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Morgan's Solution To Optimizing One of the World's Top Supply Chains

× THE CHALLENGE

The client, a Fortune 50 electronics manufacturer with a high ranking in the Gartner Supply Chain Top 25, was shipping finished goods on a per-customer, per-order basis to points throughout the Western U.S. from their Texas manufacturing facilities. Shipments could be routed by either the manufacturer or their customers.

This made for a large and inefficient transportation network, with lots of carriers. The trucks appointed by clients often were carrying a lot of air in less-than-truckload shipments.

Given the volume of shipments, tracking them had become complex, draining human resources. Damage and inconsistent service were also regular problems.



\checkmark THE SOLUTION

After assessing the manufacturer's transportation volumes and destinations, Morgan proposed using its existing, custom freight lane between Texas and Phoenix, AZ as a foundation to optimize the client's supply chain.

Morgan's supply chain engineers identified a handful of spots across the country where over 70 percent of the client's goods were flowing. Using that data, Morgan also designed regular routes between those hubs and their center in Phoenix, ensuring higher utilization and making best use of available cargo space.

In addition to consolidating over 70 percent of the client's westbound shipments, Morgan discovered a new backhaul opportunity for the client from Los Angeles. The cross-network benefit that this opportunity created compounded even further the time-saving effects of Morgan's supply chain optimization.

THE RESULTS

Morgan solution consolidated the client's shipments, reducing less-than-truckload hauls to multiple points in the U.S., including Sacramento, CA, Seattle, WA, and Denver, CO.

Morgan's optimized network resulted in:



Serious cost reduction

- Decreased rates on finished goods
- Higher volume discounts



Increase in manufacturer-routed shipments

Supports the manufacturer's revenue-producing logistics



Considerable decline in damage

- Minimal handling of goods
- Maximum control over shipments
- More consistent and reliable service



Increased visibility across network

 ChronosCloud app supports end-to-end transparency

Morgan's custom-tailored approach to supply chain management simplifies the client's order fulfillment system, leaving them with fewer carriers and improved pricing. The optimization has the added benefit of increasing manufacturer-routed shipments, boosting their revenue even further.

READY TO UPGRADE CARRIER PERFORMANCE?

Let us evaluate your supply chain to discover areas of improvement for building networks and capacity around your biggest needs by reaching out today!



Contact Us