

LOGISTICS NETWORK UPDATE


IMPACTS OF COVID-19 ON WAREHOUSING & FULFILLMENT


FLEXE surveyed logistics providers across North America to see how COVID-19 has impacted business.

KEY TAKEAWAYS

- › eCommerce investments are a high priority for logistics providers
- › The ongoing competition for labor is the biggest impact of COVID-19
- › Capacity is tight, but underutilized
- › The impacts of COVID-19 will persist well into 2021

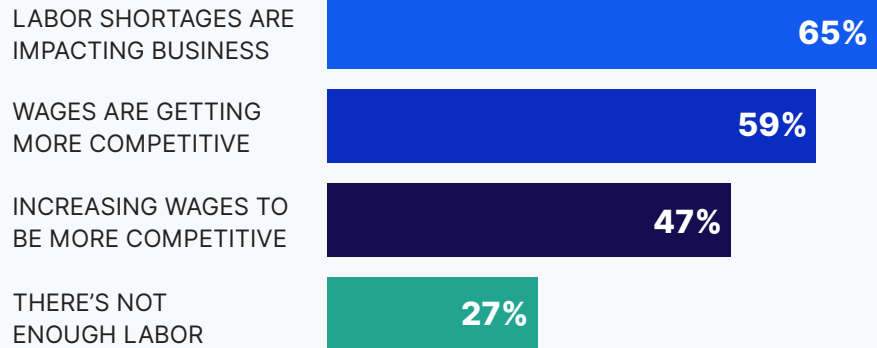
RESPONDENT OUTLOOK

53% 
ARE INVESTING IN ECOMMERCE FULFILLMENT CAPABILITIES

37% 
ARE UNSURE HOW LONG THE IMPACTS FROM COVID-19 WILL LAST

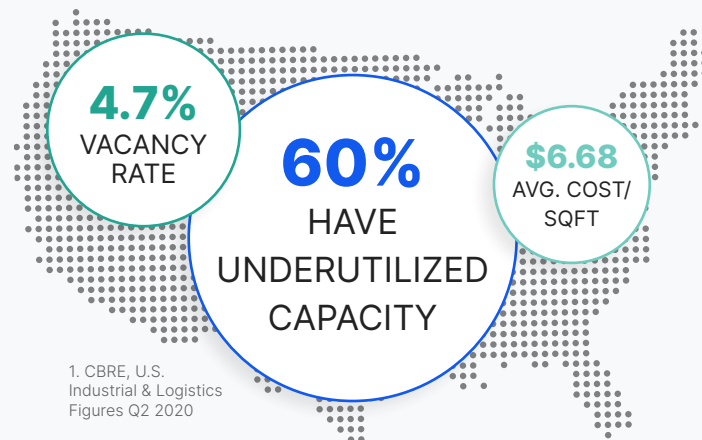
LABOR

Of all the disruption caused by COVID-19, reorganizing work schedules for social distancing was the #1 disruption, and the majority of respondents cited the labor market as a key challenge they are facing because of the pandemic.



CAPACITY & MARKET INSIGHTS

U.S. vacancy rates are a near-record low at 4.7% and distribution rent rates are at an all-time high at \$6.68¹. Yet, many survey respondents indicate that there is underutilized warehouse capacity in their networks.



Top FLEXE Markets	
1	Inland Empire, CA
2	Houston, TX
3	Philadelphia, PA
4	Chicago, IL
5	Atlanta, GA