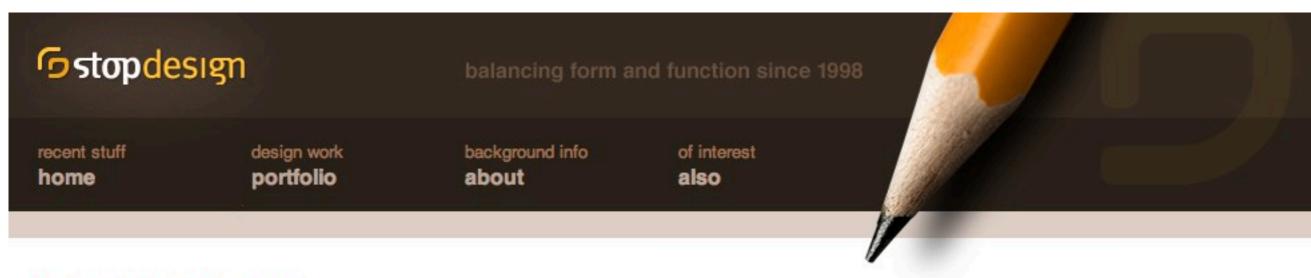
Metrics-Driven Design

by Joshua Porter

Twitter: bokardo

bokardo
52weeksofUX
performable
microcopy
designing for the social web
make them care!





Goodbye, Google

20 mar 2009

Today is my last day at Google.

tagged: design, google

I started working in-house at Google almost three years ago. I built a team from scratch. I was fortunate to hire a team of a very talented designers. We introduced Visual Design as a discipline to Google. And we produced amazing work together. I'm very proud of my team, and I wish them well. They have a lot of challenging work ahead. But for me, it's time to move on.

previous item

Bring Down IE 6

16 mar 2009

next item

≡ Hello, Twitter

31 mar 2009

"Unfortunately for me, there was one small problem I didn't see back then."

Doug Bowman on Design at Google



Yes, it's true that a team at Google couldn't decide between two blues, so they're testing 41 shades between each blue to see which one performs better. I had a recent debate over whether a border should be 3, 4 or 5 pixels wide, and was asked to prove my case. I can't operate in an environment like that.

SXSW

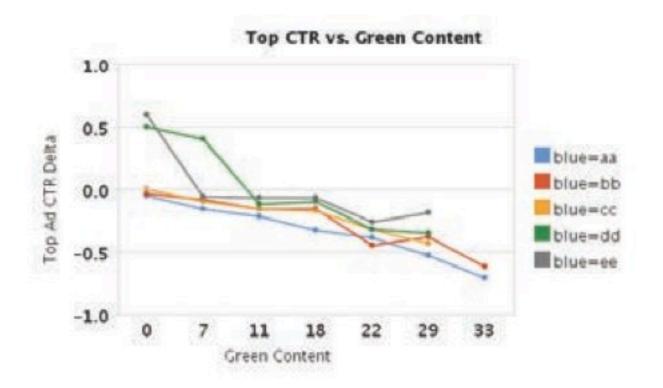
41 Shades of Blue Test

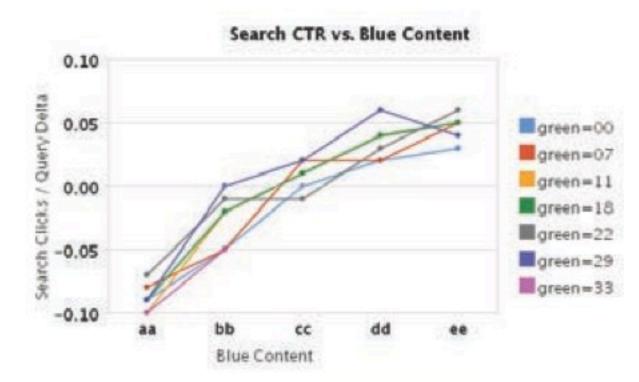


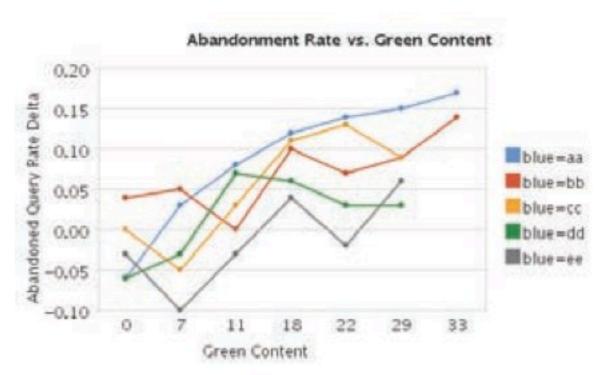
41 Bucket Split Test: ~2.5% of users each got a shade for 2 weeks.

