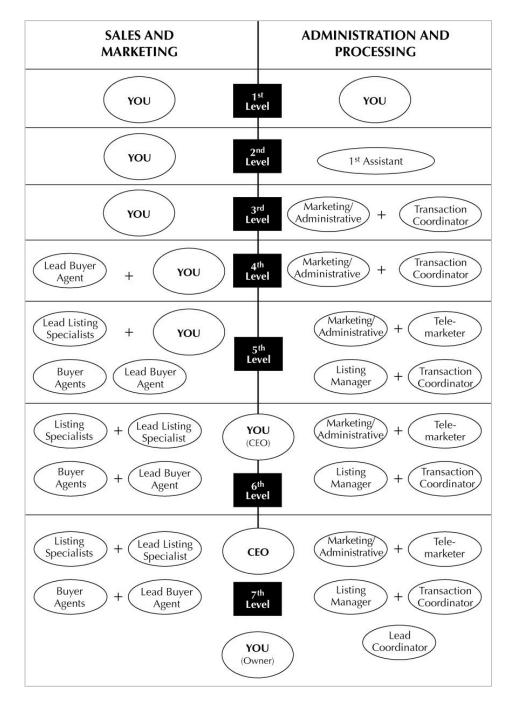
No one succeeds alone. When you can no longer keep up with your prosperous business, you're ready to make your first hire. Examine your schedule and how you've organized your time critically, though, before you decide you're too busy. You should be able to achieve 36:12:3 without the help of a salaried assistant. One of the outcomes of achieving 36:12:3 will be that you've built a business that will soon require talented leverage, and you'll have the steady business to pay for it.

Your First Hire

Depending on your personal production limits, your first, second, and possibly even your third hire will be talented administrative help. Select this person carefully and take your time, as he or she will be a big part of your business' growth trajectory. Eventually this person may be someone that you move into a team management position. Initially, however, this person must be capable of implementing the systems and tools that will take you to the next level.

See the KWU course Recruit-Select for more information about recruiting and hiring talented help.

Ultimately, your goal is to have a successful business run by other people. This is what we call a 7th Level business.



Pulling the Models Together

Let's pull the models together to see the Big Goals for the year.

			The Year's Big Goal	S					
	\$163,160		Net Income (Before Tax	xes)					
	\$25,000 + \$3,000	+	Company Dollar and Ro	oyalty Caps (Cost of Sales)					
	\$32,400	+ Salaries (Operating Expense) list any organizational hires		ense) list any organizational hires.					
		1 great administrative assistant		sistant					
	\$24,840	+ Lead Generation (Operating Expense) include touches for Mets and Haven't Mets, plus marketing expenses		C 1 ,					
			Mets (75%)	Haven't Mets (25%)					
	<u> </u>	= ;	\$11,941 total cost	= \$2,700 total cost					
-		This model is available as a I Microsoft Excel Workbook as a free I		icrosoft Excel Workbook as a free		icrosoft Excel Workbook as a free		2 contacts to add/year	450 contacts to add/year
www.ke	download on I ellerwilliamsuniversity.com.		Lead Genera	ation Budget					
Look for	r 36-12-3 Business Planning.	How are you going to spend your budget? What will your touches contain? What tactics will you initiate? How long will you let them run before you hold them accountable to profitability? List your campaigns, how much you'll spend on them, and when you'll hold them accountable to profitability.		will you initiate? How long will old them accountable to gns, how much you'll spend on					
	\$21,600	+	Other Operating Expen	ses					
	\$270,000	=	Your Gross Commission	n Income					

50%	X	% of Business from Listings	50%	X	% of Business from Buyers
\$135,000	=	GCI from Sellers	\$135,000	=	GCI from Buyers
\$7,500	÷	Your Avg. Commission	\$7,500	÷	Your Avg. Commission
18	=	Seller Transactions	18	=	Buyer Transactions
65%	÷	Seller Transaction Conv. %	80%	÷	Buyer Transaction Conv. %
27.7	=	Seller Listings Taken	22.5	=	Buyer Listings Taken
80%	÷	Seller Appt. Conv. %	65%	÷	Buyer Appt. Conv. %
34.6	=	Seller Listings Appts.	34.6	=	Buyer Listings Appts.
12	÷	months/year	12	÷	months/year
2.9	=	Seller Listings Appts./mo	2.9	=	Buyer Listings Appts./mo
	3 Hours of Lead Generation / Workday				day

In our example, to hit 36 transactions, you need only achieve 2.9 seller listing appointments and 2.9 buyer listing appointments per month. (Let's round that number to 3 for the sake of practicality.)

