

Tariff Mitigation

Tariffs are making a comeback, and they are hitting hard—nearly 40% of global operation leaders expect double-digit cost increases, and most companies are already reworking their financial forecasts to brace for the impact (Bain, 2025).

For Service Supply Chains, this means imported parts are getting pricier, margins are tightening, and strategies around inventory and network design are under pressure. Companies are moving fast: diversifying supplier bases, investing in technology, and building more agile, resilient operations to stay ahead.

HOW LEADING COMPANIES ARE RESPONDING

- **Diversifying Supply Chains:** Businesses are expanding their supplier base and locations to include multiple countries, reducing reliance on any single source and mitigating tariff risks.
- **Investing in Technology:** Firms are reallocating capital towards supply chain technologies to enhance visibility and responsiveness, allowing for more agile adjustments in sourcing and logistics (Bain, 2025).
- **Reassessing Financial Forecasts:** Approximately 80% of companies are revising their financial projections to account for the increased costs associated with tariffs, ensuring more accurate planning and budgeting (Bain, 2025).

HOW BAXTER PLANNING CAN HELP

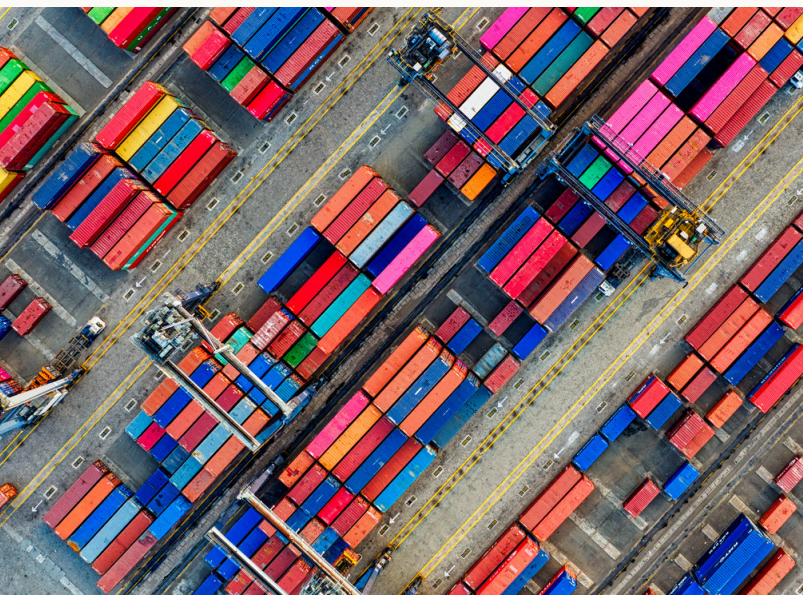
Our planning solution, BaxterProphet, combined with our expert SSC team through Planning as a Service can help you navigate tariff-related disruptions by running simulations, supporting the implementation of new network designs, balancing costs with service levels while ensuring governance to your business goals.

Our solutions provide:

- Decision support for sourcing and replenishing from other countries
- Analysis of using multiple suppliers
- An ability to dynamically change transportation paths
- Simulating different warehouse location placement
- Forecasting demand volumes into specific countries to understand tariff impact
- Modeling an individual part or parts with a different cost
- Network design optimization modeling

We make it easy to run simulations that show how different sourcing strategies or distribution center locations impact both cost and service levels. Whether you are looking to shift your supplier mix, evaluate new geographies, or simply improve forecasting under volatile conditions, we have the solutions and expertise to guide you through it with confidence.

If you are feeling the pressure from tariffs and want to stay in control—let's talk. Contact us today to get started on your tariff mitigation plan!



ABOUT BAXTER PLANNING

Baxter Planning is a global leader in Service Supply Chain software, delivering a Service Experience Advantage to the world's most innovative enterprises for over 30 years. The end-to-end BaxterPredict platform empowers organizations to optimize service parts planning, execution, and resolution, driving superior customer experiences, fostering long-term loyalty, and fueling business growth.

By combining purpose-built technology, award-winning AI, decades of practitioner expertise, and a commitment to true partnership, Baxter Planning consistently delivers industry-leading outcomes for its clients.

The company is headquartered in Austin, Texas, United States, with offices around the globe.

For more information, visit www.baxterplanning.com.