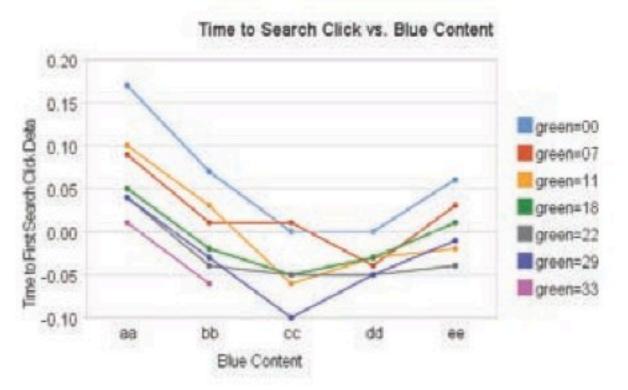


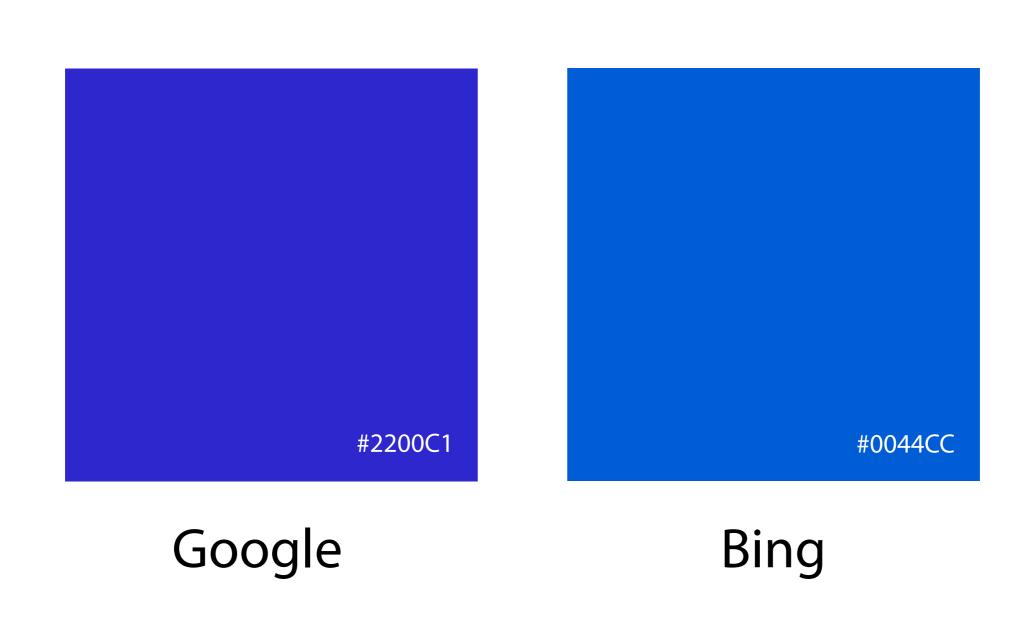
The Green & Blue Effects













That blue was worth at least \$80 million.

Paul Ray, UX Manager, Bing

SXSW

Doug Bowman on Design at Google



When a company is filled with engineers, it turns to engineering to solve problems. Reduce each decision to a simple logic problem.

Remove all subjectivity and just look at the data. Data in your favor?

Ok, launch it. Data shows negative effects? Back to the drawing board.

And that data eventually becomes a crutch for every decision, paralyzing the company and preventing it from making any daring design decisions.

SXSW

Spectrum of Design

Intuition-Driven

Data-Driven

Make best-guesses
Rely on previous experience
Study what others are doing
Use best practices, principles & patterns
Aesthetics are integral
Rely on our gut
Creative, visionary
Inherently risky

Doug's words:

instinctive, subjective, daring

Every design choice is tested
Takes others experience with a grain of salt

Design is a logic problem
Rely on data for decision-making
Aesthetics are secondary

