



Total Solutions

NEED

A Fortune 1000 firm required a single source vendor to manage its 1590 part numbers and over 1.4 million packaging units. The targeted cost savings of the initiative was \$125,000.

SOLUTION

- Establish a vendor managed inventory program to reduce on-site customer inventory and increase cash on hand
- Perform packaging audits to reduce materials and labor required to safely ship products
- Streamline purchase order and invoicing process to reduce transaction costs

BENEFIT

- Reduced annual warehousing costs by **roughly \$60,000**
- Packaging audit resulted in a cost **savings of \$120,000**
 - Pre-assembled units
 - Hybrid packaging solutions
 - Optimized materials
- Reduced the number of purchase orders required annually by 500 resulting in an **annual savings of \$8,000**

Reduced annual
warehousing costs by

\$60,000



Packaging audit results in
cost savings of

\$120,000



Reduced annual purchase
order costs by

\$8,000



Total cost savings of

\$188,000