Buy Here Pay Here (BHPH)

Lee Fitts AutoZone Kris DeWolfe ALLDATA 1-19-2015





Agenda

- Intro
- Recon
- Ordering
- Stocking & Shelving
- •New -vs- Aftermarket
- •ALLDATA



Introductions:



AutoZone:

Lee Fitts/ Business Development National Account Mgr.

ALLDATA:

Kris DeWolfe/ National Account Manager



BHPH Industry



AutoZone / ALLDATA has been researching the Buy Here Pay Here industry for several years. We want to provide some results of the studies done across US on Recon costs. We understand that if you have a service department, it is there primarily to support your investment!

Consumer Reports estimates that 35%, or as many as 79 million people in the United States had subprime or below credit in 2010.

BHPH -Recon



- Recon check list Follows your warranty
- Provide a warranty or services for your customers
- Purchase Order (PO)
- Have your parts supplier bundle all parts by job
 - > Put all jobs in totes with (PO) on front
- Verify all orders upon delivery

BHPH –Ordering



- Order parts online for Efficiency
- Purchase Order (Link to repair)
- Try to use a Primary Supplier
 - Delivery Time
 - Pricing
 - Warranty
 - > Returns
 - Cores
 - Billing

BHPH –Stocking



- Stocking
 - Limit backroom stock to fast moving items (Filters, Wiper) Blades, Light Bulbs, etc.)
- Shelving
 - Limit Special Orders to Less Than 30 Days on Hand
 - > Inventory EVERY 30 days and return unused parts

BHPH New –vs- Aftermarket



- Review new cost saving ideas for your 10 most popular vehicles
- Demonstrate ways to find this type of information for future requests
- Demonstrate the importance of sharing information

How do we efficiently and effectively find Dorman's cost saving repairs for AutoZone?



BHPH - DORMAN















- PT Cruiser
 - 905-201 Rear watts link / Bell Crank
 - 3 skus available





- PT Cruiser
 - **599-909 Totally Integrated Power Module**
 - 7 Skus Available Dodge, Chrysler and Jeep







- Ford Taurus
 - 586-005 Factory Radio Replacement
 - AUX jack, 4 skus available





- Ford Taurus
 - 924-250 Windshield Washer Hose
 - Cracks and dries out 2 skus GM and Ford







- Chevy Cobalt
 - 924-712 Shift Park Release link
 - Also fits HHR, 25 Shift release repairs







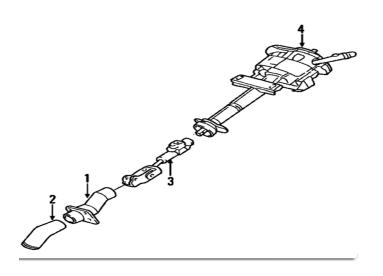
- Chevy Cobalt
 - 917-270 Camshaft Phaser
 - 917-216 VVT, Over 50 skus available total







- Chevy Impala
 - 425-158- Steering Shaft
 - Redesigned, over 40 skus







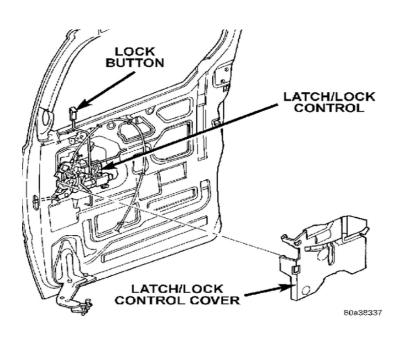
- Dodge Caravan
 - 924-513 Spare Tire Hoist Redesigned
 - 12 skus







- **Dodge Caravan**
 - 924–911 Sliding Door Roller
 - 14 Skus including Honda Odyssey







- Chevy Malibu
 - 13731- Key Fob 5 button with programmer
 - 13624 Key fob Case, over 100 skus available