Have you ever been on a seller or buyer listing appointment? Excellent! You are an achiever! Now just do that 3 times a month for each type of appointment. Or why not aim higher? With the techniques you've learned in the previous Power Sessions, you're ready to put the pedal to the metal and live your goals!

"It doesn't take that many phone calls per day to build a hugely successful business. People say, 'I can't make \$500,000 this year,' but you can."

ercise Smokey Garrett

DFW METRO SOUTH

Arlington, Texas

Exercise

Give Yourself a Raise!

Directions:

1. List three numbers that you could change that would ultimately increase your net income. Think about how you could make that change.

2. At your instructor's direction, jump up and write one of your answers on the flip board.

Time: 10 minutes

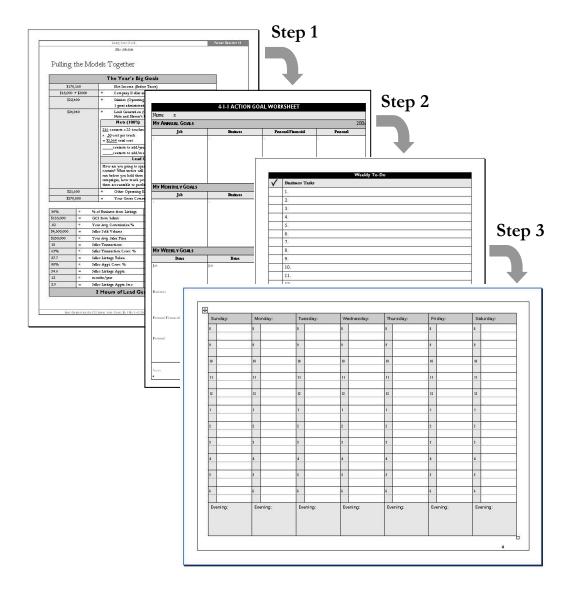
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	Notes	

Goals-to-Actions

We've defined our yearly goals using the four models, and worked our numbers down to the number of appointments we will make per month.

In three steps we can turn those goals into specific actions:

- **Step 1:** Add the Big Goals from our business planning to the yearly, monthly, and weekly goals of the 4-1-1. We'll stay accountable to these goals throughout the year!
- **Step 2:** Specify weekly actions on Weekly To-Do Lists.
- **Step 3:** Time block to ensure that the actions happen, which means *we reach our goals!*



"Put your foot on the lead generation pedal and tie it there!"

GARY KELLER

COFOUNDER AND CHAIRMAN OF THE BOARD

KELLER WILLIAMS REALTY INTL.

AUSTIN, TEXAS

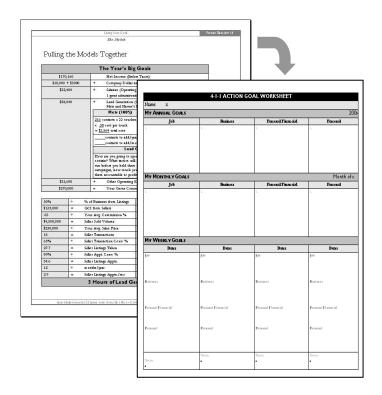
Goals-to-Actions

Step 1: Adding Goals to the 4-1-1

"When you set goals, something inside you starts saying, 'Let's go, let's go' ..."

ZIG ZIGLAR

AUTHOR AND SPEAKER



The 4-1-1 Action Goal Worksheet is formatted to guide an individual through goal setting for 1 year, 1 month, and 4 weeks in the categories of Job, Business, Personal Finance, and Personal life.

On the following page we'll add our business planning goals to the business category for the year, then we'll break those Big Goals into monthly and weekly goals.

