

Mr Stephen Fitzpatrick CEO OVO Energy

BY EMAIL

Date: 22 September 2016

Dear Mr Fitzpatrick

Open letter – customer satisfaction with Ovo's complaints handling

Today we published the report of our latest survey into customer satisfaction with suppliers' complaint handling. Simply put the results are unacceptable. Satisfaction, which had fallen from the 2012 to 2014 waves, has dropped again and the percentage of consumers having a different view to their supplier on the status of their complaint has only marginally improved. Among the most concerning statistics is the significant rise in consumers reporting they are "very dissatisfied", up 7% and 11% respectively for domestic and microbusiness consumers.

While the sample size for Ovo is not as high as we would ideally like, the results still give valuable insight into your performance and cause for concern. Just 21% of domestic consumers surveyed stated that overall they were satisfied with how their complaint was handled. Given industry's performance I am writing to you to draw attention to the findings, to ask that you continue your efforts to improve your complaint handling and respond publically to the issues raised in this letter.

The survey results

This is the fifth wave of this survey and covers the largest nine suppliers. The survey shows that medium-sized suppliers are on average performing less well than the overall industry average with more domestic consumers reporting they are very dissatisfied (59% compared to 45%).

The results indicate that there are issues throughout the complaints journey and that these are common to nearly all suppliers, including:

- making it as easy as possible for consumers to register complaints
- specifying timescales at the start and throughout the complaints process
- keeping the consumer informed as to the progress of their complaint so they do not have to chase for updates
- the ability of complaint handling staff to make decisions "there and then" and generally speeding up resolution
- being clear with consumers on the status of the complaint as with previous surveys there were a significant number of complaints which the supplier viewed as closed but the consumer still thought were open

• informing consumers that they could seek independent advice or contact the Ombudsman to support the resolution of their complaint.

As well as these procedural issues the survey found suppliers also need to ensure their staff take complaints seriously, are more helpful and treat consumers fairly.

The impact of your and other medium-sized suppliers' performance is that, at the time of the survey, 63% of domestic consumers surveyed were planning to switch, in the process of switching, or had switched away as a result of their complaint experience.

Next steps

Improving communication at the outset and throughout the complaint journey is necessary to prevent consumers feeling they need to manage the process themselves and to improve satisfaction. As stated above we would like you to publically respond to this letter setting out how you have improved and intend to improve the complaints handling experience you give your customers and, specifically, how you will ensure your communication with complainants improves.

Yours sincerely

With Noter.

Dermot Nolan Chief Executive