- Chevy Malibu
 - 927-111 Sway Bar kit
 - Re-engineered, Complete kit. Over 90 skus







- Chevy Trailblazer
 - 600-115 4WD Axle Disconnect
 - Re-engineered to address failure mode synthetic grease







Chevy HHR

- 80369 Interior Door Handle replacement
- Over 3,000 handles, over 200 unique repairs







- Chevy HHR
 - 917-003 Oil Filter Cap, 17 skus





AutoZone



- National Account Pricing
- Electronic Ordering 2% Rebate
- Labor Claims Credited in 48 Hours
- Referral Program –Free Advertisement
- Grand Opening Support
- 100% Labor Guarantee

AutoZone



- **Dedicated Onsite Commercial Specialist**
 - Locations that exceed (\$40k/month)
 - Full Time Equivalent
 - Onsite during normal business hours
 - Manages parts sourcing, consignment, stocking programs, cores, deliveries, returns and provides support for your financial systems

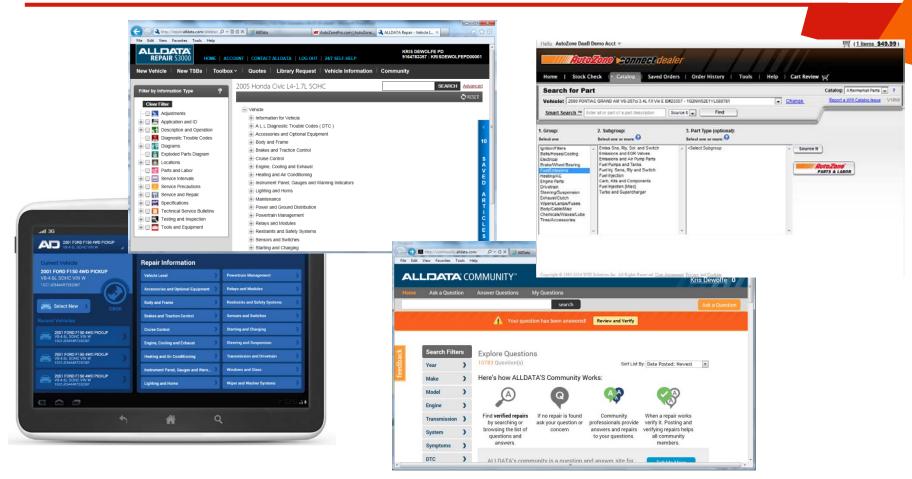
AutoZone and ALLDATA E-services



- AutoZone and ALLDATA Software Products provide todays Automotive professional the tools to address several of their basic business needs:
 - Recon Vehicles
 - Track Service and Costs
 - Increase Technician Efficiency
 - Improve Collision Operations





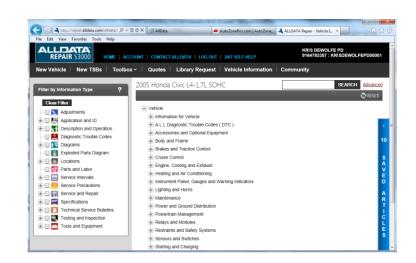


ALLDATA Mobile - ALLDATA Repair— ALLDATA Community



ALLDATA Repair:

- Recondition Used Cars
 - Control Cost
 - Better Estimates
- Decrease Service Cost
 - OEM information for "ALL Makes"
- Identify recon costs up front
- Liability Pass through





ALLDATA Mobile

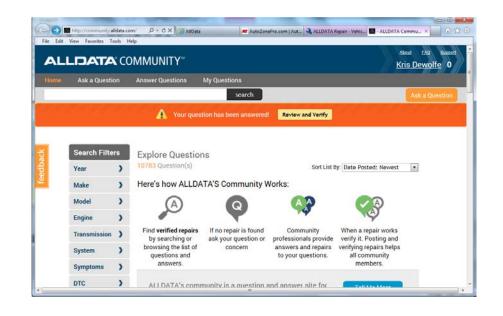
- Scan Trade Target vehicles for Engine Codes
 - Reduce recon cost
- Increase Service Revenue
 - OEM information for "ALL Makes"
- Improve Service Drive Efficiency
 - Move prelim diagnostics to service drive
- Improve Technician Efficiency
 - Move OFM data to the vehicle at the time of repair





