

San Aziz 2018-12-18 MÄLARDALEN UNIVERSITY SWEDEN



- The need for layout planning.
- Reasons for redesign a layout.
- Types of layouts.
- Types of pocesses.



What is layout?



Layout is about facilities planning.



Layout is about facilities planning, for example:

- Departments.
- Equipment.
- Movement of materials, through the production system.
- Movement of matrials, through the assembly system.
- Movement of materials, through the logistic system.



The need for layout planning

The need for layout planning

The need for layout planning arises when:

- Designing new facilities.
- Redesigning existing facilities.



Reasons for redesign a layout

Reasons for redesign a layout

Reasons for redesign a layout arise when:

- **1**. Inefficient operations, for example bottlenecks.
- 2. Safety problems.
- 3. Design changes, of products or services.
- 4. Introduction of new products or services.



Reasons for redesign a layout arise when:

- 5. Changes in volume.
- 6. Change in methods or equipment.
- 7. Change in legal requirements.
- 8. Morale problem, for example lack of face to face contact.



Types of layouts



- Fixed position layout.
- Process oriented layout.
- Product oriented layout.
- Continuous flow layout.
- Hybrid layout.
- Warehouse layout.
- Service layout.



Fixed position layout

- Extremely low volumes.
- One of a kind.
- For example build a bridge or an airplane.
- We need this layout when we have a project.

Fixed position layout when we have a Project.



• Fixed position layout







Process oriented layout

- Low volumes.
- "Made to customer" products.
- We use this layout when we have a job process.
- Job process is a process with flexibility to produce variety products.

Process oriented layout when we have a Job process.



A plock is a department.

Process oriented layout



It is a plock plan. It is not like a line process, therefore we use this layout to produce variety products. We can start in which department we want, depending on the type of product.



Product oriented layout

- Low to higher volumes.
- For example books.
- We use this layout when we have a batch process and line process.
- Line process is a process with connected line with highly repetitive work. Batch process has disconnected line with highly repetitive work.

Product oriented layout when we have a **Batch process** or **Line process**.



Product oriented layout



It is a line.



Hybrid layout

- Combination of product oriented layout and process oriented layout.
- **Example:** Manufacturing of a new product
 - We use Process oriented layout for manufacturing of all parts that the product consist of, and we use Product oriented layout for the assembly line.





Continuous flow layout

- High volumes.
- Standard products.
- For example paper.
- We use this layout when we have a continuous process.
- Continuous process is a process with continuous flow.

Continuous flow layout when we have a Continuous process.



Warehouse layout





IKEA



What type of layout shall we use?



Layout requirements are depending on the type of process.

What type of layout shall we use?

- **Types of process:**
- Job process.
- Batch process.
- Line process.
- Continuous process.



What type of process shall we use?



We can use a tool called **Product-Process Matrix**, to choose a right process.







Designing process oriented layout



Designing process oriented layout

Steps to follow for designing a process oriented layout

1. Gather information about:

- a) Space requirements of each derpartment.
- b) Available space in the facility.
- c) Closeness factor (which departments need to be located next to each other).
- **2. Develop proposed block plan** (allocate space and indicate placement of each department).
- **3.** Compare the old plock plan with the proposed block plan using load-distance method and make choice.



Example 1: Designing process oriented layout

Designing process oriented layout

Example 1: Designing process oriented layout

San machining is a machine shop that produces a variety of small metal products. Design a block plan for San machining. Current block plan is below, 6 different departments. Departments 3 and 4 can not be moved because of constraints in the building design. The goal is to minimize materials handling cost.



Designing process oriented layout

Example 1: Designing process oriented layout

1. We start by gathering information about:

a) Space requirements of each department.

Department	Area needed m ²
1. Burr and grind	100
2. NC equipment	95
3. Shipping and receiving	75
4. Lathes and drills	120
5. Tool crib	80
6. Inspection	70
TOTAL:	540

Example 1: Designing process oriented layout

1. We start by gathering information about:

b) Available space in the facility.