Living Your Goals Power Session 11

Name:			
MY ANNUAL GOALS			YEAR OF XXXX
Job	Business	Personal Financial	Personal
1) 2) Record your personal annual Big Rock goals for your job here.	 3 hours of lead generation per workday. \$163,160 net income and \$270,000 GCI Hold lead generation budget to \$24,840. Add 502 Mets and 450 Haven't Mets to database. Hold operating expenses to \$21,600. Close 36 transactions. Go on 35 listing appointments and 35 buyer listing appointments. Hold investment in radio spot accountable to a return of 2 deals by May. 	1) 2) Record your personal financial goals here.	1) 2) This includes but is not limited to your annual personal education goals here.
MY MONTHLY GOAL	<u> </u>		MONTH OF JAN
lop	Business	Personal Financial	Personal
1) 2) Record your personal monthly goals and actions for your job here.	 3 hours of lead generation per workday. Hold expenses to yearly budget. Add 62 Mets and 450 Haven't Mets. (Ramping Up) Close 3 transactions. Go on 3 listing appointments and 3 buyer listing appointments. 	1) 2) Record what you will do each month for your personal finances.	1) 2) This includes but is not limited to your monthly personal education goals and actions. Plan well. You want to burn up not burn out!
MY WEEKLY GOALS			
Dates	Dates	Dates	Dates
Business 3 hours of lead generation per workday. Hold expenses to budget. Add 16 Mets.	Job 1) Business 1) 3 hours of lead generation per workday. 2) Hold expenses to budget. 3) Add 16 Mets. 4) Add 100 Haven't Mets.	Job 1) Business 1) 3 hours of lead generation per workday. 2) Hold expenses to budget. 3) Add 15 Mets. 4) Add 100 Haven't Mets. 5) Close 1 transaction.	Job 1) Business 1) 3 hours of lead generation per workday. 2) Hold expenses to budget. 3) Add 15 Mets. 4) Add 100 Haven't Mets. 5) Close 1 transaction.

Goals-to-Actions

"Like anything in business, you actually do what you measure. If you measure the right activities, you get the desired outputs."

Brad Puffer

THE PUFFER TEAM

ASHEVILLE, NORTH CAROLINA

Where are the phone calls, events, open houses, etc?



You can add your lead generation activities as actions on your to-do list in the next step, but don't add them as goals on your 4-1-1 now. When you've tracked your numbers for six months to a year, you'll know how many activities it takes for you to get results. When you're there, you can add that activity and your goal number to your 4-1-1.

After his first year in business, Smokey Garrett started tracking his numbers. He found that doing so gave him the tools to make powerful predictions about his business. He explains: "Back then I found that for every 12 cold calls, I got a lead. For every 5 leads that I got, it turned into at least 1 appointment. And for every 3 appointments that I went on in the beginning, I got 1 listing. At that time, the listing numbers were 50 percent of the sale ratio. So then I knew the big number." When you've tracked your numbers like Smokey and you know them well enough to accurately predict your annual GCI, you can add specific activities to your 4-1-1.

How many calls, events, open houses, etc., should I do?

As many as it takes. Lead generate for 3 hours every workday.

At this point, you're accountable to the daily habit of 3 hours of lead generation per workday. The results will be the appointments, the contracts, and the closed deals. Courtney Yates, successful agent with Team Yates from Murfreesboro, Tennessee, sums it up with, "If you don't prospect, you're not going to get there." But you, you're going to get there!

How do I get there?

The daily habit of 3 hours!

Staying accountable to your 4-1-1 goals

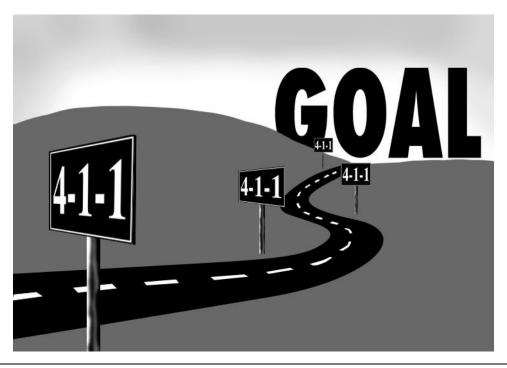
Accountability is, in the KW experience, the most crucial part of goal achievement. When a person takes the time to report to someone else how and what they did in moving toward their goals, it lends even more focus and motivation to their activities.

Look to the following to find an accountability partner:

- KW MAPS Institute
- Market Center Productivity Coach
- Team Leader
- Assistant Team Leader
- ALC Members
- Peers

Then, get into a regular accountability schedule with your partner. Ideally, you will meet for weekly, thirty-minute scheduled sessions. In these meetings, you will go through your 4-1-1 and account for which goals you met and what kept you from meeting goals you missed. These sessions are not about blame; they are about getting on and staying on the achievement track.

Nikki Ubaldini, Regional OP at Florida-South, OP of multiple Market Centers, and top agent with the Gary and Nikki Team from Clearwater, Florida, has found that accountability sessions are a positive instrument in propelling success. The effect of accountability, she says, is that "agents come in, and they drive themselves."



Goals-to-Actions

If you miss a goal

If you miss a goal, don't waste time beating yourself up. Instead, take action to get back on track!

- 1. Examine why you missed the goal. Was the goal itself unrealistic? Did something unexpected happen that caused you to lose focus?
- 2. Develop a new plan for meeting the goal. Could you improve your skills or change your tactics?

