ACS-1803 Introduction to Information Systems

Instructor: Kevin Robertson

Functional Area Systems

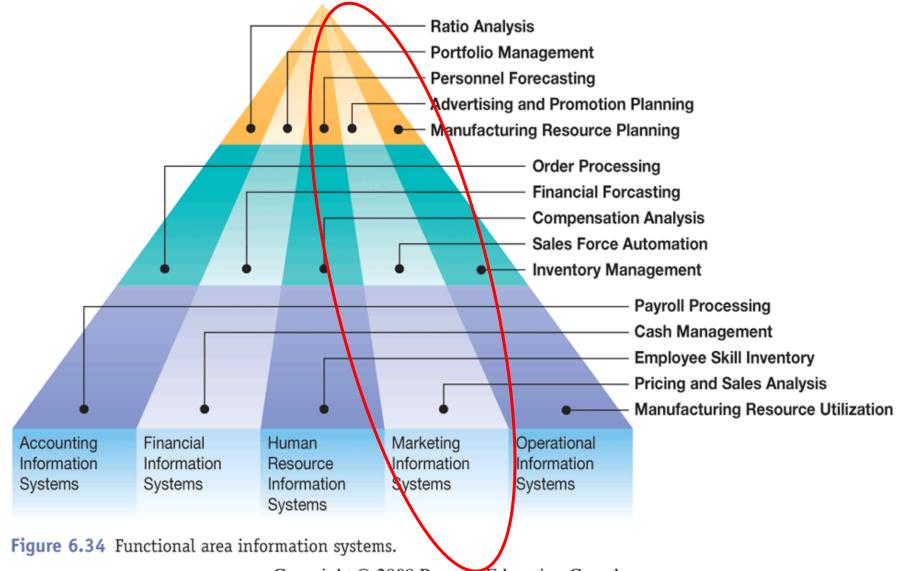
Marketing Information Systems

Lecture Outline 5 – Part 3

Examples: Functional Area Info Systems

Functional Area	Information System	Examples of Typical Systems
Accounting and Finance	Systems used for managing, controlling, and auditing the financial resources of the organization	■ Inventory management ■ Accounts payable ■ Expense accounts ■ Cash management ■ Payroll processing
Human Resources	Systems used for managing, controlling, and auditing the human resources of the organization	 Recruiting and hiring Education and training Benefits management Employee termination Workforce planning
Marketing	Systems used for managing new product development, distribution, pricing, promotional effectiveness, and sales forecasting of the products and services offered by the organization	 Market research and analysis New product development Promotion and advertising Pricing and sales analysis Product location analysis
Production and Operations	Systems used for managing, controlling, and auditing the production and operations resources of the organization	■ Inventory management ■ Cost and quality tracking ■ Materials and resource planning ■ Customer service tracking ■ Customer problem tracking ■ Job costing ■ Resource utilization

Functional Area Information Systems



The Marketing Function

Marketing can be defined as:

"the process of planning and executing the **conception**, **pricing**, **promotion**, **sales and distribution** of ideas, goods and / or services to create exchanges that satisfy individual (customer) and organizational (business) goals."

System Co-ordination Needed

To be successful, marketing systems must be coordinated with other organizational systems, e.g.,

- Order Entry
- Manufacturing
- Inventory
- Credit management

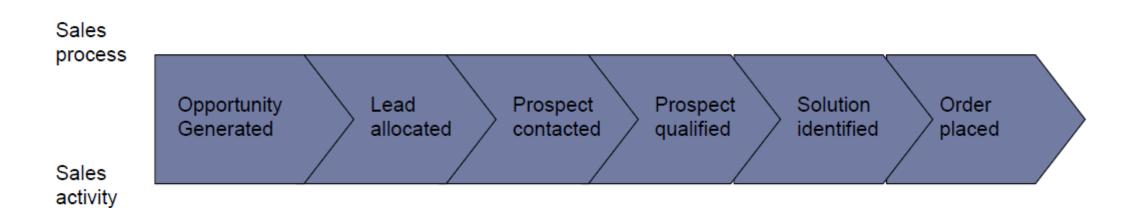
Operational Systems in Marketing

Customer contact management systems

- Provide information on past contacts with specific customers
- Output: *call report*:
 - No. of sales calls made by a salesperson
 - No. and dollar amount of sales made by this person

Operational Systems in Marketing

- Sales Force Automation (SFA) Systems
 - Sales Process/Activity Management
 - Include a sequence of sales activities
 - Guide sales reps through each discrete step in the sales process
 - Helps increase productivity by focusing sales efforts on most profitable customers



Operational Systems in Marketing

Telemarketing systems

- Identify customers and automatically call them
- Use electronic phone directories
- Can make notes about calls
- In a LAN-based system, 200 telemarketers can use the same system at the same time
- Direct mail advertising systems
 - Create mailing labels
- Delivery tracking and routing systems
 - Help plan optimal delivery routes

Tactical Systems in Marketing

- Objective of tactical marketing managers:
 - To reach the sales goals set by top marketing executives
 - They must make tactical decisions such as:
 - How sales territories should be shaped
 - How to allocate salespersons to territories
 - What products should be offered to what customers

Strategic Systems in Marketing

- May contain both strategic and tactical elements
- Sales forecasting systems
 - Forecast sales for entire industry
 - For entire organization
 - For each product
 - For market segments for a product
 - Employ sophisticated <u>statistical models</u> and may produce considerable <u>graphic output</u>

Strategic Systems in Marketing

Market research systems

- Process results of surveys and interviews
- Provide analyses of statistical significance
- Use considerable data from outside the company

A Related Area

- Customer Relationship Management
 - CRM systems examine customers from a multifaceted perspective
 - These systems use a set of integrated applications to address all aspects of the customer relationship, including customer service, sales, and marketing
 - Will be covered as part of Enterprise Resource Planning (ERP) Systems

Functional Area Systems – Marketing Information Systems

End of Lecture 5 – Part 3