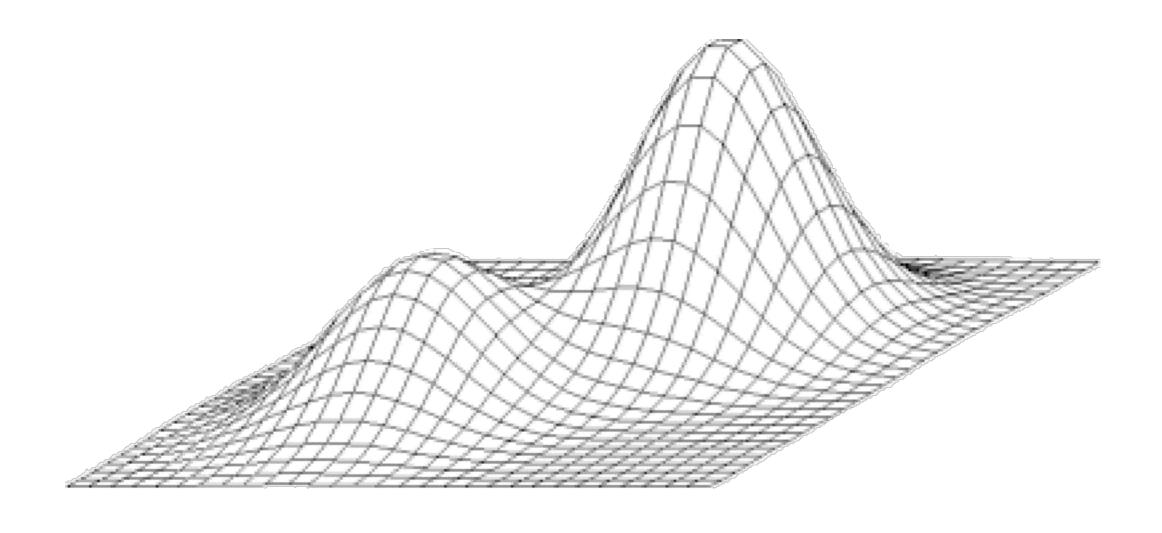
Never trust your gut

Cold, calculating

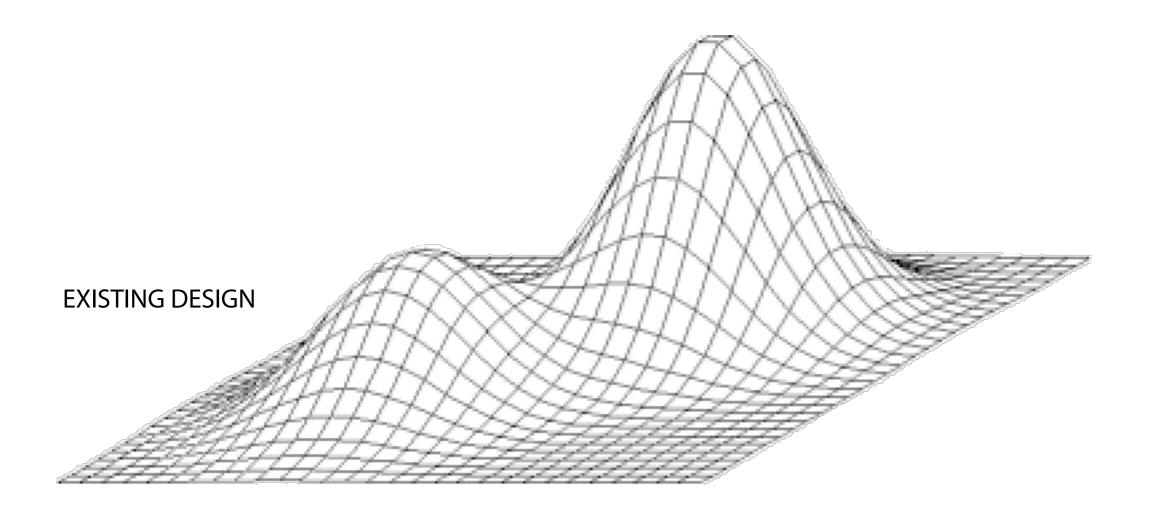
Risk-averse

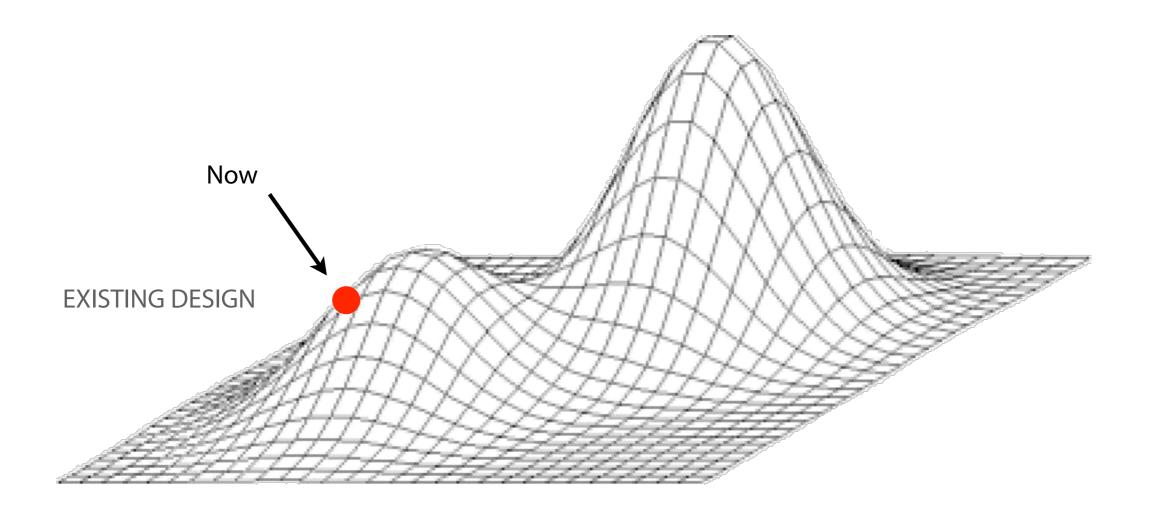
Assumed:

