CDN \$ 2013 @97.4¢ avg U.S.

SAVING CANADA One Copier at a Time Our final report for the Premiers of Canada

CDN \$ 2025 @67.8¢ U.S. Feb 2/2025

Part IV

Give everyone a



security print card for instant print release on any copier

Why rightsizing output fleets: "The hidden goldmine"
Will save Canada's provinces

\$ Billions \$

so everything else stays cheaper

And why
Sourcing from Canadian vendors motivated to
see their products last longer will keep
Our Canadian dollar stronger

Toss out 80% of



Those high impression cost desktop printers that no one can service

What follows is Part IV of a four-part brief on the elements internal and external to Canada that undermine our economy, our environment and the health of our workers.

CDN \$ 2025 @73.13¢ Jun 30/2025 Part IV "The Goldmine in the Hall" Saving 50% on print

All parts can be found online @ www.savinglivesandontariobillions.ca

But the US\$ was down 10.8% so in real terms we were at about 60¢

A REVIEW OF PART II

TO LEARN HOW ONE AMERICAN MANUFACTURER MARKETS PRINTERS WITH THE HELP OF \$ SPIFFS\$ I.E. SO THEY CAN'T BE FIXED

Example:

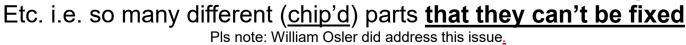




E.g. 5 hospitals with 1997 desktop printers and can you believe 463 different models (i.e. SKUs)



- 463 <u>different</u> toners (chip'd)
- 463 different imaging units (chip'd)



This is insanity

No one can repair 463 models – the parts supply would be staggering. It's Planned Obsolescence with an "IT" twist* – Replacement Incentives \$\$

Yes – Replacement Incentives i.e. "Spiffs" on this month's "specials" and Elevated prices and no spiffs on last month's printer "specials"

Premiers

Acc'd to Gartner Consulting "print" eats up to 3% of a corporation's budget – and costs can be cut in half – i.e. our provinces can save billions.

AND WHILE YOU'RE AT IT - CHECK OUT THE COST OF YOUR SUPPLIES

Because - some sell through two channels

E.g. here are **two identical printers** – marketed by same manufacturer through two different channels – with two <u>different sets of toner and toner costs</u>.



One for the copier guys

\$\$

One for the "IT" crowd \$\$\$\$\$\$

 \downarrow

Whose <u>focus is on service</u>
_can only buy this one (1 off) at \$509.00*

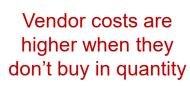
eso focus is the s

Whose <u>focus is the sale</u> (not service) can Only buy this one – it sells for about \$599.00

Our cost *About 30% less in quantity



Chip'd so it works with these supplies only





Chip'd so it works with these supplies only

And the supplies will cost* you



Model CS431.DN

But the supplies could cost* you



Mono toner	5.5K yield	88.00
Cyan toner	6.0K yield	144.00
Magenta toner	6.0K yield	144.00
Yellow toner	6.0K yield	<u>144.00</u>
*Existing 4 O/A		\$520.00
client's prices on this Lexmark model	Plus tax at	<u>67.00</u>
		\$587.00

Mono toner	6K yield	220.39
Cyan toner	6.7K yield	440.29
Magenta toner	6.7K yield	440.29
Yellow toner	6.7K yield	440.29
*Stanles price		\$1541.26
*Staples price supplies "VARs" a little less	Plus tax at	200.36
"VARs" a little less		¢17/1 62

These toners do not work in → this machine ← but these toners work in the other

So – better check – there are Billions to be saved!

AND NOW PART IV

ENTER GARTNER WITH A 50% SAVING PROMISE IN 2001



Add a few more A4* copiers, pay by the print, give out instant release cards (for confidentially) – and toss out most of those damn expensive personal printers.

*A4" - legal/letter

Gartner's 2001 promise

Decision Framework, DF-13-2054 J. Lundy Research Note 19 March 2001

Rightsizing Output Fleets: The Hidden Gold Mine

Copiers, printers, faxes and scanners have never been an enterprise's top priority, but the costs to maintain separate fleets of output equipment are staggering, as are the savings incurred by rightsizing and services procurement.

Gartner's' promise
A 50% saving on 1-3% of a corporation's total expenditures
E.g. the Ont. Gov't could save
\$1-3 billion /yr.

Gartner's 2003 promise

Tactical Guidelines, TG-20-5075 K. Weilerstein Research Note 19 August 2003

Printer and Copier Fleets - The Gold Mine in the Hallway

Many enterprises are finding one of the most-promising savings opportunities right in their own offices. By actively managing their printer, copier and fax fleets, they can reduce their operating costs and boost profits

4 Office Published Proofs*

The City of Ottawa*
The Ottawa Carleton DSB
Sheridan College
The LCBO – and more

10 Years and no problems



Yes, even the LCBO* published "reduced energy consumption by 58% and costs by 40%" with 4 Office's solution,

*Liquor Control Board of Ontario

But sadly, they were told to buy Ricoh By the Minister Premier Ford fired







OK - SO HOW DID THE <u>CITY OF OTTAWA DO IT I.E. SAVE 50% ON PRINT?</u> ANSWER - THEY CALLED IN THE CONSULTANTS



The Solution is called "Managed Print" where you

A. Give everyone a security print card – that releases their print job instantly on any low cost per print copier on the network – on any copier!

