Integrated Transportation and Logistical Solutions



LOGISTICS

KAG's Route to Cost Savings for Fuel Retailers

KAG Logistics designs an integrated solution to a major fuel retailer's logistical framework to unlock substantial cost savings and increase operational efficiency.

At a Glance:

- Navigating logistical inefficiencies to deliver costeffective solutions.
- Implementing data integrity measures for sustained operational accuracy.
- Tailoring inventory management to dynamic market demands.

The Challenge:

Confronted with the dual burden of inflated accessorial charges caused by split-site delivery fees, minimum load charges, demurrage, and rampant data inaccuracies resulting in an uneven distribution of costs, our client faced substantial profit leakage.

Our Strategic Approach:

KAG Logistics deployed a comprehensive **managed services** solution, focusing on:

- Reduction of split-site deliveries to streamline operations.
- Enhancement of data accuracy to ensure equitable cost distribution.
- Alignment of fuel inventory with fluctuating seasonal demands.
- Improvement of inventory management, ordering and invoice reconciliation.

Managed Services enable companies to outsource logistics tasks—like transportation, inventory management, invoice auditing, and supply chain optimization—to a specialized third-party logistics (3PL) provider. KAG Logistics not only identifies areas for enhancement but also designs and implements customized solutions across your logistics operations. By leveraging our expertise and advanced technology, businesses can achieve streamlined logistics, cost reductions, and enhanced efficiency.

Outcomes Realized:



Achieved 3-6% cost savings in Q1.



Establishment of a reliable data reconciliation process

for enhanced invoicing precision.



Refined fuel distribution methodology

to effectively match market consumption patterns.