

**TEACHER NOTES** 

## **ABOUT THIS ACTIVITY**

This challenge helps students to think about how to identify the right commercial opportunity for a new business, and consider how a business can contribute to its local community, for mutual benefit.

Students are presented with a description of a town facing a typical mix of contemporary economic challenges. They must analyse the Business Report and Town Map and come up with a suitable idea for a new small business they believe would be a success in this location. (You can also use your school's location to add local relevance.)

As part of their business plan, students should identify and describe how their start-up business could be a good member of the local community and how this will in turn help the new business to grow and succeed. Students should organise and present their ideas in a business plan extract, which they can then present verbally.

## L TIME REQUIRED

A double lesson (90 minutes minimum), or longer if you choose to deliver as a miniproject over several lessons.

### 📚 LEARNING OUTCOMES

- ✓ To analyse a research report and a town map to identify business opportunities
- ✓ To understand what CSR is and it's benefits
- To understand why businesses need to act responsibly
- ✓ To understand the importance of market research
- To understand what is entailed in a business plan extract and write one
- ✓ To identify a business opportunity and show how it support a local community need

## THE GATSBY BENCHMARKS GOOD CAREER GUIDANCE

By delivering this lesson with your students you will be addressing the Gatsby Benchmarks through career and labour market information (benchmark 2) and linking curriculum learning to careers (benchmark 4).



## **DESIGN A BUSINESS** TO SUPPORT THE **LOCAL COMMUNITY**

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## **EXECUTION** CONTRICUTION CONTRI

#### **GCSE Business Studies topics:**

- ✓ The business plan
- Corporate Social Responsibility (CSR)
- ✓ Marketing strategies
- ✓ The business environment
- ✓ Stakeholders
- Business ethics

#### **BTEC in Business:**

- ✔ Pearson BTEC Level 1/Level 2 Tech Award in Enterprise
- ✔ Pearson BTEC Level 1/Level 2 First Award in **Business**
- ✔ Pearson BTEC Level 1/Level 2 First Certificate, First Extended Certificate and First Diploma in Business

#### **National 4 in Business:**

- ✓ Business in Action outcomes 1, 2 and 3
- ✓ Influences on Business outcomes 1 and 3

#### **National 5 in Business Management:**

- Management of marketing and operations - outcome 1
- ✓ Understanding Business outcomes 1 and



### **KEY WORDS**

Business ethics, Community involvement, Corporate Social Responsibility (CSR), Social Enterprise, Business environment, Business plan, Marketing strategy, Customers, Stakeholders, Social entrepreneur, Market

## RESOURCES NEEDED

#### From McDonald's website

#### From the Business Studies Challenge resources:

- ✓ Intro video
- ✓ Case study video
- ✓ Student activity pack (includes sheets 1–4 and McDonald's case studies)
- ✓ Vox Pops videos

#### From your school

#### You may also want to provide:

✓ A business plan template if you have a preferred layout idea, if presenting to others

## **PREPARATION**

- ✓ Review the videos, case studies and student activity sheets
- ✓ If you would like students to develop their business and community involvement ideas around your home town, you may wish to include an overview of your town, local mapping (use a free online mapping source), and ideas for local 'good causes' that students' businesses could support
- ✓ You may wish to source examples of local or national CSR to stimulate students'
- ✔ Prepare copies of your preferred business plan template, if you have one



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## STARTER DELIVER AS A DOUBLE LESSON



## REVIEW THE ROLE AND CONTENT OF A BUSINESS PLAN

- Review the role and main elements of a business plan. Give students a few minutes to work in small groups to come up with a definition and short list of key content
- Ask students who a business plan is written for. How might different readers of the plan analyse the content in order to evaluate the plan's quality?
- Explain that students are going to look at the marketing aspect of a business plan, and must also come up with the business concept their plan will support. You may wish to briefly review the four P's of the marketing mix here: product, price, placement and promotion
- Ask students to discuss the marketing strategy element of the business plan in their groups, identifying its purpose and key elements. What should a marketing strategy aim to achieve, and what should it contain?