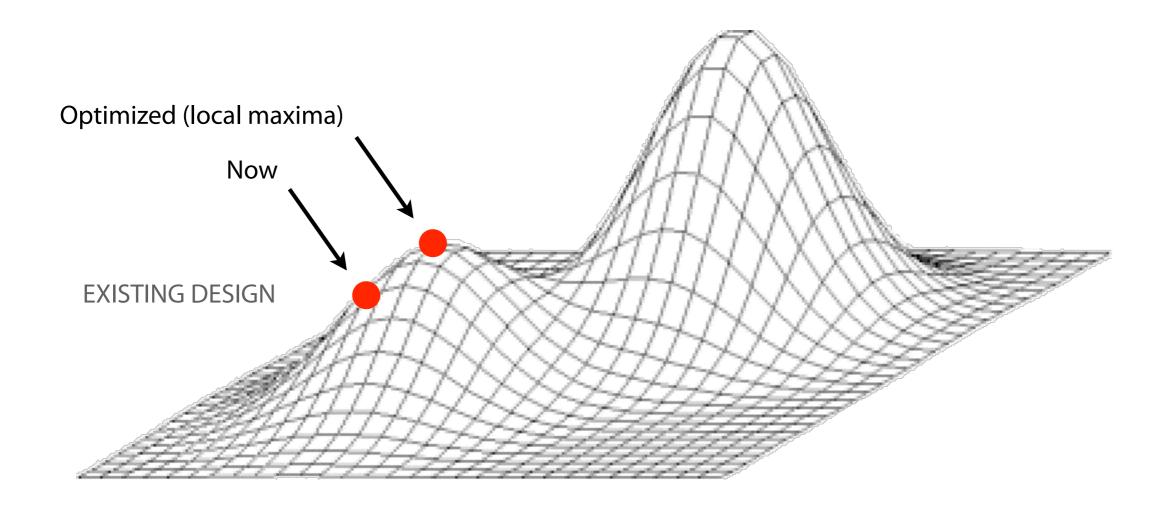
deliberate, objective, safe



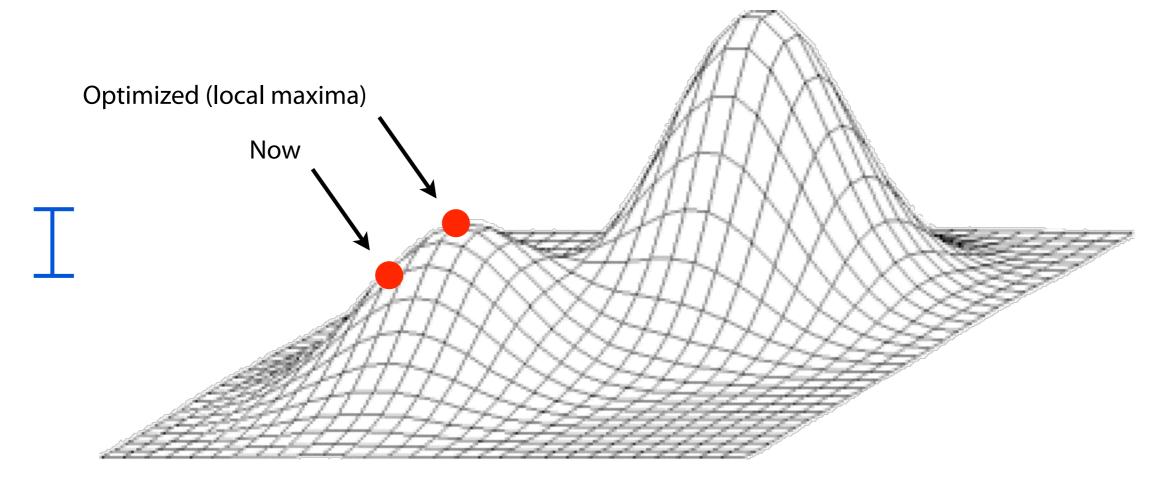
SXSW

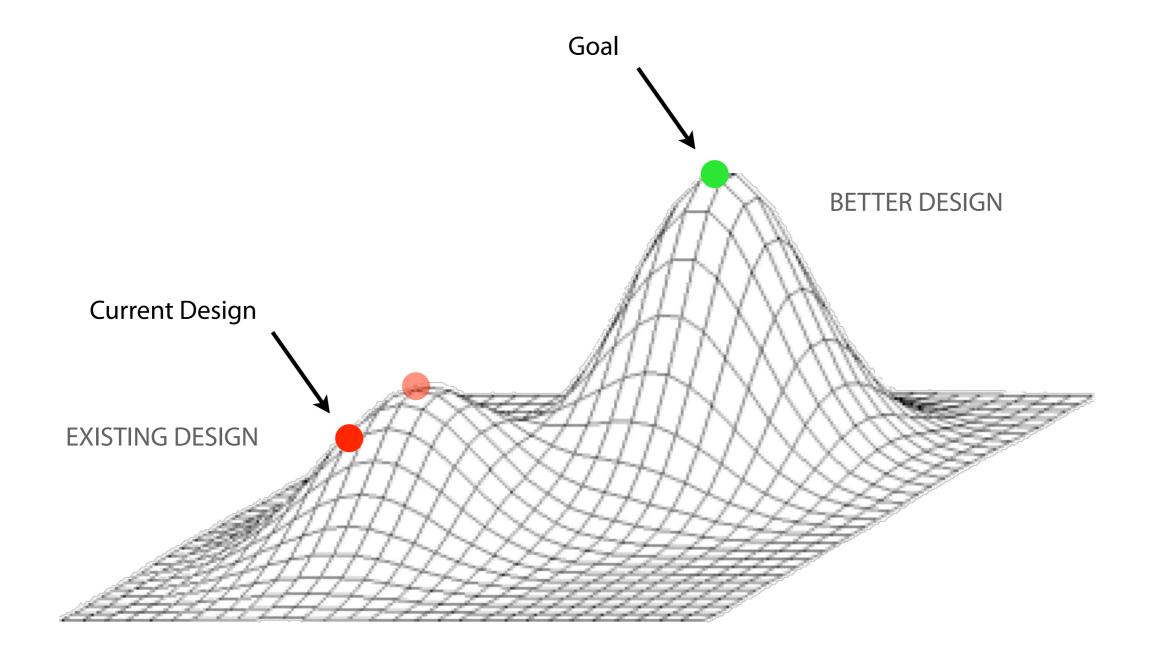


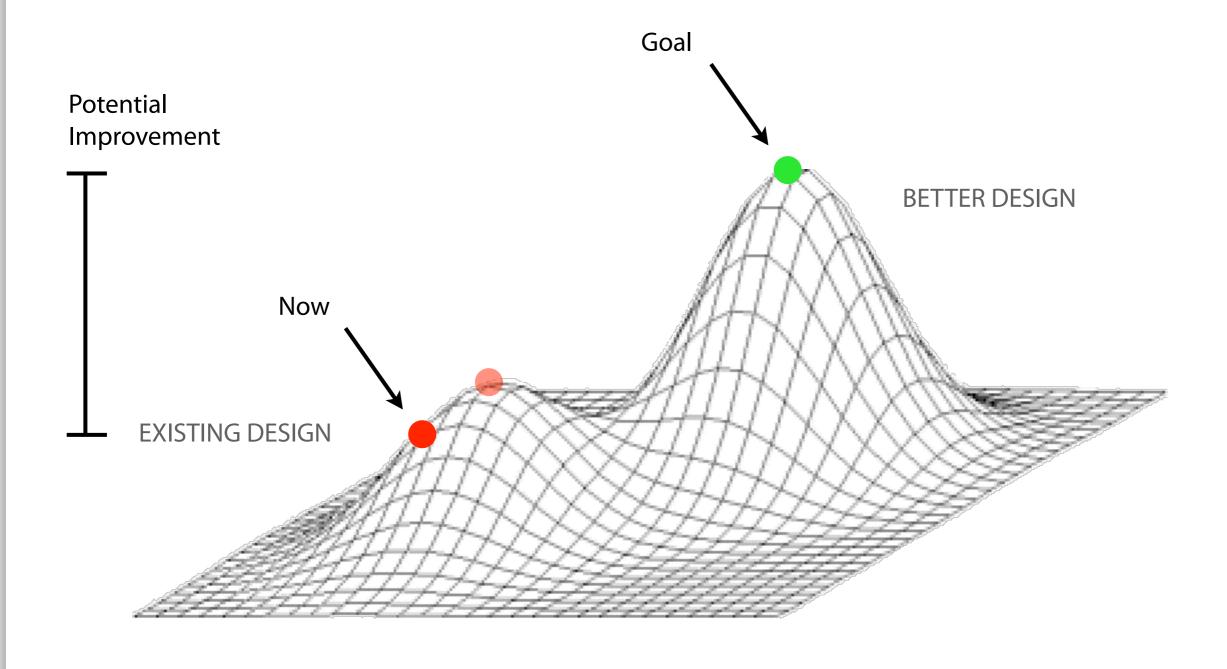




Potential Improvement







Optimization asks:

What works best in the current model?

Design innovation asks:

What is the best possible model?

What are Metrics?

DEFINITION

Metrics are simply numbers that measure the effectiveness of your business.

