

# Lowering Costs Through Unique Solutions

## AMERIGLOBE

### FreePac vs. Fiber Drum Case Study

A plastics manufacturer in Texas was looking for help. They needed to remove wooden pallets from their shipping system and increase their shipping efficiency. After our Solution Specialist conducted his review of the operation, he came up with specification changes that offered astounding savings.

Their initial package was four 110lb fiber drums on a treated wooden pallet. The fiber drums cost them \$16 per drum. We replaced this package with a FreePac that held 1,100lbs and only cost \$32. Their package cost dropped from \$320 dollars per ton to \$64 dollars per ton. In addition, they no longer need the pallets that they were paying \$9 for and they were using 5 per ton. This reduced their costs from \$365/ton down to \$64/ton.

While this new package reduced their shipping costs, the savings did not stop there. Without taking the pallet space savings into account, the new package still reduced the needed floor space by 74%.

Instead of handling 20 units per ton, they only had to handle 2 units per ton. This reduced their labor by at least \$10 per ton.

The new package also had a lower net weight, allowing them to ship product instead of packaging, further lowering their costs.



- Reduced Package Costs
- Reduced Freight Costs
- Reduced Labor Costs
- Eliminated Pallet Costs
- Reduced Warehouse Costs

Most companies claim to offer better bag prices. AmeriGlobe's systematic approach lets us find ways to save you money beyond the price of the bag. Call AmeriGlobe today so we can show you substantial savings.