

# Inbound Collect Freight Program

## Advance Auto Parts controls freight from vendors into our DC's

- Benefits to the vendor:
  - Historically on-time fill rates are higher with collect versus prepaid shipments.
  - AAP becomes responsible for the freight upon pick-up. Insurance is provided by all carriers.
  - Carrier capacity issues are now the responsibility of the transportation team.
  - Vendors can share in deep discounts provided by our carrier base due to our large amount of inbound volume.
  - Our team tracks PO's for Inventory which lends to better visibility.
  - AAP is responsible for providing POD's on any requested shipment.
- A cost analysis is conducted based on shipping information provided by the vendor to see if AAP can move the freight in a more cost efficient manner.
- If cost savings are found, there is a change of freight terms from FOB destination, freight prepaid to FOB origin, freight collect.
- An agreed upon freight allowance is deducted off invoice to cover the freight expenses paid to the carriers by AAP.
- Pickup and delivery of all PO's are arranged by the AAP Inbound Operations team.
- For more information and a copy of the analysis template, please contact Bethany Hoops at [bethany.hoops@advance-auto.com](mailto:bethany.hoops@advance-auto.com) or at (540) 561-6904.