



Exchange Routing Systems

- KCI Routing System (for non-TMS vendors)
 - Routed based on weights and cube of the total PO
 - Determines:
 - Service level
 - Carrier or call information
 - "Ship to" address



Invoice and Bill of Lading to: HQ Army & Air Force Exchange Service PO Box 660261 Dallas, TX 75266-0202

Purchase Order Number

0058349056

Proc No: 17869706 Pay No: 17869701 DOONEY & BOURKE INC ATTN LEIGH SOBOTKA 12275 BRASSICA SAN DIEGO CA 92129

Order Date: 23 APR 12
Payment Terms: NET030
Payment Currency: US
F.O.B Terms: ORIGIN
SPLC: 880273
POD:
Milstamp: 709Z9BCT

Mark For:

Ship To: 1010801

JBSA-SAM MS BLDG 2420 ATTN:STOCKROO 2503 FUNSTON RD

FT SAM HOUSTON TX 78234

Ship Date: 02 MAY 12	1st Destination Delivery Date: 09 MAY 12	2nd Destination Delivery Date:	Cancel	Date:
Ship Point: FONTANA CA		Ship Via: FEDEX GROUND SERVICE		





Exchange Routing Systems

- Transportation Management System (TMS)
 - Based on vendor's shipment information
 - Determines:
 - Optimization possibilities
 - Service Level
 - Carrier



Invoice and Bill of Lading to: HQ Army & Air Force Exchange Service PO Box 660261 Dallas, TX 75266-0202

Purchase Order Number

0058425095

Proc No: 54388089 Pay No: 54388001
MJ SOFFE CO INC
ONE SOFFE DR
PO BOX 2507
FAYETTEVILLE NC 28312

Order Date: 30 APR 12
Payment Terms: NET060
Payment Currency: US
F.O.B Terms: ORIGIN
SPLC: 407750
POD: QA1

Milstamp: 709Z9BCT

Ship To: 1059921

DDDC TRANSSHIP BRANCH DAN DANIEL DIST CTR SHIPPING DOOR 85 233 ENTERPRISE DRIVE NEWPORT NEWS VA 23603 Mark For: 1463664

TCN HXLSAE 5842 5095 RDD 126 TP3 HXYAAA AAFES QA1 KARACHI 1463664 AF SALERNO P.O. # 0058425095

Ship Date: 02 MAY 12 Delivery Date: 07 MAY 12 Delivery Date: 16 JUN 12 Cancel Date:

Ship Point: FAYETTEVILL NC Ship Via: PARTNERS.AAFES.COM





What is TMS?

- Transportation Management System (TMS) is a server based, stand alone, web enabled system
- TMS is an industry wide mechanized routing system
- Eliminates phone calls and faxes for routing by using EDI (electronic data interchange) and web based applications
- Consolidates pickups if feasible and does not delay final delivery
- Automatically offers the shipment to the (lowest cost) carrier
- Matches and pays freight bills
- Provides visibility and tracking for origin freight moving within CONUS and Canada

TMS Vendors

> TMS vendors are currently all origin vendors

- TMS is not for everyone; these categories are not TMS:
 - Customer drop ships
 - VMI
 - FOB destination
 - Import orders
 - All jewelry
 - Guns and Ammunition
 - Mattresses



TMS Economic Value

Proven savings of 10.7% on inbound freight costs

Better ability to monitor orders

- Real-time reporting capabilities
 - Allows the Exchange to see what vendor has and has not released
 - PO's that have been released 48 hours or less





The TMS Cycle

- Vendor can release shippable orders to the Exchange in a routing request via:
 - **>** EDI (753)
 - Web interface
- A vendor can change "ship from" location, weight, and cube prior to releasing orders on the web based system, but could incur charges
- An Exchange purchase order and a shippable order are not one and the same
- A shippable order is an order that is less than 45,000 lbs and 3000 cubic feet