Take a look at where you actually are. Even though you missed the goal, are you still on the board? Are you doing better than you would have without your goal? Gary Keller points out that everybody gets knocked down sooner or later—that's not the issue. "The issue," he says, "is do you know how to get back up?" If you keep going back to the daily habit of 3 hours, then yes, you do know.

urt Buehler, top-producing agent with The Buehlers and Associates from Flower Mound, Texas, learned how to sensibly manage goals from one of his coaches.

Kurt says that when they first got into a relationship, his coach held him to a high level of accountability, and Kurt learned to gauge himself on a daily and weekly basis, instead of a monthly basis. For example, Kurt says that if he waited until the third week of the month to examine where he was, he could find that he was "behind the eight ball and it was too late to correct a problem."



At the same time, though, Kurt's coach helped him to realize that if he didn't hit a monthly goal, it was still just a monthly goal. "So, brush yourself off," Kurt recalls his coach saying. "Figure out what you did wrong, then come back and fix it."

Goals-to-Actions

Step 2: Specify Actions on the Weekly To-Do List



Once you've clarified your goals, specify the actions you will take to meet those goals on the Weekly To-Do List. As Dianna Kokoszka, CEO of KW MAPS Coaching, says, "All real estate is *is taking action*."

The actions you specify will depend on the lead generation activities you are undertaking. Think about everything you've learned in the previous sessions. If you're going to Metwork, your actions might involve calling acquaintances from your book club and writing personal follow-up notes. If you're interested in farming, your actions might involve attending a home owner's association meeting, following up with phone calls to contacts from the meeting, and visits with community members.

Keep in might that the actions you specify can complement each other. For example, activities for working open houses could easily cross over with marketing or farming or Metworking!

On the following page, we'll list activities for the week that will enable us to meet our weekly 4-1-1 goals. In our example, we'll use Metworking and geographic farming techniques.

Weekly To-Do		
✓	Business Tasks	
	1.	Attend a local school board meeting.
	2.	Put contacts from meeting in database and on 8 x 8.
	3.	Meet community merchants in person.
	4.	Put merchants in database and on 8 x 8.
	5.	Drop off market statistics information to merchants.
	6.	Talk to Loan Officer about cohosting a seminar on financial advice through the PTO. Can offer real estate portfolio advice.
	7.	Attend PTO meeting.
	8.	Talk to PTO chairperson about financial advice seminar.
	9.	Call acquaintances from PTO and request business or referrals.
	10.	Put acquaintances in database and on 8 x 8.
	11.	Write personal follow-up letters to acquaintances from PTO.
	12.	Call past clients and request business or referrals.
	13.	Walk around neighborhood and knock on doors. Request input for HOA meeting.
	14.	Attend HOA meeting.
	15.	Put contacts from HOA meeting on 8 x 8.
	16.	Call neighborhood contacts with HOA follow-up.
	17.	
	18.	
	19.	
	20.	
	1 Thi	s worksheet is available as a

This worksheet is available as a Microsoft Word Document as a free download on www.kellerwilliamsuniversity.com.

Look for 36-12-3 Weekly To-Do.

Goals-to-Actions

Step 3: Time Block

Time blocking is how you plan for focus. It's a simple, yet powerful technique.

Steps to Time Blocking

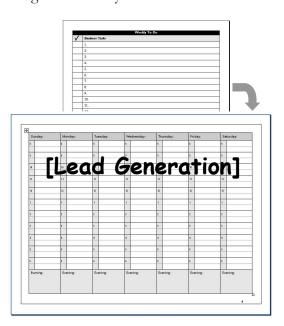
- 1. Get out your calendar. It doesn't matter if it's a paper calendar or if it's your Microsoft Outlook calendar.
- 2. Schedule all of your play time first. Do you want to go on vacation to see the fall foliage in New England in October? Great, schedule it in. Is your son on the football team? Wonderful. Find out when those games are and put them on your schedule.
- 3. Schedule your pay time next. This is where you commit to the daily habit of 3. Every single workday should have this time block on it, preferably in the morning. Your commitment to this one habit will determine whether or not you hit your goals.

The anatomy of this time will vary, depending on which lead generation techniques you select. Your 3 hours may include

- Preparation activities, like practicing scripts
- Action items, like calling FSBOs
- Maintenance activities, like adding contacts to your database

To make sure that you've got time allotted for each activity on your Weekly To-Do List, just write "Lead Generation" across the first 3 hours of every workday. Then stick to your schedule.

If you have activities that must occur outside of your standard lead generation time block, like evening PTO meetings, add those to your calendar as well.



"Say Yes to your ability and No to distractions."