5 Reasons why Metrics are a Designer's Best Friend

1. Metrics reduce arguments based on opinion.

2. Metrics give you answers about what really works.

3. Metrics show you where you're strong as a designer.

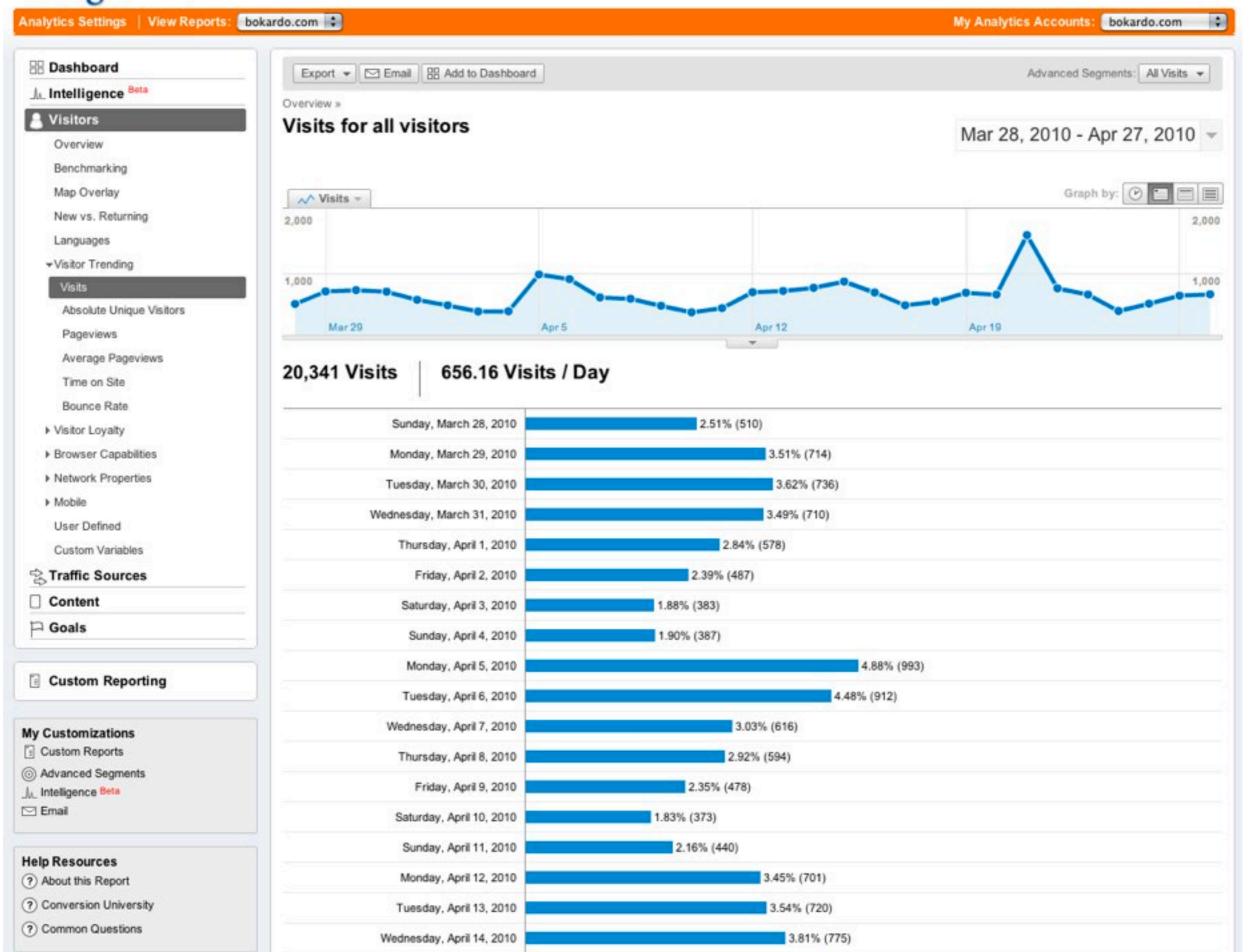
4. Metrics allow you to test anything you want.

5. Clients love metrics.

PRINCIPLE

Your metrics will be as unique as your business.





