

Cost Reduction Executive Summary

Objective

The primary objective of this engagement is to identify and realize sustainable cost reduction opportunities across key business functions, with a focus on improving operational efficiency and maintaining quality of service.

Key Findings

- Opportunities identified to reduce operating expenses by 12% over the next fiscal year.
- Significant process inefficiencies observed in procurement, supply chain, and IT operations.
- Potential for greater leverage of automation and digital tools to streamline workflows.
- Supplier consolidation can improve terms and reduce redundancy.

Cost Reduction Initiatives

- Renegotiate supplier contracts to achieve targeted cost savings.
- Implement process automation in finance and HR functions.
- Consolidate non-core activities and consider shared services model.
- Reduce discretionary spending and implement stricter travel and expense policies.

Next Steps

- Develop detailed implementation roadmap and assign accountable owners.
- Monitor progress via monthly performance reviews and cost tracking.
- Communicate changes across the organization to ensure alignment and engagement.