# INTRODUCE THE CONCEPT OF COMMUNITY INVOLVEMENT AND CORPORATE SOCIAL RESPONSIBILITY (CSR)

- Introduce the concept of community involvement and CSR. Ask students to share some examples of national and local CSR (you may wish to simulate the discussion with some examples of your own)
- Ask students to suggest some reasons for each company's CSR programme. What types of CSR take place and how might students classify them? Can they suggest how a CSR programme might be evaluated?



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## POPS VIDEOS TO EXPLORE MCDONALD'S EXAMPLES

- Watch the Intro video, which introduces the topic and the challenge for students
- Briefly review the challenge again using Student Activity Sheet 3
- Discuss the benefits community involvement might bring to McDonald's as a company, Crew Members (employees) and members of the community who benefit. Students could split into three groups to discuss and report back to the class
- Now watch the Vox Pops videos, which brings together interviews with real Crew Members and the public, and discuss how their ideas compare to students' suggestions

## UNPACK THE LOCAL 'BUSINESS ENVIRONMENT'

- Remind students that their first task is to identify a suitable business opportunity: the commercial enterprise their business plan would support
- Ask students to suggest what information might help a local entrepreneur to identify the right opportunity. Introduce the concept of the business environment, discuss what elements this might include (e.g. premises available, labour, local supply and demand for goods and services, etc.) and use this as a way to organise students' ideas



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## MAIN ACTIVITIES





## GENERATE AND CAPTURE BUSINESS IDEAS

- Ask students to divide into the small groups in which they will generate their business and community involvement ideas
- Ask them to review Student Activity Sheets
   1 and 2: the business report on the town, and
   the map that provides more information. (If
   you prefer to focus on your town, use your own
   information and mapping)
- Help students analyse the information and evaluate the opportunities they spot: what might be missing from the town, and what's already there? Groups should:
  - Gather their ideas using a concept map
  - Identify one or more potential customer groups and the products or services they will want to buy. (You may want to explore what kinds of research could help students to find out more)
  - Identify the best location for their business:
     e.g. a vacant premise on a central or side
     street, a light industrial unit, or office space
     in town. Students should demonstrate how
     they have evaluated potential locations and
     chosen the best

- Groups need to capture and communicate their ideas in the following parts of a business plan:
  - Executive Summary
  - Description of products or services
  - Description of target customer groups
- Use the example Business Plan Extract provided on **Student Activity Sheet 4** or your preferred template, or define suitable parameters for students to use (e.g. 200 words per section, as appropriate)
- Explain that groups need to justify their ideas using facts from their analysis to back up their decisions and plans

## LIST KEY MARKETING ACTIVITIES

- Now ask students to discuss how best to market their new business to their target customers. Students don't need to spend much time on this but should list a suitable range of strategies (e.g. signage, advertisements in local free papers or radio, a launch event, etc.)
- Groups should list their ideas in a brief in the marketing strategy section of their business plan. (This should not go into detail and students don't need to spend time on a logo etc.)



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# CASE STUDIES THEN GENERATE AND CAPTURE COMMUNITY INVOLVEMENT IDEAS

- Return to the ideas of community involvement and CSR, using students' examples to refresh their memories. Watch the Case study video, which explores three examples of how McDonald's invests in national and local activities: support for grassroots football and 'Planet Champions' environmental activities
- Use Student Activity Sheet 5 to review each activity. Ask students to identify the other stakeholders who benefit, and how, as well as how each activity benefits McDonald's commercially
- Explain that you want students to use these ideas as models to copy, as they identify a way for their new business idea to integrate community involvement into its marketing strategy
- Help students to identify that there could be a conceptual link to the business (e.g. a pet or outdoor shop supporting wildlife) and that the cause they support should have good public interest and build customer empathy. Students need to identify clear, specific outcomes that benefit both their good cause and their business (e.g. local publicity, increased customers, higher spend, goodwill etc.)