Vanity Metrics

- 0 0 3 2 4

- ØⅢ23456788

- ⊕ 8 19385678

- 0 1234567
- 0 0 123456789



- 0 1 2 3 4 5 6 7

The Usage Lifecycle







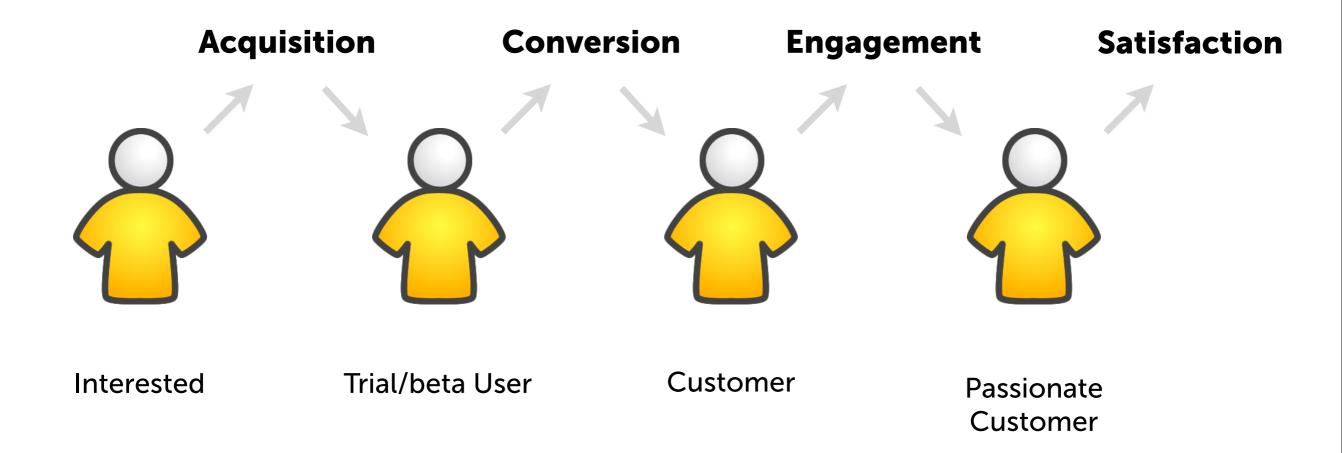
Trial/beta User

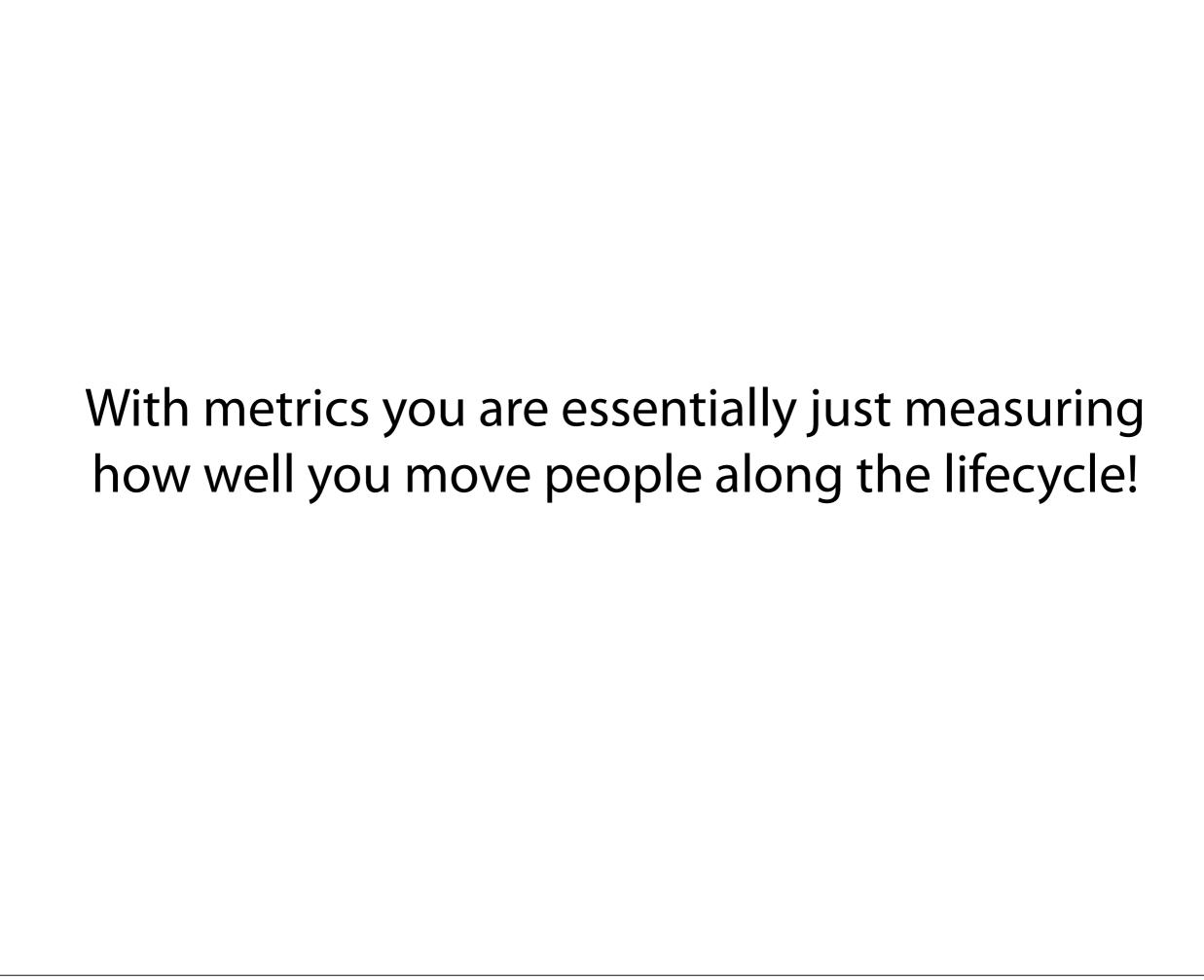


Customer



Passionate Customer





Acquisition Metrics

CPA - Cost per Acquisition

If your CPA is higher than your LTV then you're in trouble.

Acquisition vs. Referral: Dropbox



Ran Google Adwords campaigns to drive traffic to dropbox.com

The traffic that completed the lifecycle:

- 1) Searched on a keyword
- 2) Visited their site
- 3) Signed-up for service
- 4) Became a customer

cost them \$233-\$388 per person! (for a \$99 product)

Metrics-Driven Design LTV = Lifetime value SXSW

Log in

Dropbox Lifecycle



30 days prior to April 2010, Dropbox users sent 2.8 million direct referral invites.

Dropbox's referral program with 2-sided incentive increased sign-ups by 60% permanently.