GARY KELLER

COFOUNDER AND CHAIRMAN OF THE BOARD

KELLER WILLIAMS REALTY INTL.

AUSTIN, TEXAS

Goals-to-Actions

It doesn't matter which lead generation technique you want to try on a particular day. It does matter that you practice lead generation every single workday.

Keeping this focus every workday makes reaching your yearly goals possible. It makes achieving your Big Why a reality.

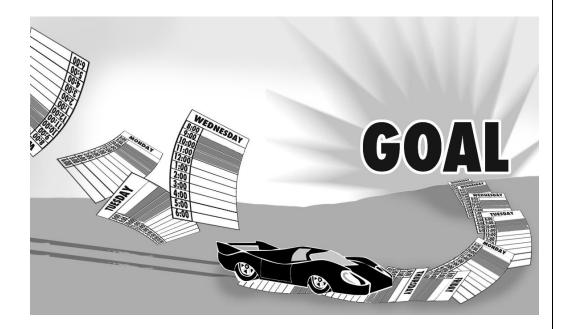


... FOR 3 HOURS EVERY WORKDAY.

Am I really going to do this?

Look back to your Big Why and tell yourself, "Yes." You're not hoping that it happens; you're planning for it.

- **4.** Schedule your scheduling time:
 - Block off a day in October for creating your next year's business planning.
 - Block off an hour every month for creating your monthly 4-1-1 goals.
 - Block off thirty minutes per week for creating your weekly 4-1-1 goals and another thirty minutes per week for your accountability sessions.
- 5. If you have to erase any time block, whether it's play, pay, or scheduling, replace it with another time slot!



Measuring Your Results

Focusing your effort on activities that yield results will amplify your income and establish a career worth having. How do you know which activities yield results? By tracking your numbers! All of them. Consistently. To make effective business decisions, you've simply got to know your numbers on a daily, weekly, monthly, and yearly basis.

Which Numbers?

You'll know where you should focus your effort, when you know

- how many phone calls you've made
- who the phone calls were to
- which marketing action plans have been applied to which contacts
- how many appointments you've been on
- how many contracts you've taken
- how many deals you've closed
- exactly where your business is coming from
- exactly what your expenditures are
- exactly what your return on investment is
- what your conversion rates are
- where you stand in meeting your goals

If you track every element of your business, *in time* you'll be able to precisely predict what you have to do to meet a specific goal.

focused and consistent over a period of time for the results to come in. Track every result to know what worked and then stay focused on that.

BRAD MCKISSACK

McKissack Realty Group

DENTON, TEXAS

Measuring Your Results

"Nothing helps you focus on tracking your numbers like a coach."

MARY TENNANT

KELLER WILLIAMS REALTY INTL.

AUSTIN, TEXAS

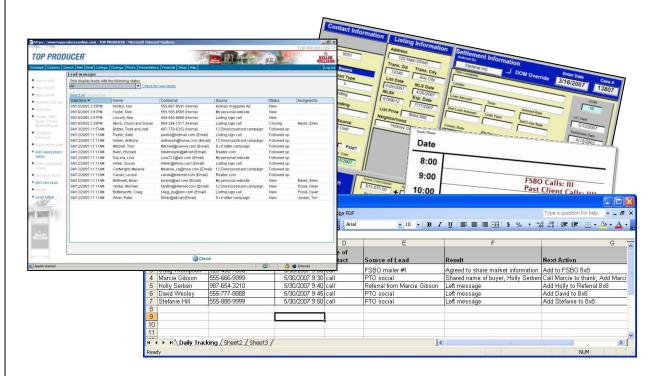
Tracking all of your results will give you the power to plan too. You'll know what works for you and how to maximize your profit potential. If you miss a goal, you'll know what adjustments you need to make.

For now, try different lead generation techniques. You don't yet know your potential in every arena. FSBOs could be your undiscovered goldmine. Farming could be the niche that fits you best. By giving different techniques time and by tracking *everything*, you'll eventually know where your effort meets the greatest financial rewards.

Measuring Your Results

Tracking Tools

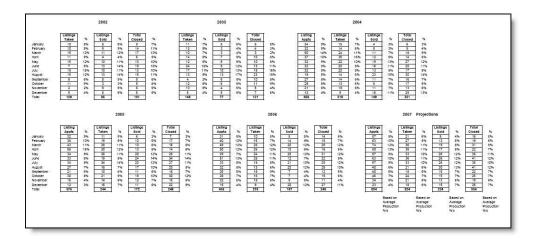
Use any tracking tool you like as long as you can easily pull information from it. Bob Andrews tracks his numbers by making hash marks on a daily planner. He denotes the number and category of every contact. You can manually track your data, or you can select an electronic solution, like Microsoft Excel, or eEdge.