Designing process oriented layout

Example 1: Designing process oriented layout

1. We start by gathering information about:

c) Closeness factor (which departments need to be located next to each other). Below is the trip matrix which gives number of trips between departments.

	7	P	5.500000			
Department	1	2	3	4	5	6
1. Burr and grind	-	20		20		80
2. NC equipment		-	10		75	
3 Shipping and receiving			-	15		90
4 Lathes and drills				-	70	
5 Tool crib					-	
6 Inspection						-

Trips between departments

Designing process oriented layout

Example 1: Designing process oriented layout

2. Develop proposed block plan (allocate space and indicate placement of each department).

Use trail and error. A good place to start is with the largest closeness in the trip matrix and working down the list, because the goal is to minimize materials handling cost. We start with 3 and 6.

- Departments 3 and 6 close together
- Departments 1 and 6 close together
- Departments 2 and 5 close together
- Departments 4 and 5 close together

		P		· · · · ·		
Department	1	2	3	4	5	6
1. Burr and grind	-	20		20		80
2. NC equipment		-	10		75	
3 Shipping and receiving			-	15		90
4 Lathes and drills				-	70	
5 Tool crib					-	
6 Inspection						-

Trips between departments

Departments 3 and 4 can not be moved because of constraints in the building design.

Example 1: Designing process oriented layout

2. Develop proposed block plan (allocate space and indicate placement of each department).

- Departments 3 and 6 close together.
- Departments 1 and 6 close together.
- Departments 2 and 5 close together.
- Departments 4 and 5 close together.

Departments 3 and 4 can not be moved because of constraints in the building design.



Example 1: Designing process oriented layout

3. Compare the old plock plan with the proposed block plan using load-distance method and make choice.







- Steps to follow for designen product oriented layout
 - 1. Construct a precedence diagram (A precedence diagram shows which work elements we need to perform first, before we can start with the next work element).
 - 2. Calculate the cycle time for the line.
 - 3. Calculate the theoretical minimum number of workstations that the line consist of.
 - 4. Calculate the efficiency of the line.



Example 2: Designing product oriented layout

Example 2: Designing product oriented layout

Green Grass is a manufacturer of lawn and garden equipment. The company is designing an assembly line to produce a new fertilizer spreader, the Big Broadcaster.

a) Using the following information and construct a precedence diagram for the Big Broadcaster.

Work Element	Description	Time (sec)	Immediate Predecessor(s)
Α	Bolt leg frame to hopper	40	None
В	Insert impeller shaft	30	Α
С	Attach axle	50	Α
D	Attach agitator	40	В
E	Attach drive wheel	6	В
F	Attach free wheel	25	С
G	Mount lower post	15	С
н	Attach controls	20	D, E
1	Mount nameplate	18	F, G
		Total 244	

Example 2: Designing product oriented layout

a) Using the following information on the production process, construct a precedence diagram for the Big Broadcaster.

A precedence diagram shows which work elements that must be performed before the next can begin

Work Element	Description	Time (sec)	Immediate Predecessor(s)
Α	Bolt leg frame to hopper	40	None
В	Insert impeller shaft	30	Α
С	Attach axle	50	Α
D	Attach agitator	40	В
Е	Attach drive wheel	6	В
F	Attach free wheel	25	С
G	Mount lower post	15	С
Н	Attach controls	20	D, E
I	Mount nameplate	18	F, G
		Total 244	



Example 2: Designing product oriented layout

The plant manager just received the marketing's latest forecasts of Big Broadcaster sales for the next year. She wants its production line to be designed to make 2,400 spreaders per week for at least the next 3 months. The plant will operate 40 hours per week.

- **b)** What should be the line's cycle time?
- c) Calculate the theoretical minimum number of stations that the line consist of.
- d) What would be the line's efficiency?

