

Saving an Important Relationship Through Sourcing

Careful, clear-eyed planning and negotiation saves a global shipping services company ~\$10 million and the relationship with its service provider.



Opportunity

In the midst of a worldwide, multi-year redesign and rollout of enterprise-wide SAP functionality, the relationship between this shipping services company and its service provider had deteriorated to a point where trust was nonexistent, pointed sarcasm was common and accusations of delivery failure responsibility were traded daily. On top of that, delivery dates had been missed, team morale was low, and multi-million dollar pricing adjustments were being proposed.

Imagining IT Differently

ISG reviewed the contract, interviewed company and service provider staff, developed sourcing and negotiation strategies and conducted a fast-paced negotiation.



Future Made Possible

- A new sourcing strategy was implemented, moving future planned work from the main provider to third parties, providing important leverage.
- Detailed negotiations saved our client more than \$10 million in costs.
- Extensive interviews and mediation improved the relationship between client and the provider.

Saved client more than **\$10 million**

