Annual Report The Carpet Foundation Consumer Code of Practice December 2018





Background

The Carpet Foundation is a not for profit Trade Association representing the interests of, and promoting, independent carpet retailers. It has some 375 members (with over 400 branches) covering the UK. It is also supported by 21 carpet industry suppliers via their Patron member status.

The Carpet Foundation has been operating its Code of Practice since 2005. All retail members must sign up to the Code. In 2018 the Foundation was successful in gaining Government Approved Alternative Dispute Resolution Status.

Code Contents

The Code gives consumers the following benefits:

- Impartial Professional Advice you buy what is right for your particular needs.
- Written Terms of Business
- Written Quotations
- Deposit Safeguards deposits up to 50% are protected
- Free Extended Guarantees
- Free Installation Guarantees
- Conciliation and Arbitration to resolve issues should they arise

Promotion of the Code

The Carpet Foundation recognises the benefit of promoting the code to carpet buyers. To this end we:

- a) Provide our retailers with free point of sale material to promote the Code to their customers. This includes window stickers, van vinyl's, consumer leaflets, hanging boards, stationery stickers, and membership certificates.
- b) Use the CF website to tell carpet buyers about the Code. The website features the Code (in full), information sheets and application forms.
- c) Feature the Code in public relations activity, and magazine advertorials.

Evaluation of the Code

The Carpet Foundation measures the effectiveness of the Code and the levels of retailer compliance via the following methods:

a) Retailer Compliance Questionnaire

Each year we contact a third of retail members to participate in our Code compliance questionnaire. Results for the 2018 survey are as follows:

- 1. 100% give impartial advice to customers.
- 2. 97% have written terms of business that are given to customers.
- 3. 100% provide written quotations.
- 4. Only one retailer took a deposit over 50%
- 5. 99% conform to the Code's complaints procedure and are conversant with the Conciliation and Arbitration scheme.
- 6. 99% train staff in Code features.
- 7. 75% give each customer a copy of the Key Benefits leaflet.("Why you should buy your carpet from a Carpet Foundation retail member")

- 8. 98% display the Code of Practice point of sale material provided free by the CF (e.g. van vinyl's, window stickers, hanging boards, stationery invoice stickers & membership certificates)
- 9. 93% were aware of the 2 year guarantee on carpet produced by CF member manufacturers.
- 10. 65% did not realise that there is <u>no</u> guarantee on pile reversal if the carpet is not produced by a CF member manufacturer.
- 11. 83% correctly stated the 1 year installation guarantee.

On receipt of the completed Compliance Questionnaires any retailer giving an incorrect answer is immediately contacted with the correct information.

Overall there were no major concerns as compliance levels are high. Any retailer showing concerns in more than 2 major areas is flagged up for a personal visit.

b) Face to Face Compliance Visits

We also carry out face to face compliance visits to check compliance. 46 visits were completed in 2018. 34 retailers were judged to be compliant and 9 to be non-compliant. Of the 9 non-compliant, 4 will be re-visited.

c) My Local Services

The Online Directory "My Local Services" grades consumer's complaints against our retailers. Any negative score (2 or below) results in an alert to the retailer to respond within 14 days and we are alerted of any negative responses at the CF so we can follow up. To date we have had no alerts.

d) Conciliation & Arbitration (Alternative Dispute Resolution)

The CF Conciliation & Arbitration (ADR) service gives an indication of the level of consumer complaints that cannot be resolved between the retailer and consumer, and therefore general levels of customer satisfaction.

The results for the last five years are shown below.

	2014	2015	2016	2017	2018
Total of Complaints received	23	25	19	19	15
Number of Complaints going to Arbitration	7	10	6	2	1
Number of Arbitration that found in favour of	1	3	3	0	0
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