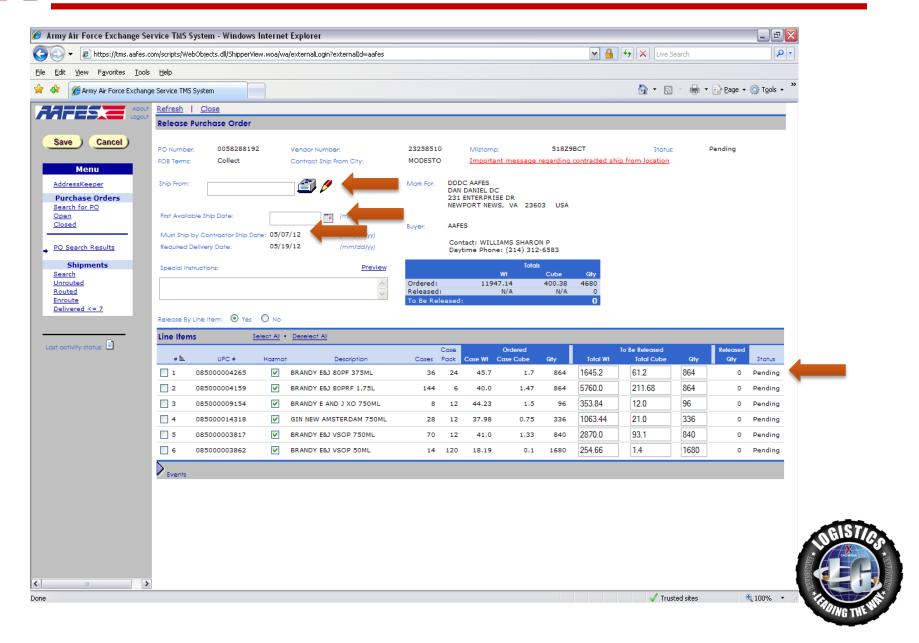
Web Interface Vendor Release

- Web based vendors log into TMS using web address
- Enter PO
- > Enters "ship from" address, first available ship date, line to be released, correct quantity, weight, and cube of each line or by overall total weight, cube, and pieces





Vendor Release Web Interface





TMS Cycle Order Routing

Order will be sent through an optimization process that considers consolidation, pickup times, and available carriers

Optimization criteria:

- Pickup time greater than 48 and less than 96 hours in the future
- All US and Canadian postal codes





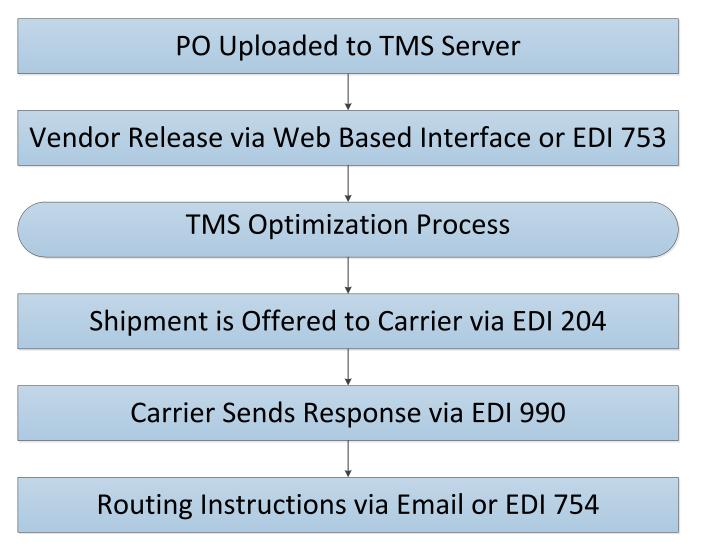
TMS Routing Instructions

- EDI vendors will receive routing via EDI transaction 754
- Vendors using web based interface will receive email notification listing assigned carrier
- Notification may include stops for other vendors on route
- Shipper reference and purchase order numbers should be listed on all bills of lading
- For all shipments less than a truckload, vendor is responsible for contacting carrier for pickup





TMS Workflow (EDI)







