

## **Press Release**

### J.D. Power and Associates Reports:

Having a Single Point of Contact Has a Notable Positive Effect on Satisfaction with Telecommunications Voice Services Providers

AT&T, Optimum Business by Cablevision and Verizon Rank Highest in Satisfying Business Customers With Telecommunications Voice Services

**WESTLAKE VILLAGE, Calif.: 15 July 2010** — Assigning business telephone customers a single point of contact for account services may result in a lift in overall satisfaction with landline voice telephone service providers, according to the J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>SM</sup>—Voice Services released today.

The study measures <u>customer satisfaction</u> with <u>providers of landline voice telephone service</u> for businesses. Providers are ranked in three segments: <u>home-based businesses</u> (companies based in a residential location with one to five employees); <u>small/midsize businesses</u> (companies with two to 499 employees); and <u>large enterprise businesses</u> (companies with 500 or more employees). Five factors are used to measure satisfaction across all three segments: performance and reliability; billing; cost of service; offerings and promotions; and customer service. A sixth factor, sales representatives/account executives, is included for small/midsize businesses and large enterprise businesses.

In all three segments, satisfaction among business customers who have a dedicated single point of contact is higher than among customers without a single point of contact. The disparity is particularly notable among small/midsize business customers and large enterprise business customers, who are more likely to be assigned a single point of contact for their accounts, compared with customers in home-based businesses.

Effect of Having a Single Point of Contact (SPOC) on Overall Satisfaction, By Business Segment

(Based on a 1,000-point scale)

	Satisfaction among Customers with an SPOC	Satisfaction among Customers without an SPOC	Difference
Home-Based Business Segment	671	627	+44
Small/Midsize Business Segment	693	598	+95
Large Enterprise Business Segment	693	610	+83

The study finds that business customers with a single point of contact have higher rates of problem resolution than customers who are not provided with a dedicated contact. In all three segments, problem resolution rates average approximately 90 percent among customers with a single point of contact. For customers without a dedicated contact, problem resolution rates average between 74 percent and 83 percent. In addition, assigning a dedicated contact to a business account may also reduce the likelihood of customers to switch providers.

"Given the steep costs of acquiring new customers, providing the single point of contact for business customers is a relatively minimal financial investment that may have sizable rewards in customer tenure and loyalty," said Frank Perazzini, director of telecommunications at J.D. Power and Associates.

Optimum Business ranks highest in the small/midsize business segment with a score of 678 on a 1,000-point scale and performs particularly well in four factors: billing; cost of service; sales representatives and account executives; and customer service. AT&T follows Optimum Business in the segment rankings with a score of 654, while Owest ranks third with 647.

In the home-based business segment, Verizon ranks highest with a score of 645 and performs particularly well in cost of service; offerings and promotions; and performance and reliability. Time Warner Cable (644) and AT&T (635) follow in the segment rankings.

AT&T ranks highest in the large enterprise business segment with a score of 687 and performs particularly well in four factors: performance and reliability; sales representatives/account executives; billing; and cost of service.

The study finds that highly ranked providers have a more committed following across all segments of their business voice customers. More than 43 percent of the customers of these higher-ranked providers consider themselves to be strongly or somewhat committed, compared with 31 percent of customers of providers with average satisfaction scores and nearly 22 percent of customers of providers that perform below the industry average. The financial impact of commitment is that only 2 percent of committed customers say they are definitely or probably likely to switch providers in the next 12 months, compared with 21 percent of customers who say they are neutral or non-committed.

The 2010 Major Provider Business Telecommunications Study—Voice Services is based on responses from 4,458 business customers with telecommunications voice services at home-based, small/midsize and large enterprise businesses in the United States and includes evaluation of their data service provider. The study was fielded in September and November 2009 and January and March 2010. Visit the <u>J.D. Power Business Center</u> for additional information on J.D. Power's telecommunications research.

### About J.D. Power and Associates

Headquartered in Westlake Village, Calif., J.D. Power and Associates is a global marketing information services company operating in key business sectors including market research, forecasting, performance improvement, Web intelligence and customer satisfaction. The company's quality and satisfaction measurements are based on responses from millions of consumers annually. For more information on <u>car reviews and ratings</u>, <u>car insurance</u>, <u>health insurance</u>, <u>cell phone ratings</u>, and more, please visit <u>JDPower.com</u>. J.D. Power and Associates is a business unit of The McGraw-Hill Companies.

#### **About The McGraw-Hill Companies**

Founded in 1888, The McGraw-Hill Companies (NYSE: MHP) is a global information and education company providing knowledge, insights and analysis in the financial, education and business information sectors through leading brands including Standard & Poor's, McGraw-Hill Education, Platts, and J.D. Power and Associates. The Corporation has more than 280 offices in 40 countries. Sales in 2009 were \$5.95 billion. Additional information is available at <a href="http://www.mcgraw-hill.com/">http://www.mcgraw-hill.com/</a>.