I.e. Pay by the print vs for all those crazy supplies



B. Toss out 80% of those high impression cost desktop printers – I.e. the low volume ones needed for "confidentiality" reasons that no one can fix – given the number of different models.

Save 50% Yrs 1-5

And lastly – so no one walks too far



C. Add a few more low impression cost A4 (legal/letter) copiers, and save up to 50% - i.e. 50% of up to 3% of a corporation's total budget*

*Gartner Consulting

*Gartner Consulting

Yrs 6-10

It's called "Managed Print"

And we saved Ottawa 50% years 1-5 – when they paid by the print.

3 billion potential per year for Ontario

And we save them even more in years 6-10 when they renewed with great service

3 billion potential per year for Ontario

Mayor Watson's comments back then:

"This is another great example of how the <u>City</u> is using technology to be more efficient"

I Office PS - And the ones they bought - they did stay in 10 years

SO YES – THE CITY OF OTTAWA TOSSED OUT OVER 2000 PRINTERS

BEFORE 2011

MOVING AHEAD - 2024 They had over 2500 printers Today they have only 286 printers

and replaced about 20-30 monthly Down from first cut at 511

I.e. a 3.5:1 employee to device ratio I.e. a 11:1 employee to device ratio

BEFORE UNMANAGED PRINT ENVIRONMENT				
DISCRIPTION	NO. OF DEVICES	STATUS		
Photo Copiers - User Interface - Features - Networked - Drivers	341	Multi-Brand/ Multiple Models Multiple User Interfaces Limited Feature Set Less than 5% Multiple Drivers		
City-Owned Print Devices - Networked - Local	2,519	Multiple Models 55% 45%		
Stand-Alone Fax Machines				
Supplies		>100 SKU's		
Enterprise Print Management Software		None		
Contact & Vendors		Multiple		
Employee to Device Ratio		3.5 to 1		
TOTAL DEVICES	3,170			

AFTER FULLY MANAGED PRINT ENVIRONMENT				
DISCRIPTION	NO. OF DEVICES	STATUS		
Multifunctionals - User Interface - Features - Networked - Drivers	716	Five Models of Kyocera MFDs Common User Interfaces Full Solution Feature Set 100% Single Driver		
City-Owned Print Devices - Networked - Local	511	Six HP Models 99% 1%		
Stand-Alone Fax Machines	None			
Supplies		Twelve SKU's		
Enterprise Print Management Software		Pcounter for Windows		
Contact & Vendors		4 Office Automation Limited		
Employee to Device Ratio		9 to 1		
TOTAL DEVICES	1,227			

Yes The City of Ottawa kept their copiers 10 years 5+2+1+1+1

And they **Published Savings 50%** yrs. 1-5

Oh, and yes The Ottawa Carleton DSB Also kept their copiers 10 years 5+2+2+1



And saved <u>30% 40% 50% more</u> in years 6-10 and our Canadian dollar got a break Which helped keep our \$ Cdn dollar strong



PREMIERS AND DIRECTORS

Managed Print takes a bit of work but can cut "print" costs in half

*Estimated at 3% of a corporation's total costs – Gartner Consulting

Buying from Canadians, can save us even more as the only way a Canadian (i.e. the honest ones) can make a buck selling copiers into our public sectors.

Is to get you to renew so we all win.

At 4 Office we started in 1979 – 1 sales – 1 service and we grew our copier company across Canada all the way to Vancouver – but sadly... could never break into our public sectors dominated by manufacturers.

Free trade decimated Canada's branch plant industries so we downsized to Ontario and gambled that we could win by leasing at cost and make our profits on renewals – and it worked – and we became our province's #1 supplier of copiers. #1 that was until a new group of marketers took to bribing public buyers \$\frac{1}{2} \text{ In the millions today \$\frac{1}{2}}\$

Suffice to say, as you've learned in Part I, we are all sitting on an age-related time bomb now that some of the key elements that shorten our lives are being removed from the grid, our roads and most importantly our offices and classrooms. This said, we will never be able to pay for an aging population unless the basics of honesty and sustainability get a higher emphasis in our public sectors.

Premier Carney is on the right track with his message re "Buy Canadian" but as important as this is – buying products that come from away from Canadian vendors (who are motivated to see they last longer) is even more important if we are to ever see our dollar recover so that things get cheaper for everyone.

So please put a higher "weighting" on Sustainability proofs and cost and let's make it clear to all buyers copiers will last 10 years is sourced from motivated Canadian vendor with proofs.

Bill Norgate CEO, 4 Office Automation Ltd.