WHAT'S CONTRIBUTING TO THE BROKEN FOODSERVICE SUPPLY CHAIN

RAW MATERIALS

- Consumer habits are changing & shifting demand.
- Storms across the country have destroyed crops, adding to shortages.

SUPPLIERS

- Due to material and production challenges, many manufacturers have either temporarily or permanently reduced their SKUs to allow them to focus on items with the greatest demand.
- Raw materials were not reordered (or were ordered in smaller quantities) by suppliers during shutdowns, adding to shortages our industry is experiencing today.

OVERSEAS TRANSPORT

- The cost to ship containers overseas has increased by 500%.
- Due to labor shortages and social distancing requirements, it now takes longer to offload each ship.

DISTRIBUTORS

- Labor shortages are affecting the supply chain from end to end.
- Demand and forecasting is in flux, making it extremely difficult for suppliers to produce goods.

CONSUMERS

- Consumers are challenged with getting what they want due to item unavailability, increasing cost, and inflation.

MORE JOBS THAN PEOPLE

- There were 8.4 million Americans unemployed in August and 10.4 million job openings.
- According to the ATA, the trucking industry is now short 80,000 drivers.

IMPORTANT TO NOTE:

- Labor shortages are affecting the supply chain from end to end.
- Demand and forecasting is in flux, making it extremely difficult for suppliers to produce goods.
- As Delta and MU COVID variants continue to emerge all over the world, concerns are once again affecting supply chain at every level.

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