

NEW CONSUMER PRACTICES

AND PUBLIC POLICY ISSUES

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1. Collaborative society: myth and reality

- Classifications and typologies of practices
- The common thread: exchange between peers
- Digital integration allows thousands of persons who exchange goods and services to be in contact with each other
- Importance of the social network





Collaborative Society: Two Dimensions

A. Non-market activities

- Carpooling
- Exchange of apartments by tourists
- Exchange of information
- Sharing assessments (restaurant, hotel, professors, etc.)
- Wikipedia
- New media, blogs,
- Exchange of services (barter, local exchange services, etc.)



Collaborative Society: Two Dimensions

B. Market activities

- Taxi (Uber)
- Short-term room rentals (AirBnB)
- Second life of objects: trade in second-hand articles (Kijiji)
- Crowdfunding (kickstarter, etc.)



- How to protect the consumer?
- How to protect the provider of goods and services?
- How to assess the quality of products and services
- How to manage competition with the market system (taxi, hotel, etc.)
- Tax evasion



2. The Social Actor: New Reasons to Consume

- Price and quality (known reasons)
- Environmental concerns
- Health: bio label
- Ethics (coffee, chocolate, T-shirts, etc.)
- Local products and proximity
- Security: automobile, clothing
- Innovation and new products
- Political beliefs





- How to certify the source of a product?
- How to ensure the benefits and risks associated with products?
- Taxation



3. Changes to the Production System

- •The offer of the production system is still a driving force . . .
- •. . . but it must increasingly deal with the behaviour and expectations of the actors-consumers



Changes in Supply

- Product differentiation
- New trend: increased capacity to adjust to the new expectations of consumers with big data and targeted marketing
- Diversification of product lines in connection with enrichment and the broader dispersion of revenues.



- Monopolies, price manipulation and frauds
- class actions (credit cards, defective automobiles, etc.)
- Broadened product lines makes it more difficult to assess quality and warranties



4. Changes in Distribution

- Broadened distribution has played a key role in mass consumption . . .
 - Intermediary between the production system and consumer
 - Large department stores, large chain stores
- ...but it must readjust
 - Crisis in several large distribution chains
 - New distribution models





Changes in Distribution I

- Commerce is increasingly electronic
- Precision commerce
- Greater personnalization of trade exchanges
- Return of small distribution competition
- Large distribution makes adjustments with the help of big data
- Distribution and production systems try to capture the heterogeneity of consumers



- Protection of privacy
- Protection of digital bank accounts
- Fairness related to transaction costs (payment methods)
- Illegal online exchanges





Thank you!

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