Metrics-Driven Design SXSW

Performable Acquisition Metrics

Comparative Metrics

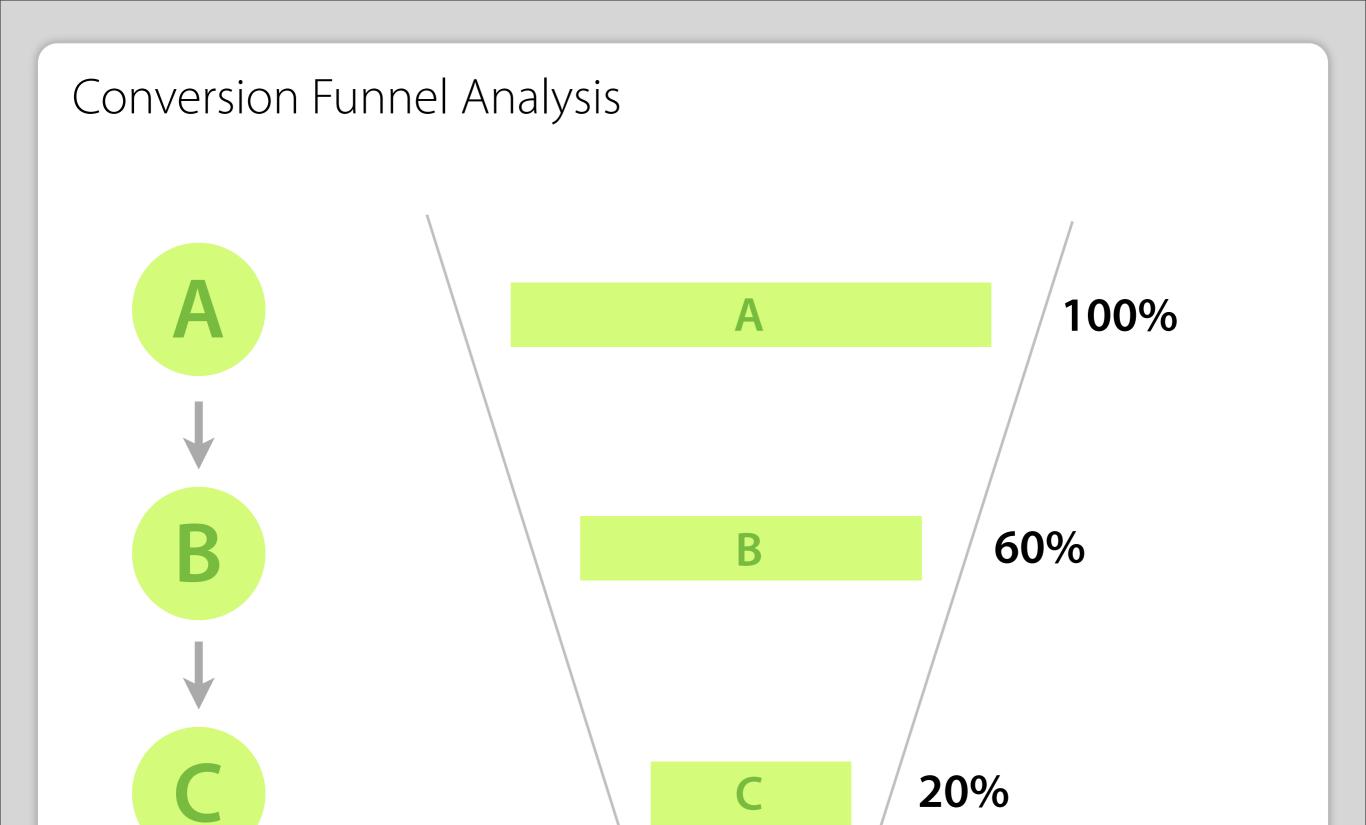
Revenue by Channel

Revenue by Keyword

Metrics-Driven Design SXSW

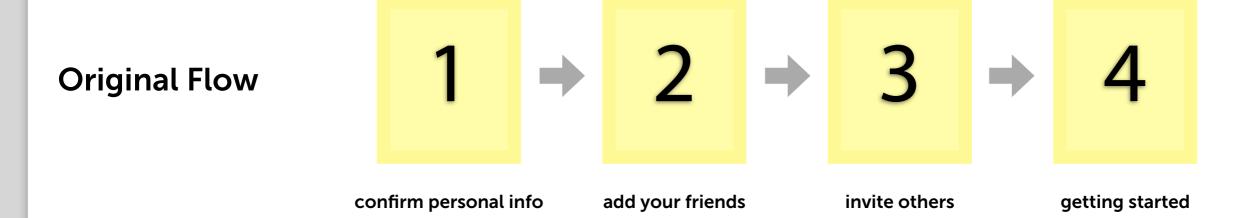
Conversion Metrics





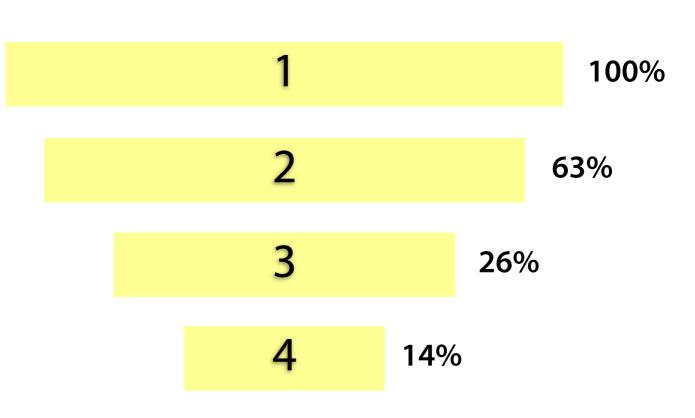
Metrics-Driven Design

Sign-up Conversion Funnel



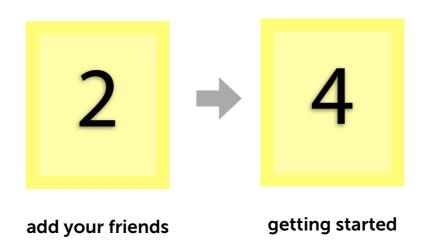
Original Conversion Funnel

of the 100% of people who started the sign-up process, only 14% made it to the getting started screen.



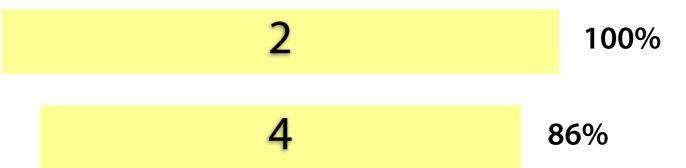
Sign-up Conversion Funnel

New Flow

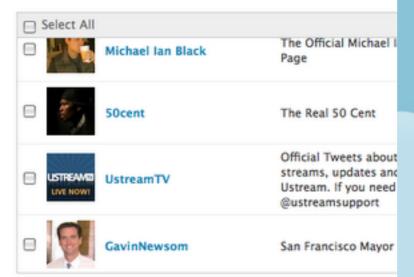


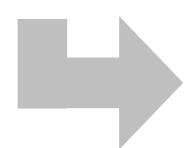
New Conversion Funnel

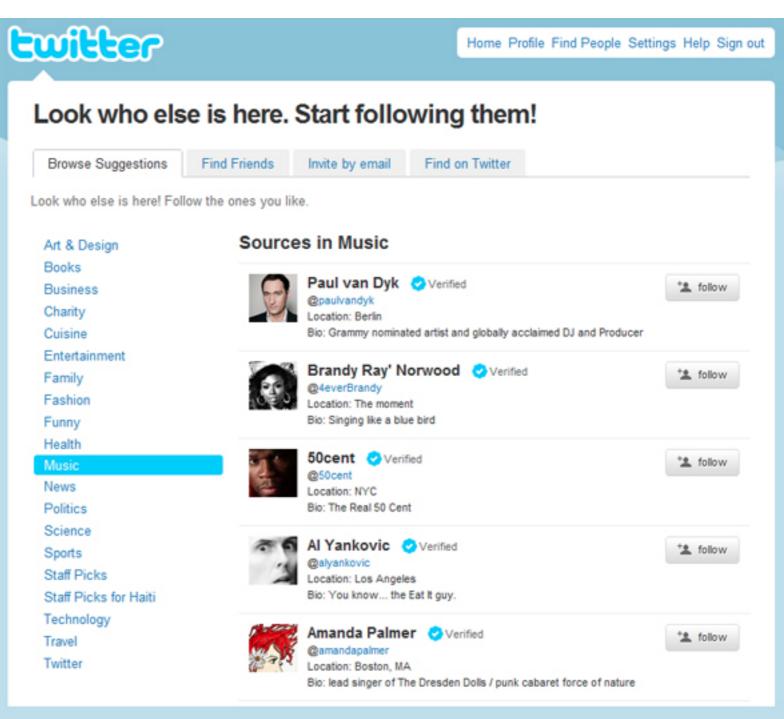
of the 100% of people who started the sign-up process, 86% made it to the getting started screen.