#### J.D. Power and Associates Media Relations Contacts:

Angela Bianchi; Troy, Mich.; (248) 312-4729; media.relations@jdpa.com

Syvetril Perryman; Westlake Village, Calif.; (805) 418-8103; media.relations@jdpa.com

No advertising or other promotional use can be made of the information in this release without the express prior written consent of J.D. Power and Associates. <a href="https://www.jdpower.com/corporate">www.jdpower.com/corporate</a>

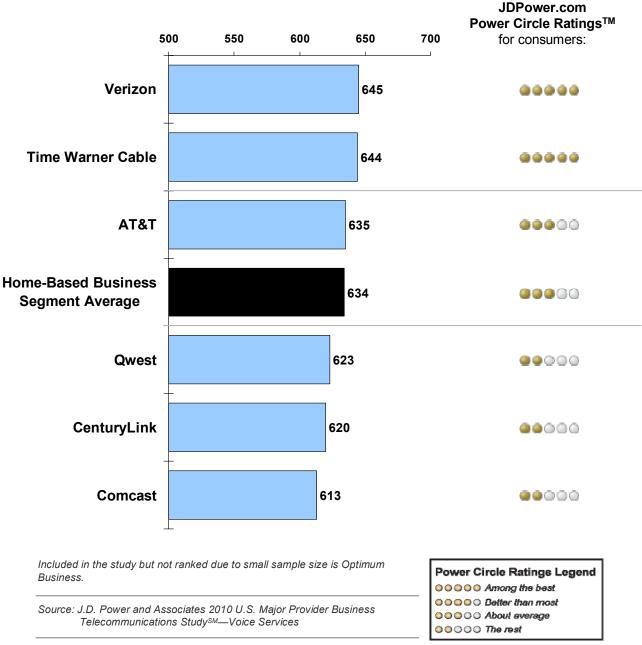
###

(Page 3 of 3) NOTE: Three charts follow.

## J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>SM</sup> — Voice Services

## Customer Satisfaction Index Ranking Home-Based Business

(Based on a 1.000-point scale)

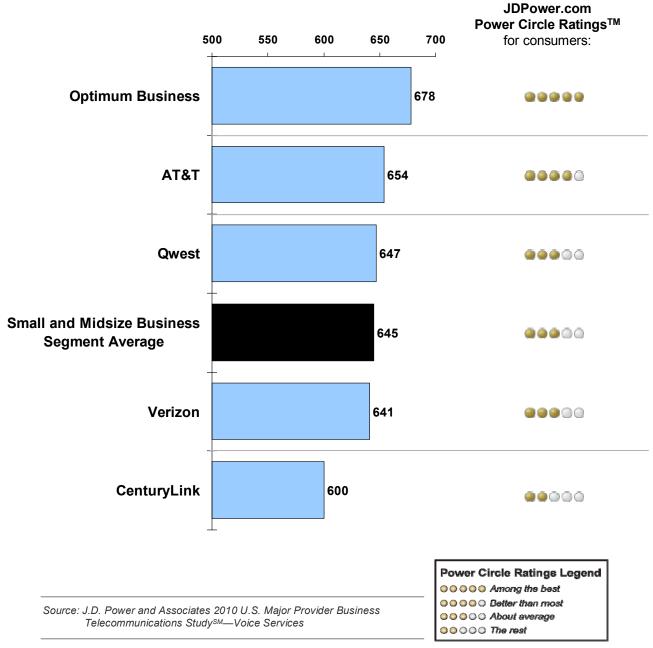


Charts and graphs extracted from this press release must be accompanied by a statement identifying J.D. Power and Associates as the publisher and the J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>SM</sup>—Voice Services as the source. Rankings are based on numerical scores, and not necessarily on statistical significance. JDPower.com Power Circle Ratings™ are derived from consumer ratings in J.D. Power studies. For more information on Power Circle Ratings, visit jdpower.com/faqs. No advertising or other promotional use can be made of the information in this release or J.D. Power and Associates survey results without the express prior written consent of J.D. Power and Associates.

## J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>sм</sup>— Voice Services

### Customer Satisfaction Index Ranking Small and Midsize Business

(Based on a 1,000-point scale)



Charts and graphs extracted from this press release must be accompanied by a statement identifying J.D. Power and Associates as the publisher and the J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>SM</sup>—Voice Services as the source. Rankings are based on numerical scores, and not necessarily on statistical significance. JDPower.com Power Circle Ratings $^{\text{TM}}$  are derived from consumer ratings in J.D. Power studies. For more information on Power Circle Ratings, visit jdpower.com/faqs. No advertising or other promotional use can be made of the information in this release or J.D. Power and Associates survey results without the express prior written consent of J.D. Power and Associates.

## J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>sм</sup>— Voice Services

# Customer Satisfaction Index Ranking Large Enterprise

(Based on a 1,000-point scale)



Charts and graphs extracted from this press release must be accompanied by a statement identifying J.D. Power and Associates as the publisher and the J.D. Power and Associates 2010 U.S. Major Provider Business Telecommunications Study<sup>SM</sup>—Voice Services as the source. Rankings are based on numerical scores, and not necessarily on statistical significance. JDPower.com Power Circle Ratings™ are derived from consumer ratings in J.D. Power studies. For more information on Power Circle Ratings, visit jdpower.com/faqs. No advertising or other promotional use can be made of the information in this release or J.D. Power and Associates survey results without the express prior written consent of J.D. Power and Associates.