

Analyzing Multi-Stage Systems

- Process Flow Diagram
- Identify Bottlenecks
- 3. Generate Alternatives
- 4. Evaluate Alternatives

System Design Parameters



System Performance Measures



Cash Flows



NPV

Predictable Variability Unpredictable Variability



Inventory Buildup Diagrams
Queueing Theory

Wrap Up

- Determining Bottlenecks may be deceiving (NCC Dumpers)
- Find Cost Drivers
 - (MD Salaries, Trucks)
- Bang For Buck (Start early, schedule Trucks)
 - NP or Truck Schedules, Start Early
- Variability costs Money
 - Smooth Arrivals & Production