ALLDATA Community

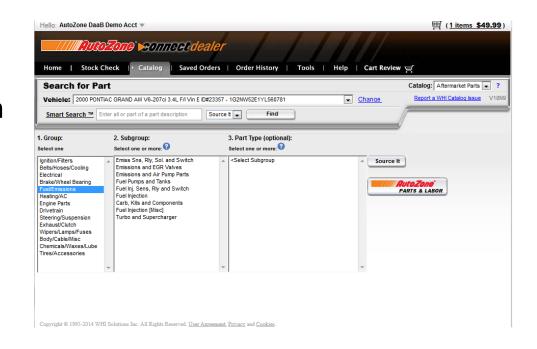
- Reduce diagnostic time
 - Get answers on tough repairs
- Get Expert Advice
 - ASE techs with access to **OEM** repair information
- Technician Hotline Service
 - Free with subscription to **ALLDATA Repair**



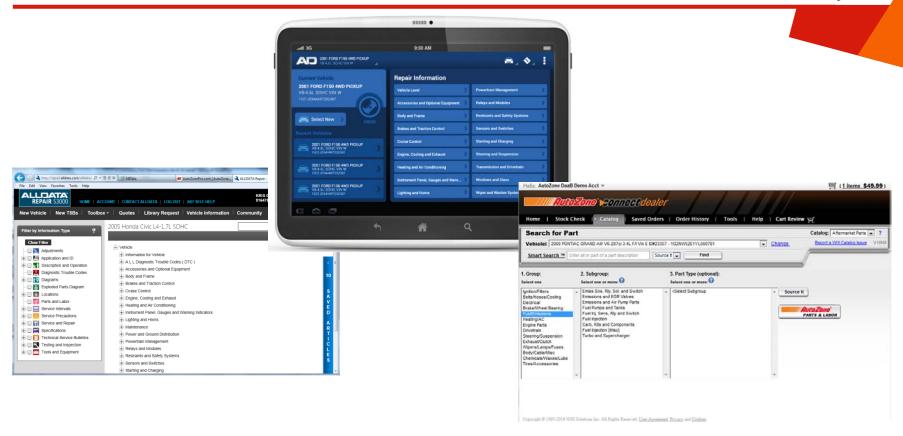


AutoZone DealerConnect

- Identify part costs up front
 - Create estimates with real parts costing
- Track repair history
 - Save written estimates
- Identify labor costs
 - OEM Labor data for mechanical repairs







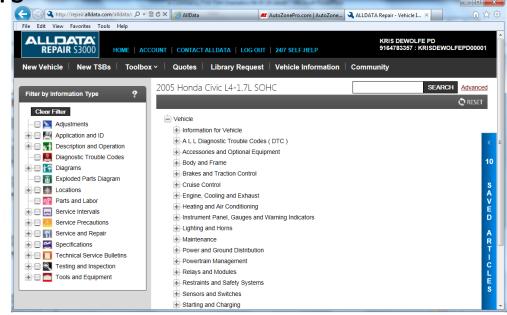
ALLDATA Repair ALLDATA Mobile AutoZoneDelaerConnect



ALLDATA Repair

Quote and Track repairs

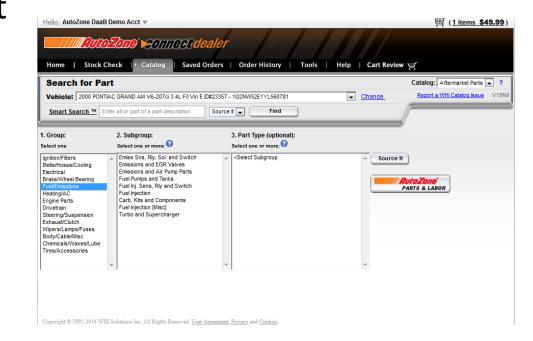
- Identify TSBs and Recalls for ALL Makes
- Identify factory Maintenance for all Makes
- Timing Belt Intervals





