

loadsmart

ORACLE*

HOW A FORTUNE 500 BEVERAGE SHIPPER GUARANTEES MARKET RATES WHEN AUTO-TENDERING IN ORACLE OTM

Auto-tendering loads using API rates in a routing guide guarantees capacity in a tight market and gives shippers a real-time rate for effortless cost-savings in a soft market. While it saves time, the method can make cost containment difficult. To keep automation controlled and within budget, a fortune 500 beverage manufacturer leveraged **API RateGuard in Oracle's TMS**.

40%
REDUCTION IN LOADS
MOVED ON SPOT

14X
INCREASE IN BOOKING
EFFICIENCY

LOADS AUTO-TENDERED WITHIN BUDGET

CHALLENGE: CAPPING COSTS WITH AUTO-TENDERING

In a tight market, the beverage manufacturer took advantage of API pricing adding multiple digital freight brokers as a backup carrier. After running a spend analysis they discovered multiple instances of API rates from digital freight brokers being well above the typical market rate and shut down all API-connected carriers due to risk exposure.





AVOIDING SPOTSHIPMENTS IN RESPONSE



PREVENTING OVERSPENDING
WHEN AUTO-TENDERING

CUSTOMER CASE STUDY

SOLUTION: PUTTING THE RIGHT GUARDS IN PLACE

To ensure every auto-tendered load was at a competitive rate, the shipper integrated Loadsmart's API RateGuard into Oracle OTM.

A dynamic rate ceiling was set based on an industry benchmark so loads were only auto-tendered when API rates were below the ceiling.

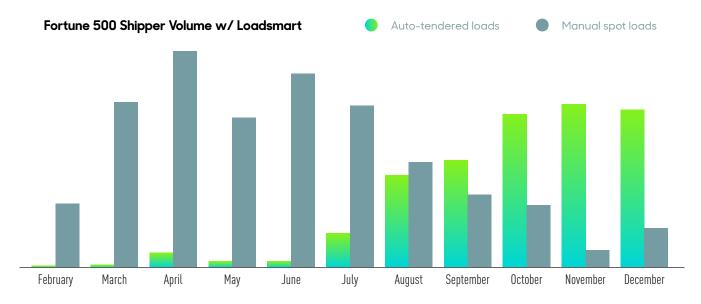


RESULTS: OVERSPEND RISK ELIMINATED

5K
LOADS AUTO-TENDERED
WITHIN BUDGET

With protections in place, planners knew they'd never get a rate from Loadsmart that was above the set ceiling.

This allowed them to confidently set up a Routing Guide with API rates. Loads were auto-tendered to Loadsmart when carriers rejected or API rates were more competitive than static routing guide rates.



The chart depicts how the shipper reduced the number of manually booked loads on the spot market by implementing Dynamic Routing Guide with API RateGuard in July.