Example 2: Designing product oriented layout

b) Calculate the cycle time for the line.

$$\mathbf{c} = \frac{1}{r} \qquad \mathbf{r} = \text{desired output rate in units per hour} \\ \mathbf{c} = \text{cycle time in hour per unit}$$

Convert the output 2,400 units per week to output per hour, by dividing the weekly output by 40 hours.

$$\mathbf{r} = \frac{2400}{40} = 60 \text{ unit per hour}$$
$$\mathbf{c} = \frac{1}{r} = \frac{1}{60} \text{ hour per unit} = 1 \text{ minute/unit} = 60 \text{ seconds/unit}$$

Example 2: Designing product oriented layout

c) Calculate the theoretical minimum number of workstations that the line consist of.

 Σt = the sum of the time for all work elements.

TM = $\frac{1}{C}$ **c** = cycle time

TM = Theoretical minimum number of workstations

TM =
$$\frac{\Sigma t}{c} = \frac{244 \text{ seconds}}{60 \text{ seconds}}$$

Work Time Immediate Description Element (sec) Predecessor(s) Α Bolt leg frame to hopper 40 None В Insert impeller shaft 30 Α С Attach axle 50 Α D Attach agitator 40 В Ε Attach drive wheel 6 В F Attach free wheel 25 С G Mount lower post С 15 н Attach controls 20 D.E F, G Т Mount nameplate 18 Total 244

= 4.067 or 5 stations

Example 2: Designing product oriented layout

d) What would be the line's efficiency?

Efficiency =
$$\frac{\Sigma t}{DC}$$
 (100)
n = number of stations
c = cycle time
 Σt = the sum of the time for all work elements

Efficiency =
$$\frac{\Sigma t}{nc}(100) = \frac{244}{5(60)} = 81.3\%$$





Example 3: Designing warehouse layout

• Example 3: Designing warehouse layout

Design a new layout for the following company. All information needed is below.

	Department	Trips to and from	entrance Blocks needed for each department	r
	1. Toasters	280	1	
	2. Air conditioner	rs 160	2	
	3. Microwaves	360	1	
	4. Stereos	375	3	(
5. TVs		800	4	
	6. Radios	150	1	
	7. Computers	100	2	
ntrance		Ai	sles	-

Information about all departments

> Building design

• Example 3: Designing warehouse layout

We start by calculating ratio for each department.

Department	Trips to and from entrance	Blocks needed for each department	Ratio = trips to and from entrance/blocks needed for each department
1. Toasters	280	1	280
2. Air conditioners	160	2	80
3. Microwaves	360	1	360
4. Stereos	375	3	125
5. TVs	800	4	200
6. Radios	150	1	150
7. Computers	100	2	50

• Example 3: Designing warehouse layout

The next step is to rank all department, from the highest ratio and down.

Department	Trips to and from entrance	Blocks needed for each department	Ratio = trips to and from entrance/blocks needed for each department	Rank
1. Toasters	280	1	280	2
2. Air conditioners	160	2	80	6
3. Microwaves	360	1	360	1
4. Stereos	375	3	125	5
5. TVs	800	4	200	3
6. Radios	150	1	150	4
7. Computers	100	2	50	7

The microwaves has the highest ratio and therefore ranks first.

• Example 3: Designing warehouse layout

The next step is to place departments into building, based on the ratio. Highest ratio will be close to the entrance.

Department	Trij	os to and fro	m entrance	Blocks need each depart	ed for ment	Ratio = trips to and from entrance/blocks needed for each department			Rank	
1. Toasters	280)		1		280				2
2. Air conditioners	160)		2		80				6
3. Microwaves	360)		1		360				1
4. Stereos	375	5		3		125				5
5. TV s	800	300 4		4		200			3	
6. Radios	150	150		1		150				4
7. Computers	100)		2 50		50				7
		3	5	5		6	4	2	7	7
Entrance	;	Aisles								
		1	5	5		4	4	2	7	7



Layout constraints



Even if we have a perfect layout, there are some constraints to have in mind.



- Human factors.
- Equipment limitations.
- Space limitations.



• **CHAPTER 2:** PROCESS STRATEGY AND ANALYSIS