AutoZone Dealer Connect

- Real Time Aftermarket Parts availability and ordering
- OEM Parts and Labor Data
- Specifications
- Technical Service **Bulletins and Recalls**





ALLDATA Mobile

- Estimate repairs
- Diagnose engine codes for ALL Makes in the service drive or at auction









ALLDATA Community - ALLDATA Mobile - ALLDATA Repair



ALLDATA Community

- Fix Tough Repairs
 - Search community for answers
- Get Expert Advice
 - ASE techs with access to **OEM** repair information
- Technician Hotline Service
 - Free with subscription to **ALLDATA Repair**





ALLDATA Mobile

- Improve Technicians access to data
 - Provides access to information at the vehicle
- Increase diagnostic Capability
 - Use the mobile device for code pulls and resets and to determine severity of repairs needed

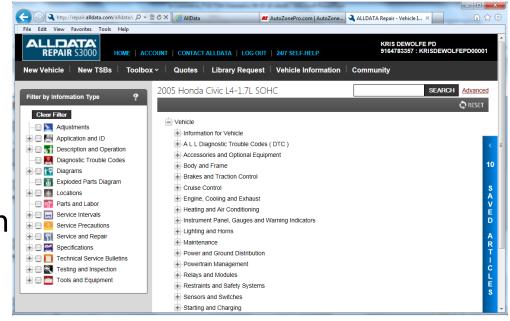


ALLDATA Community - ALLDATA Mobile - ALLDATA Training Garage



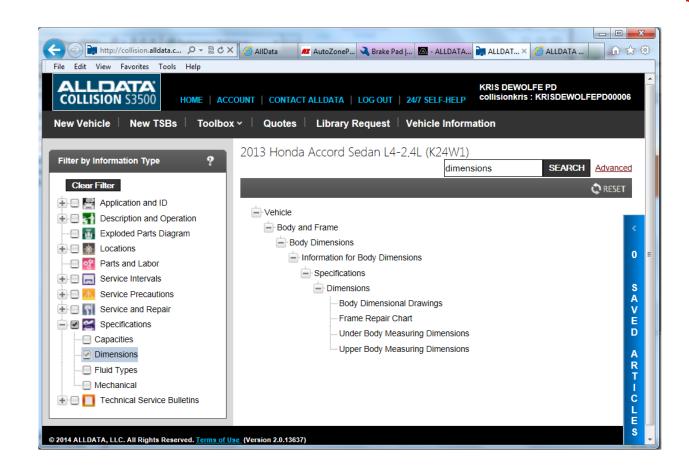
ALLDATA Repair

- Improve capability to service all makes
 - OFM data for all makes
- Reduce/Control **Reconditioning Costs**
 - OEM procedures and data
- Improve communication between acquisistion and service facility
 - Quote system allows for detailed estimates to be shared



Improve Collision Operations



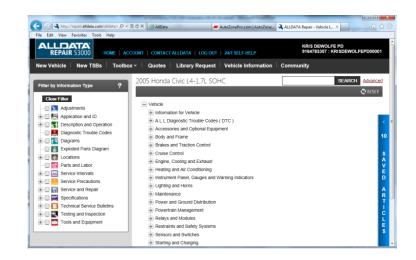


Improve Collision Operations



ALLDATA Collision:

- Recondition Used Cars
 - Control Cost
 - Better Estimates
 - Step by Step Information
- Service All Vehicles
 - OFM information for "ALL Makes"
- Liability Pass through





Thank you!