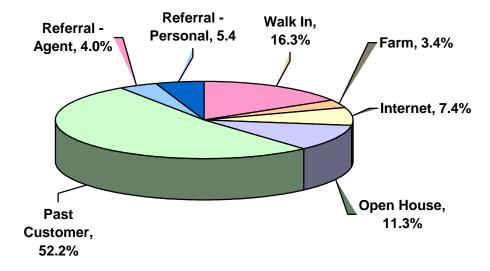
The tool you select should work in conjunction with your contact management system. See *Power Session 4: Leveraging a Powerful Contact Database* for more information on selecting a contact management system.

Business Decisions

Measuring your results enables you to make astute, evidence-based business decisions.



In Kurt Buehler's Listings Summary report he can see his listing numbers from 2002 to current. Tracking these numbers gives him the power to project what his business, and his income, will be for the upcoming year.

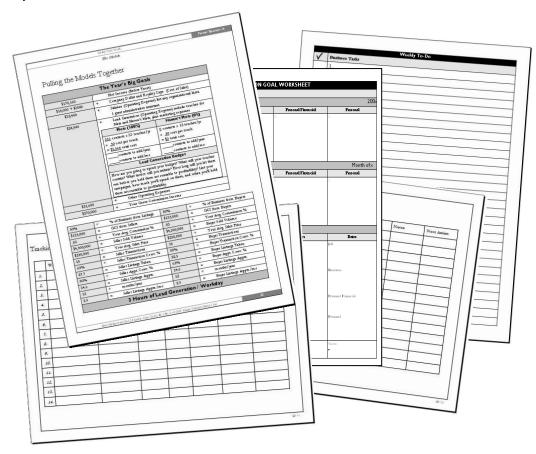


Mary Charters' Transactions Source Report allows her to visualize where her business is coming from. Tracking her numbers allows her to pinpoint where she should focus her lead generation activity.

On KWConnect, view Session 4 of the Business Planning course (12:51 minutes) for a panel discussion on how top agents use their business plans.

Now, You Do It!

Get out your calculators! Your cell phone probably has one in its tools area, if you don't have one handy. Alternately, use the *36-12-3 Business Planning* Microsoft Excel workbook available for download. We'll work through the four models using your data, combine them, create your 4-1-1, develop a Weekly To-Do List and look at examples of sheets that you can use to track your results.



Exercise

Create Your Business Plan

Directions:

- 1. Work through the following pages to create your business plan for this year.
- 2. Your instructor will direct you as you move through the models.

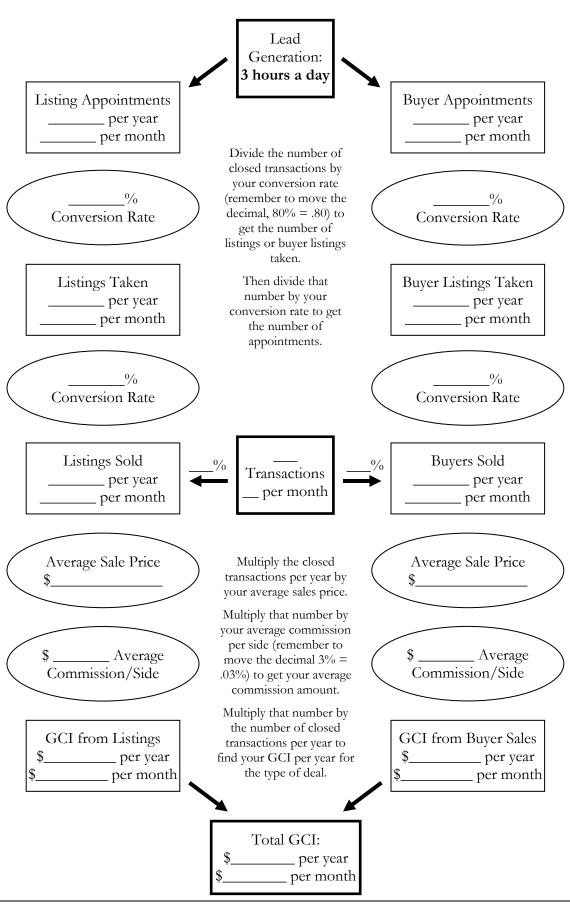
Time: 40 minutes

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Business Plan:

Name: _____

Model 1: Economic Model



Model 2: Lead Generation Model

Lead Generation Model						
	Met	Haven't Met				
Business Ratio	12:2	50:1				
Contact Numbers	% of business x total yearly transactions x 6 (12:2 ratio) = in database	% of business x total yearly transactions x 50 (50:1 ratio) = in database				
Current Number in Database						
Total Number to Add Right Away	= ÷ weeks = contacts per week	= ÷weeks = contacts per week				
Additional Contacts to Add	=	=				
Touches	Initial 8 x 8 Yearly 33 Touch	Yearly 12 Direct				
Cost	new contacts x 8 initial touches cost per touch = for 8 x 8 total contacts x 33 touches per year x cost per touch = \$ for 33 Touch = Met total cost	total contacts x 12 touches per year x cost per touch = Haven't Met total cost				

Model 2: Lead Generation Model, cont.

