

International Personnel Certification Summit

The 21st Century Solution to Workforce Competitiveness



Buyer Beware:

Hearing the Consumer's Voice

Presented by Linda F. Golodner, President
National Consumers League
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National Consumers League

- Founded 1899, to advance economic and social justice for consumers and workers in the U. S. and abroad.
- Healthcare, food safety, personal finance, consumer fraud, technology and telecommunications, fair labor standards, product and service standards
- Coalitions: SOS Rx; Child Labor Coalition; Alliance Against Fraud in Telemarketing and Electronic Commerce
- Network of organizations in U. S. and abroad
- LifeSmarts consumer education for teenagers



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National Consumers League and Standards

United States

- Conference for Food Protection
 - Certification for Managers in Food Safety
- Interstate Shellfish Sanitation Conference
- ANSI Consumer Interest Forum
- UL Consumer Advisory Council
- International
 - Fair Labor Association
 - International Cocoa Initiative
 - ISO-COPOLCO (Consumer Policy Committee)



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Consumers are Confused with Terms and Definitions

- Understanding of international, federal, state, jurisdiction standards and certification
- Understanding of certified programs/services and personnel certification
- Consumers need information and education about
 - > Licensure
 - > Accreditation
 - Certification
 - > Differentiate among professional association standards
- Understand: codes of ethics; codes of conduct; "mission;" principles of customer care



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What Consumers Might Know About Personnel Certification

- Some familiarity with
 - > Education system
 - > Health professionals
 - > Safety personnel
 - Financial (CPA)
- Statement of individual's ability, measured against standards
- Assessment of individual performance in exams/tasks
- Competency, independence, impartiality



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When is the marketplace calling for certification?

Listen to the signs:

- Opportunities for fraud (finance, healthcare)
- Misleading, deceptive practices (sales tactics, real estate, "professional services")
- Service quality unpredictable ("yellow pages" search)
- Consumer harm (food safety, healthcare, utilities)
- Consumer health and safety at risk (security)
- Consumer pocketbook at risk (loan tactics, paying for incompetent service)
- > Excellence not rewarded (competition between quality and mediocre or incompetence)



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National Consumers League National Fraud Information Center – Top Frauds

Certification could help prevent fraudulent operators from being successful

Credit Card Offers – top fraud of 2003

False promises, fee paid upfront

Direct Marketing Sales

Misrepresentation of costs and obligations

Advance Fee Loans

Personal and business loans for upfront fee

Travel/vacations

 Offers of free or discount travel that never materializes or is misrepresented

Top Frauds

Victims

- > Average loss: over \$1,500 US
- > Contacted by con artists in Canada (41% of advance fee loans scams) or from other countries outside of U. S.
- Located in small states, often rural Georgia, Mississippi, Montana.
- How would certification of direct sales personnel help?
 - > Provide confidence for consumers to deal with trustworthy salespeople —
 - > Important to have cooperation of industry, media, and consumer educators
 - > Opportunity in the United States "do not call" lists law

National Consumers League Internet Fraud Watch -- Trends

- Challenge to build consumer confidence in electronic commerce
- Top Frauds of 2003
 - > General Services and Merchandize
 - > Internet Access Service
 - Advance Fee Loans
 - > Travel/tourism
- Certification opportunities as traditional services appear online
 - > Tourism
 - > Financial services
 - Training and education
 - > Health

Responding to consumer safety, harm

- Food manager certification
 - Valid, reliable, uniform criteria for training and evaluation
 - ➤ Conference for Food Protection nonprofit independent body of regulators, industry, and consumers promoting food safety and consumer protection.
 - Situation existed that consumers protection was not uniform – consumer safety a concern -- lack of confidence in marketplace

Certification: need for a parallel certification

- Food service personnel
 - > Retail industry grocery stores, restaurants
 - > Need for food inspection personnel to be certified
 - In some cases, inspectors less qualified, knowledgeable than personnel in industry
 - Gap in food safety expectations of consumers
- Time and resources to establish uniformity in the system large chains/companies then small businesses



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How can a Personnel Certification Meet Consumer Expectations?

- Consumers must be part of every phase of any certification program – we are the end user!
 - > Establishing criteria
 - Determining scope
 - > Consumer education and information
 - > Auditing
 - > Evaluating
 - > De-certification education and information
- Consumer representation or Stakeholder Involvement



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Consumer expectations for certification

- Meaningful, verifiable, periodic review
- Trust, confidence
- Must be able to de-certify and provide this information publicly for consumer.
 - > Consumers understand recall of products. Must be able to recall certified personnel and professionals when incompetent
- Need for transparency
 - Cannot be closed process (not professional association or industry only)
 - No "smoke and mirrors"
 - De-mystify process



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Personnel Certification in Tourism

- ISO-COPOLCO
- Tool to help ensure environmental and social responsibility among tourism operations
- Best management practices
- Community-based certification including marketing, monitoring, evalution
 - > Surveys of standards bodies regarding consumer expectations
 - Facility
 - Assuring that expectations are met
 - Customer service
 - Transportation, Facility, Environment
 - Eco-tourism competence
 - Travel agents (Internet) and tour operators meet an expected standard



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Social Responsibility

- Personnel certification is important component of SR
 - Audit/inspection
 - Accountability to public
 - > Managers who respect customer and employee rights
 - Diversity
 - Accessibility
 - Fair labor standards
 - > Transparency
 - > Training in environmental, social issues/sensitivities
- Fair Labor Association
 - Need for qualified, experienced personnel for third party independent monitoring
- International Cocoa Initiative certification system that will train and establish agriculture inspection system.

Expectation that Consumer Rights Will be Respected

- Education
- Information
- Choice
- Safety and Health
- Service
- To be heard
- Complaint handling/redress



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