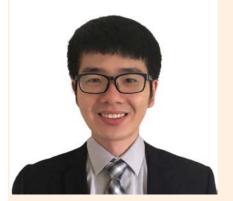
The Hong Kong University of Science and Technology

Department of Information Systems, Business Statistics and Operations Management

Webinar Announcement



The Value of Humanization in Customer Service

by

Mr. Yang GAO University of Rochester

Date : Monday, 9 November 2020 (Revised)

Time : 9:00 am - 10:30 am (Hong Kong Time)

Click here to join Zoom

Zoom Details : Meeting ID: 952 5756 1767

Passcode: 409404



Abstract:

Recent advances in information technologies have put customer service, especially text-based ones, at the forefront of a new wave of service automation. As algorithms become increasingly capable of handling customer service queries, customers are often uncertain whether they are served by humans, and managers are left to question the value of keeping human agents once the technology matures. The current paper studies this important and timely question by quantifying how a simple policy change that enhances customers' perception of them being served by human agents affects customer service interactions. Our identification strategy hinges on the abrupt implementation by Southwest Airlines of a signature policy, which requires the inclusion of an agent's first name in responses to customer queries on Twitter, thereby making the agent more humanized in the minds of customers. Various empirical analyses consistently show that customers are more willing to engage, and upon engagement, more likely to reach a resolution, when agents are perceived as more humanized. Furthermore, we find no evidence of elevated verbal aggression from customers to more humanized agents, hence humanization seems to incur no additional cost to agents. Therefore, our findings suggest a readily available and almost costless strategy for customer service provision on social media: signal humanization through a signature of each agent. Despite the increasing trend of automating customer service, our study reveals the importance of humanization, which can at least be partly interpreted by our bias in favor of humans when it comes to customer service.

Bio:

Yang Gao is currently a PhD candidate in Information Systems at the Simon Business School of the University of Rochester. He expects to obtain his doctoral degree by May of 2021. His current research focuses on social media analytics and business analytics. He is broadly interested in empirical research in Information Systems and especially interested in the interaction between consumer voices on social media and firms' interventions.