Engagement Matters: Twitter

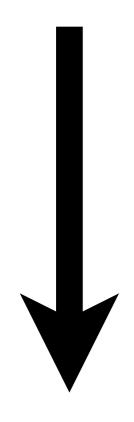






http://www.lukew.com/ff/entry.asp?1039

Engagement Metrics

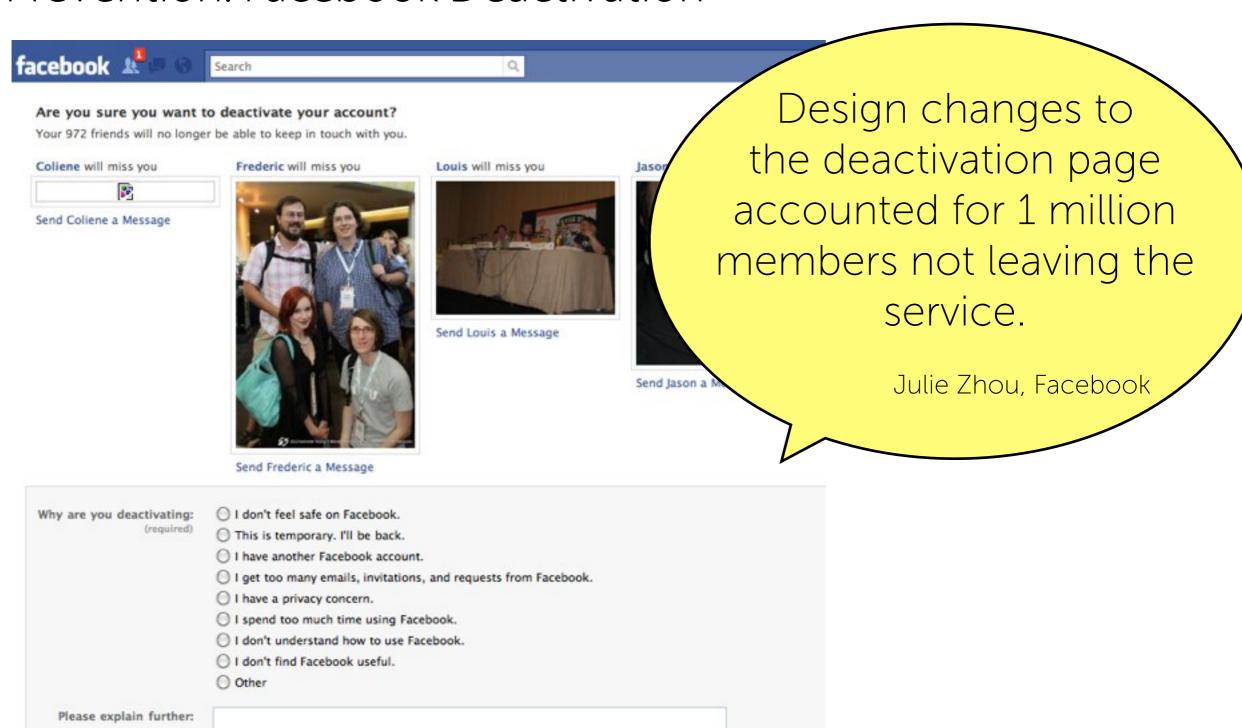


- Hits
- Page views
- Visits
- Unique Visitors
- Returning Visitors
- Registered Users
- Customers
- Frequency
- Time on Site
- Daily Active Users

Cohort Analysis

Engagement over time												
	Month 1	Month 2	Month 3	Month 4	Month 5	Month 6	Month 7	Month 8	Month 9	Month 10	Month 11	Month 12
(Joined in) January	100%	20%	19%	13%	13%	10%	12%	11%	7%	7%	7%	?
February	100%	21%	16%	13%	11%	9%	9%	7%	7%	7%	?	
March	100%	24%	20%	17%	15%	13%	11%	10%	10%	?		
April	100%	31%	27%	24%	19%	15%	12%	12%	?			
May	100%	31%	27%	25%	21%	18%	16%	?				
June	100%	39%	28%	24%	20%	19%	?					
July	100%	40%	33%	27%	23%	?						
August	100%	47%	41%	32%	?							
September	100%	52%	43%	?				_				
October	100%	53%	?			In this case engagement is improving nicely. Of the January cohort, only 20% were engaged in month 2. Of the October cohort, 53% were engaged in month 2.						
November	100%	?				OI THE	october C	OHOIC, 337	o were en	gageu III I	nonu z.	
December	?							http	://redeye.firstr	ound.com/200	08/01/after-the	-techc.html

Prevention: Facebook Deactivation



 $http://www.readwriteweb.com/archives/what_happens_when_you_deactivate_your_facebook_acc.php$

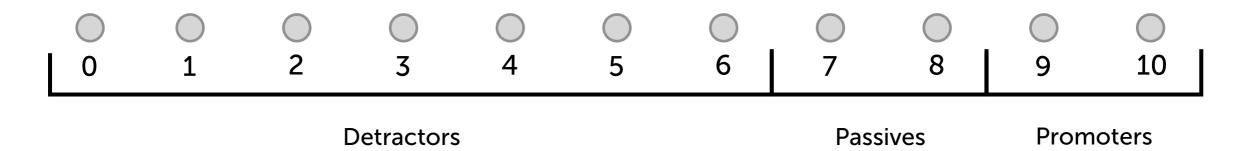
Satisfaction Metrics

Referral: Net Promoter Score

How likely is it that you would recommend our company to a friend or colleague?

Net Promoter Score

How likely is it that you would recommend our company to a friend or colleague?



Score = % Promoters - % Detractors

Mint.com & Net Promoter Score



Maybe we didn't have a high viral coefficient but we had a great net promoter score.

Jason Putorti, Lead Designer, Mint.com



Emergent Metrics

Emergent Metrics: 5 Friends



Is there one metric that drives others?

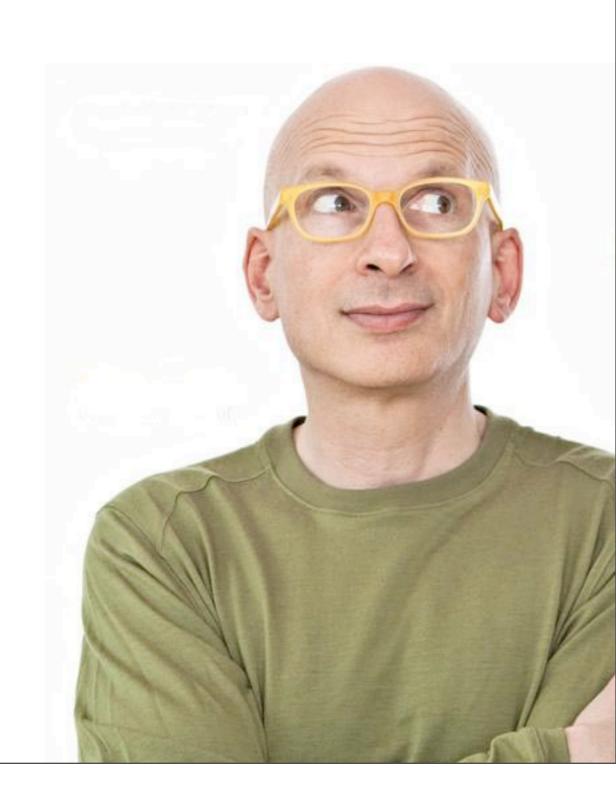


At Blogger, we determined that our most critical metric was number of posts. An increase in posts meant that people were not just creating blogs, but updating them, and more posts would drive more readership, which would drive more users, which would drive more posts.

Ev Williams founder of Blogger & Twitter

Principles of Metrics-Driven Design

- 1. Optimize in small steps; innovate with daring leaps.
- 2. No design survives contact with the user.
- 3. Small improvements, taken together, yield amazing results.
- 4. Testing is empowering, reversion is cleansing.
- 5. Metrics are not creative: human beings are.
- 6. All team members are responsible for the user experience.
- 7. If metrics aren't actionable, they aren't useful.
- 8. Design is never done.



This Talk.

http://bokardo.com/talks/metrics-driven-design/

My Life.



http://performable.com



http://oneflightbooks.com