Cost Per Touch						
8 x 8	33 Touch	I2 Direct				
Total: \$ = 8 =	Total: \$	Total: \$ = 12 =				

Model 2: Lead Generation Model, cont.

Lead Generation Model						
Lead Generation Strategy	Cost	Start Date	Accountable Date			
1.						
2.						
3.						
Total:	\$					

Model 3: Budget Model

Cost of Sales					
Company Dollar Cap		\$			
Royalty Cap	+	\$			
Total	=	\$			

Operating Expenses						
Total GCI =	Percentage of Total GCI	Amount				
Salaries	12%					
Lead Generation	9.2%					
Occupancy	2.0%					
Technology	1.5%					
Phone	1.0%					
Supplies	1.0%					
Education	1.0%					
Equipment	1.0%					
Auto/Insurance	0.5%					
Total Expenses	29.2%					

Model 4: Organizational Model

New Hires						
Hire	Anticipated Salary	Salary as a Percentage of Total GCI	Anticipated Hire Date	Expectations for Role		
I						
Total		12%				

Pulling the Models Together

The Year's Big Goals						
\$	Net Income (Before Tax	xes)				
\$ +\$	+ Company Dollar and Ro	oyalty Caps (Cost of Sales)				
\$	+ Salaries (Operating Expo	ense) list any organizational hires.				
\$	` 1	ets, plus marketing expenses				
	Mets (%)	Haven't Mets (%)				
	= \$ total cost	= \$ total cost				
	contacts to add/year	contacts to add/year				
	Lead Genera	Lead Generation Budget				
\$	+ Other Operating Expens	ses				
\$	= Your Gross Commission	n Income				

	%	X	% of Business from Listings		%	X	% of Business from Buyers
\$		=	GCI from Sellers	\$		=	GCI from Buyers
\$		÷	Your Avg. Commission	\$		÷	Your Avg. Commission
		=	Seller Transactions			=	Buyer Transactions
	0/0	÷	Seller Transaction Conv. %		0/0	÷	Buyer Transaction Conv. %
		=	Seller Listings Taken			=	Buyer Listings Taken
	0/0	÷	Seller Appt. Conv. %		0/0	÷	Buyer Appt. Conv. %
		=	Seller Listings Appts.			=	Buyer Listings Appts.
12		÷	months/year	12		÷	months/year
		=	Seller Listings Appts./mo			=	Buyer Listings Appts./mo
	3 Hours of Lead Generation / Workday						

4-I-I ACTION GOAL WORKSHEET

Name:

MY ANNUAL GOALS	YEAR OF		
Job	Business	Personal Financial	Personal
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)

MY MONTHLY GOAL	S	M	ONTH OF
Job	Business	Personal Financial	Personal
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)

MY WEEKLY GOALS

Dates	Dates	Dates	Dates
Job	Job	Job	Job
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)
Business	Business	Business	Business
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)
6)	6)	6)	6)
Personal Financial	Personal Financial	Personal Financial	Personal Financial
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)
Personal			Personal
1)	1)	1)	1)
2)	2)	2)	2)
3)	3)	3)	3)
4)	4)	4)	4)
5)	5)	5)	5)

	Weekly To-Do
✓	Business Tasks
	1.
	2.
	3.
	4.
	5.
	6.
	7.
	8.
	9.
	10.
	11.
	12.
	13.
	14.
	15.
	16.
	17.
	18.
	19.
	20.

Tracking Leads

	Who	Contact Info	Date/ Time	Type of Contact	Source of Lead	Result	Next Action
1.							
2.							
3.							
4.							
<i>5.</i>							
6.							
7.							
8.							
9.							
10.							
11.							
12.							
13.							
14.							

Tracking Appointments

	Who	What	Date/ Time of Appt	Source of Lead	Result	Notes	Next Action
1.							
2.							
3.							
4.							
5.							
6.							
7.							
8.							
9.							
10.							
11.							
12.							
13.							
14.							