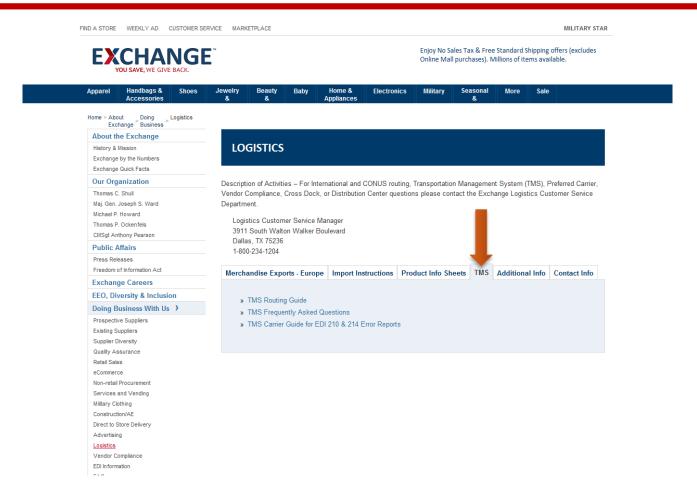
Common TMS Compliance Problems

- Shipping without releasing in TMS
- Releasing orders less than 72 hours in advance of the ship date
- Releasing orders that are outside of the shipping window
- Releasing orders with incorrect weight or cube
- Splitting orders between multiple ship points
- Shipping order with unauthorized carrier
- Shipping consolidated orders separately
- Missing PO and/or shipper reference number from BOL
- Not communicating shipment changes or cancellations





EXCHANGE TMS Documentation



http://www.aafes.com/about-exchange/doing-business/logistics.htm/



Exchange Manual Routing

- Vendors should manually request routing for orders not assigned routing through KCI or TMS OR if a routing deviation is required
 - Nouting Request forms should be submitted a minimum of 72 business hours in advance of the requested pick-up date
 - Nouting associate will process request to provide "ship to" and carrier



Invoice and Bill of Lading to: HQ Army & Air Force Exchange Service PO Box 660261 Dallas, TX 75266-0202

Purchase Order Number

0016664892

Order Date: 06 JUL 12 Proc No: 50881302 Pay No: 50881301 RUNWAY GLOBAL LTD Payment Terms: NET060 14TH FL PARK BLDG Payment Currency: US 476 CASTLE PEAK ROAD F.O.B Terms: ORIGIN CITY CHEUNG SHA WAN SPLC: 874989 KOWLOON HK 00000 POD: 709Z9BCT Milstamp: Ship To: 1099960 Mark For: FDF AAFES FASHION AAFES FASHION DIST FAC 233 ENTERPRISE DR NEWPORT NEWS VA 23603 1st Destination 2nd Destination Ship Date: 16 JUL 12 Delivery Date: 21 JUL 12 Delivery Date: Cancel Date: Ship Via: CALL AAFES LOGISTICS Ship Point: PETALUMA CA





Small Package & LTL Carriers

Small Package

- FEDEX Ground (CONUS only as specified on PO)
 - **)** 1-800-GO FEDEX (463-3339)
- US Postal Service (OCONUS only as specified on PO)
 - Prepay and add to merchandise invoice

Less Than Truckload

- > CH Robinson
- DHL Freight
- Global Tranz
- Oak Harbor Freight Lines
- Matson Logistics
- UPS Freight
- YRC Freight





Truckload Carriers

- AAFES Fleet
- AFN
- **BNSF Logistics**
- CH Robinson
- Command Transportation
- COX Transportation
- CRST
- DHL Freight
- Dupre Logistics
- Forward Freight
- Integrity Express Logistics
- JB Hunt Transport

- Landstar
- Liberty
- Matson Logistics
- Mid-Way
- Overdrive Logistics
- Paschall Truck Lines
- Red Arrow
- Summit Trucking
- Suntek Transport
- Total Quality Logistics
- XPO Logistics
- Yusen Logistics





Logistics Points of Contact

Customer Service

>lgtrafficcustomerservice@aafes.com

Imports

>zzlgimports@aafes.com

Exports

>zzlgexport@aafes.com

Manual Routing Team

>zzlgconusrouting@aafes.com

>Freight Bill Audit/Claims

>zzlgfreightbillaudit.com

>TMS Routing Team

>zzlgtms@aafes.com

