1:

1
00:00:06,050 --> 00:00:10,750
I think it's funny when we are
given advice
to always put the customer first.

2
00:00:10,750 --> 00:00:15,450
That means employees come second inherently
if you're going to put customer first.

3 00:00:15,450 --> 00:00:16,850 Customers come and go.

4
00:00:16,850 --> 00:00:21,680
Obviously we want to work to keep them loyal
but its employees who spend more time at work

5 00:00:21,680 --> 00:00:22,680 than they do with their families.

6
00:00:22,680 --> 00:00:27,669
It's employees who are asking to give their
blood and sweat and tears to advance our vision.

7
00:00:27,669 --> 00:00:32,890
And so it's a leader's
responsibility
to take care of the people first
and the people

8
00:00:32,890 --> 00:00:35,850
will take care of each other and the customer.

9
00:00:35,850 --> 00:00:42,430
Any leader who prioritizes a customer literally saying I care more about an external constituency

10 00:00:42,430 --> 00:00:45,360 than I do about the people who are actually working here.

11
00:00:45,360 --> 00:00:50,059
The funny thing is a company like
Southwest
Airlines, a company like Costco
that are renowned

12 00:00:50,059 --> 00:00:54,260 for their customer service as matters of policy do not believe the customer is always right.

13
00:00:54,260 --> 00:00:56,600
They do not believe that the customer comes
first.

14
00:00:56,600 --> 00:01:02,660
The irony is is these great
customer service
companies actually care first
about their

15 00:01:02,660 --> 00:01:08,390 own people, their employees and they expect their employees to care about their customers.

16 00:01:08,390 --> 00:01:11,690 Let me tell you a story, a true story.

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00:01:11,690 --> 00:01:15,000
Some months ago I stayed at the Four Seasons
in Las Vegas.

18
00:01:15,000 --> 00:01:20,520
It is a wonderful hotel and the reason it's a wonderful hotel is not because of the fancy

19 00:01:20,520 --> 00:01:21,520 **beds**. 2:

00:01:21,520 --> 00:01:22,720 Any hotel can buy a fancy bed. 00:01:22,720 --> 00:01:24,440 It's because of the people who work there. 00:01:24,440 --> 00:01:28,120 Now when you walk the halls of the Four Seasons and someone says hello to you, you really 00:01:28,120 --> 00:01:31,710 get the sense that they wanted to say hello, not that they were told to say hello. 00:01:31,710 --> 00:01:38,010 So in the lobby of the Four Seasons they have a coffee bar and one afternoon I went to buy 00:01:38,010 --> 00:01:41,780 a cup of coffee and I happened to be served by a barista named Noah. 00:01:41,780 --> 00:01:42,780 Noah was wonderful.  $00:01:42,780 \longrightarrow 00:01:43,780$ He was fantastic.  $00:01:43,780 \longrightarrow 00:01:44,780$ He was friendly. 00:01:44,780 --> 00:01:45,780 He was funny. 30 00:01:45,780 --> 00:01:46,780 He was engaging.

00:01:46,780 --> 00:01:48,690

I think I ended up giving a 100 percent tip. 32 00:01:48,690 --> 00:01:53,000 And so as is my way I asked Noah do you like your job here? 00:01:53,000 --> 00:01:55,710 And Noah said I love my job here. 00:01:55,710 --> 00:01:59,890 So I followed up and said what is it that the Four Seasons is doing that would make 35 00:01:59,890 --> 00:02:01,540 you say to me I love my job? 36  $00:02:01,540 \longrightarrow 00:02:06,110$ And without skipping a beat he said throughout the day managers will walk past me and ask 00:02:06,110 --> 00:02:07,560 me how I'm doing. 38 00:02:07,560 --> 00:02:09,890 They'll ask me if I need anything to do my job any better. 39 00:02:09,890 --> 00:02:12,770 He said not just my manager, any manager. 40 00:02:12,770 --> 00:02:14,330 And then he said something magical. 00:02:14,330 --> 00:02:19,060 He said I also work at Caesar's Palace and there the managers walk past and make sure

3:

42

00:02:19,060 --> 00:02:20,060 we're doing everything right.

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00:02:20,060 --> 00:02:21,840 They catch is if we're doing anything wrong.

44

00:02:21,840 --> 00:02:24,100

There I just try to get through the day.

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00:02:24,100 --> 00:02:27,890
I keep my head below the radar
and I just

want to cash my paycheck.

46

00:02:27,890 --> 00:02:29,060 Same person.

47

00:02:29,060 --> 00:02:31,750 And the customer will have a different experience not because of Noah.

4 9

00:02:31,750 --> 00:02:33,500 Noah is a good guy.

49

00:02:33,500 --> 00:02:39,170
The customer will have a
different experience
because of how the management
regards Noah.

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00:02:39,170 --> 00:02:42,830

Does management believe Noah is the number one priority or does management believe that

51

00:02:42,830 --> 00:02:44,730
the customer is the number one
priority?

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00:02:44,730 --> 00:02:49,560

And again the irony is is it's the organization

that believes that Noah is more important

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00:02:49,560 --> 00:02:53,240 that then Noah is better capable of taking care of the customer.

54

00:02:53,240 --> 00:02:58,130
It is a linear process and I
think so many
people in business forget that.

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00:02:58,130 --> 00:03:01,200
Yes, of course ultimately you want the customer
to be happy.

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00:03:01,200 --> 00:03:02,200 **Of course.** 

00:03:02,200 --> 00:03:07,650

But the methodology is actually to prioritize the wellbeing of our people.

58

00:03:07,650 --> 00:03:12,790
I think the wrong thinking about
customers
comes from the fact that we look

at results

59

 $00:03:12,790 \longrightarrow 00:03:14,570$  more than we look at process.

60

00:03:14,570 --> 00:03:17,870 Results are much easier to measure and so we talk about profit first.

61

00:03:17,870 --> 00:03:19,910 That's because it's easy to measure.

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00:03:19,910 --> 00:03:24,310
We talk about, we prioritize
literally money

over trust because how do you measure trust?

63 00:03:24,310 --> 00:03:25,680 It's more difficult.

64 00:03:25,680 --> 00:03:27,900 The same with customer service.

65
00:03:27,900 --> 00:03:32,100
The result would be great
customer service
but the process is the long, hard
work of

66
00:03:32,100 --> 00:03:36,460
building a strong culture in
which the people
take care of each other so that
they can take

67
00:03:36,460 --> 00:03:37,460
care of the customer.

68
00:03:37,460 --> 00:03:40,150
That, it's more ethereal and harder to measure.

69
00:03:40,150 --> 00:03:44,430
I can measure customer loyalty,
customer service
and sales and return business and
things like

70 00:03:44,430 --> 00:03:45,430 **that**.

71
00:03:45,430 --> 00:03:49,209
So I think it's human nature to go to the thing that we can easily see and easily count.

72
00:03:49,209 --> 00:03:54,050
And in the case of customer service that would
be the end product, not the process that got

73 00:03:54,050 --> 00:03:54,360 us there.