

# FreightAudit™

## *Varsity's Multi-Modal Audit Module*

### Overview

FreightAudit, one of Varsity's advanced supply chain execution modules, automates the reconciliation of estimated LTL, truckload, and rail shipment costs with actual billed carrier costs. With this powerful audit solution, users can control freight costs and monitor trends. It ensures that the carriers' claim and dispute deadlines are met and eliminates the need for expensive third-party consultants.

### Key Features

#### Key Benefits

- ◆ Significantly reduces freight expenses by identifying duplicate bills as well as overpayments
- ◆ Ensures discounts are correctly applied to LTL, truckload, and rail shipments
- ◆ Eliminates manual audit errors and reduces administrative expense
- ◆ Simplifies carrier management

#### ◆ **Automates Freight Bill Audit Process**

FreightAudit compares the carriers' actual invoices with pre-negotiated rates, anticipated costs generated at time of shipment, and discounts stored in the system. FreightAudit ensures that all tariffs, accessorial charges, and incentives are correctly applied. When bills fall within user-defined tolerances, FreightAudit automatically authorizes payment. When a bill falls outside those limits, the bill is flagged for review, rejected automatically, or short paid. The FreightAudit rating capabilities are so accurate that high volume shippers can use it to perform self-invoicing to further expedite the audit and payment process.

#### ◆ **Sophisticated Product Cost Allocation**

FreightAudit automatically allocates freight costs to order, product, product group, or business unit. FreightAudit enables partial or complete costs to be assigned to customers, products, or any other account automatically. This provides management with an accurate view of actual expenses for more precise cost analysis.

#### ◆ **Electronic Data Interchange (EDI) Compatibility**

FreightAudit receives freight bill data electronically from carriers via EDI (210). This eliminates manual data entry errors, expedites the freight bill audit process, and reduces billing cycle time.

#### ◆ **Analysis and Management Decision Support**

FreightAudit automates the aging and allocation of freight bills to financial accounts. Furthermore, the FreightAudit reporting tools provide details to quickly and easily file claims and resolve outstanding issues with carriers.

#### ◆ **Integrates with Accounting Systems**

FreightAudit can be directly interfaced to Accounts Payable systems, allowing unique accounting rules to be applied. All bill-related information automatically passes through to the Accounts Payable system for reconciliation and payment processing.

For more information regarding the FreightAudit module, please contact Varsity at 800.438.SHIP.