- In their groups, students should use **Student** Activity Sheets 1 and 2 to help generate ideas for a community group or local good cause they can support, how their business might do this and the outcomes they expect to deliver for their business and the community groups
- Students need to capture and communicate their ideas in a 'CSR' addition to their business plan's marketing strategy section. This should include:
  - Description of the community group and rationale for supporting it
  - Description of the support activities their business will undertake, which might include money, goods or services in kind, staff time, expert help etc.
  - Expected outcomes for the community group
  - Expected business impact and benefit for their business



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## **PLENARY**





### PRESENT AND JUSTIFY IDEAS

- Explain that any business plan comes under scrutiny, especially if it is being used to help secure financing for a new business. With this in mind, students need to present their ideas. Give students a few minutes to prepare what they will say and explain how long each group will have (e.g. 1 or 2 minutes to 'pitch' their ideas)
- You may want to introduce and use the concept of an 'elevator pitch': summing up a business idea in one or two short, clear sentences that convey the strengths of the business and CSR propositions
- Groups should take turns to present and justify their business and community involvement ideas
- Students can vote on their winning business idea, community involvement idea, and overall best plan (students can't vote for their own idea). You may wish to structure this like a 'Dragon's Den' pitch to one person from each other team and see how many 'Dragons' each team can persuade that their idea is a good one

## REVIEW THE BUSINESS BENEFITS OF COMMUNITY INVOLVEMENT

 Ask students to explain why they chose their preferred idea, asking them to link their decision back to their understanding of business plans and CSR. Use their examples to review and list the business benefits of community involvement

## \*\* TRACK YOUR DEVELOPMENT

To help your students reflect on the skills they have used and developed in this challenge, encourage them to fill out the **Reflection Task** and **Skills Worksheet**.



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## **EXTENSION/HOMEWORK IDEAS**

## WRITE A BUSINESS REPORT ON YOUR HOME TOWN

 Students can research and write a one-page business report on your home town and use online mapping to prepare and label an accompanying map, using **Student Activity Sheets 1 and 2** as models to copy

## ADVOCATE ON BEHALF OF A COMMUNITY GROUP

- Students can work in small groups to represent and advocate on behalf of one of the community groups listed on **Student Activity Sheet 2**, or a real group or organisation from your local community. They can discuss and generate ideas on why their group deserves help and how the group might benefit from business support and prepare a written submission or presentation to put across their case
- Students could present their ideas to the class and again vote for the group they feel has presented the most compelling arguments

### Q IDENTIFY LOCAL STAKEHOLDERS

- Students can identify stakeholders in your local community who may be affected by any new business venture (residents, other businesses, the local council, customers, potential employees etc.)
- In small groups, students can discuss ways in which one stakeholder group may be positively and negatively affected when a business launches

## **Q** EXPLORE OTHER EXAMPLES OF BUSINESS ETHICS

 Community involvement is one way in which a business can act ethically. What other ways can students think of, and how can each example benefit the business as well as having a wider, positive impact? Students can research and present examples to the class

## RESEARCH HOW TOWN CENTRES ARE REJUVENATED

 Students can research town centre redevelopment and investment, e.g. the Portas Review, town centre tax breaks, Business Improvement Districts (BIDs) and more



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### **DELIVER AS A MINI-PROJECT**

If you have more time available, why not deliver this challenge as an extended mini-project over a series of lessons, using pages 3-8 to help you deliver each activity?

The guide below outlines how to timetable the activities over five lessons, but you can tailor the project to suit your needs.

Students could also develop the whole business plan, and you can use the project as the framework for an enterprise activity that helps students to apply and reflect on vital employability skills.

Session 1	<ul> <li>Review the role and content of a business plan</li> <li>Introduce the concept of community involvement and Corporate Social Responsibility (CSR)</li> <li>Watch the Intro and Vox Pops video to explore McDonald's examples</li> <li>Unpack the local 'business environment'</li> </ul>
Session 2	<ul> <li>Develop, refine and capture business ideas</li> <li>Advocate on behalf of a community group</li> </ul>
Session 3	Explore the McDonald's case studies then generate and capture community involvement ideas
Session 4	<ul> <li>Prepare and deliver presentations</li> <li>Review the business benefits of community involvement</li> </ul>
Session 5	<ul> <li>Write a business report on your home town</li> <li>Identify local stakeholders</li> <li>Explore other examples of business ethics</li> </ul>

### ANEXT STEPS

#### We hope your students enjoyed the challenge!

Head to our <u>website</u> to explore our full programme of free resources. If you want to explore apprenticeship opportunities available for your students at McDonald's, you can find out more <u>here</u>.

