DiMino: Lesco must improve sales and distribution

By ANDREW OVERBECK

CLEVELAND — Four months after joining the company as chief operating officer, Michael DiMino has taken over the top spot as CEO of Lesco (GCN May 2002). In that short time, DiMino has grasped the major challenges facing the beleaguered fertilizer manufacturer, supplier and distributor and has implemented a multi-step plan to bring the $500 million company back into the black. At press time, Lesco’s stock had risen 25.7 percent from $8.75 to $11.00.

DiMino’s strategy is simple: leverage the huge amount of capital that Lesco has invested in manufacturing facilities by improving the company’s selling and distribution capabilities.

“The bottom line is almost anyone can get a lot of our molecules from almost anyone,” DiMino said. “So it really comes down to technical expertise and delivery.”

With that in mind, DiMino and his team are revamping the company’s distribution, sales force and point of sale system.

HUB-AND-SPOKE DISTRIBUTION

In a move to beat local and regional distributors and formulators, DiMino said the company will dismantle part of its existing distribution network in favor of a hub-and spoke system over the next 18 to 24 months.

“We have a national presence, but we are getting hammered by these little guys and we have to be able to deal with them,” he said.

“Instead of making product at the factory and then storing it nearby and shipping it out when we need to, we are going to eliminate that step and bring inventory closer to the market.”

Of the company’s 16 distribution facilities, 10 to 12 will be relocated. In addition to improving customer service and product availability, DiMino expects the cycling of inventory to technical expertise and delivery.

Bayer AG one step closer to Aventis buyout

By ANDREW OVERBECK

BERLIN — After getting the go-ahead from European Union (E.U.) antitrust officials for its purchase of Aventis CropScience in mid-April, Bayer AG is now waiting for approval from the U.S. Federal Trade Commission (FTC) for final clearance on the buyout. According to Bayer spokesman Guenter Forneck, a decision by the FTC was expected sometime in May. At press time, further information was not available.

As part of its approval of the proposed 7.3 billion euro ($6.4 billion) purchase of Aventis CropScience, the E.U. is forcing Bayer to divest several insecticides. According to Bayer, the divestiture of fipronil, ethoprole and acetamiprid (a new neonicotinoid) will lead to 600 million euros ($522 million)

Continued on page 27

BRIEFS

DOW PROMOTES PRETZER

INDIANAPOLIS — Fred Pretzer, a senior sales specialist for Textron Golf, Turf and Specialty Products, has been appointed president of the turf and ornamental sales manager. In his new capacity, Pretzer will be responsible for all turf and lawn care-related activities at all company facilities. He will be heading up an effort to revamp the company’s distribution, sales force and point of sale system.

RESEARCH TRIANGLE PARK, N.C. — BASF has appointed Bob York as senior sales specialist for the turf and ornamental group based here. York will be responsible for all sales-related activities in northern New Jersey, New York, Connecticut, Rhode Island, Massachusetts, Vermont, New Hampshire and Maine. York has more than 12 years of experience in the turf products industry including stints with Syngenta and ProSource One.

TGT&SP NAMES VICKERS

CHARLOTTE, N.C. — Michael Vickers has been appointed president of engineering—turf products, for Textron Golf, Turf and Specialty Products. In his new capacity, Vickers will be responsible for all turf and lawn care product engineering at all company facilities. He will be heading an effort to implement common platforms, common parts and supplier relationships and coordinated engineering product management for all products.

TURF-SEED LAUNCHES NEW SITE

HUBBARD, Ore. — Turf-Seed Inc., has launched a new business-to-business Web site dedicated to selling turf and forage seed products direct to distributors and commercial end users. The site, www.turfsource.com, offers a varied selection of products that are accompanied by the “Report of Seed Analysis.”

FMC reorganizes specialty business

PHILADELPHIA — FMC Corp. has reorganized its specialty products business in order to prepare for growth over the next two years. The specialty products business, maker of Tabstar, has joined efforts with FMC’s agricultural products group to strengthen customer satisfaction and unify the company’s branding.

Under the reorganization, Laurie Tieckelmann will oversee combined customer service functions for the two business units as customer service manager. In addition, Maureen Thompson has been named turf and ornamental sales manager and Kim Watson has been appointed global development manager.

“The changes we have made in our staffing structure will enable us to unlock the synergies among various FMC businesses,” said Don Claus, director of FMC’s specialty products business.