Keep Your Goals in Front of Your Eyes

To achieve your goals, you must stay focused on them. Maintain that focus by keeping your goals in front of your eyes.

Top agent Mary Charters recalls that her husband helped her stay focused, which helped her attain success. "Every year my husband gave me four postcards with my goals written on them. I had one on my bathroom mirror, one on the door to the laundry room, one on my computer, and one on the dashboard of my car. It did not matter where I was, I saw my goals every day."

You have the capacity to live your goals. You can experience your Big Why. To get there, keep your goals in front of your eyes, develop the discipline of lead generation, and adopt the habit of 3 hours of lead generation a day.

The Power of One and 36:12:3



Keep your foot on the gas! "You're a Ferrari. Are you ready to go 200 mph? Are you?"

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Putting It All Together

Power Session Ana's	S	

Your Lead Generation Action Plan

Your success in the discipline of lead generation is dependent on your daily habit of action. By focusing your actions, you will propel yourself forward to 36 transactions or more per year.

Use the Action Planning Worksheet on the following page to record numbers from both your current lead generation program and your future goals. Then determine what actions you will take to "close the gap" between your current state and your goals.

These are your focused actions. When specifying them, consider:

- Adopting lead generation activities that complement each other and suit your behavioral style and interests.
- Mastering at least three reliable lead generation activities up front that you will be able to rely on in your business.
- Tracking your results with each activity and continuing to add new activities over time.
- Getting a coach as soon as possible in order to stay focused.

Note next to each activity how often you will conduct it—is it daily, weekly, or monthly?

Lead G	eneration Act	ion Planning	Worksheet
	Current as of	Goal by	Activities to "Close the Gap"
Annual GCI:			
Annual Closed Transactions:			
Annual Transactions from :			
(lead generation source)			
Annual Transactions from:			
(lead generation source)			
# of Mets in Database:			
# of Mets Added to Database (daily):			
# of Haven't Mets in Database:			
# of Accountability Sessions:			
I know what my Big Why is.			
My business plan is complete.			
My goals are posted where I can see them.			

Putting It All Together

The 3-Hour Habit

The Power of One

Focus on just one thing—lead generation.

Develop one habit—3 hours of lead generation every single workday.

Of the activities listed on your Lead Generation Action Planning Worksheet, which will you add to your calendar for this week?

By adding items to your calendar, you are time blocking. Time blocking means that you always know what your most important job is every day and that you commit to getting it done. It means that you are going to do what you must do—generate leads. You're going to call and meet people, prepare marketing materials, network, host open houses, and prepare seminars. And it means that whichever of these actions you decide to focus your efforts on, you are going to get really good at them over time.

There are just three simple rules you must follow to put the powerful daily habit to work for you. But beware that these must be adhered to and not taken lightly.

- 1. Time block 3 hours every workday before noon.
- 2. No skipping. If you must erase, then you must replace.
- 3. Allow no interruptions (unless they truly are emergencies).

Time on the task beats talent every time. And when you follow these three rules, you're making sure you put in the right amount of time on the right task.



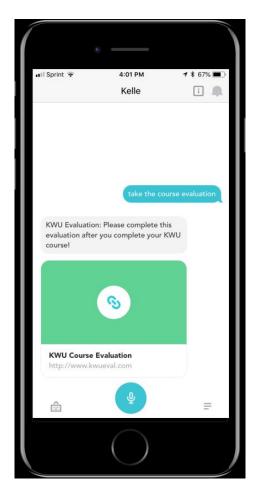
Use the calendar on the following page to time block your lead generation activities. What did you learn during today's Power Session that you would like to incorporate into your regular lead generation program? What did you list on your Lead Generation Action Planning Worksheet that you can start doing?

This calendar is your flexible draft. Sketch out how you will handle your time here. Then, add these activities to your real calendaring system—whether it's an electronic calendar, like Microsoft Outlook, or a paper-based calendar.

Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
œ	œ	σ.	œ	œ œ		œ
6	6	6	6	6		6
01	01	01	01	01 01		01
=	=	=	=	=======================================		=
12	12	12	12	12 12		12
-	-	-	-	-		-
2	2	2	2	2 2		2
ж	3	ъ	3	3		8
4	4	4	4	4		4
S)	IO.	ы	א	N.		ы
Evening	Evening	Evening	Evening	Evening Eve	Evening	Evening

Thank you for attending this course! Please complete the evaluation.

- 1. Open Kelle.
- 2. Type or say, "Take the course evaluation"
- 3. Tap the link.
- 4. Select the Course and Instructor.
- 5. Share your feedback.



Thank you!