

UNIVERSITI TEKNIKAL MALAYSIA MELAKA

FLOW PROCESS IMPROVEMENT THROUGH SIMULATION IN ELECTRICAL PART MANUFACTURING

This report submitted in accordance with requirement of the Universiti Teknikal Malaysia Melaka (UTeM) for the Bachelor Degree of Manufacturing Engineering (Manufacturing Management) (Hons.)

by

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FACULTY OF MANUFACTURING ENGINEERING 2013





UNIVERSITI TEKNIKAL MALAYSIA MELAKA

BORANG PENGESAHAN STATUS LAPORAN PROJEK SARJANA MUDA

TAJUK: FLOW PROCESS IMPROVEMENT THROUGH SIMULATION IN ELECTRICAL PART MANUFACTURING

SESI PENGAJIAN: 2012/13 SEMESTER 2

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APPROVAL

This report is submitted to the Faculty of Manufacturing Engineering of UTeM as a partial fulfillment of the requirements for the degree of Bachelor of Manufacturing Engineering (Manufacturing Management) (Hons.). The member of the supervisory is as follow:

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ABSTRAK

Kajian ini merupakan penilaian prestasi produktiviti industri pembuatan yang menghasilkan bahagian-bahagian elektrik. Penilaian menggunakan teknik simulasi. Objektif kajian ini selain daripada penilaian prestasi sistem semasa, juga akan mencadangkan beberapa peningkatan produktiviti. Simulasi membantu dalam memberi gambaran tentang bagaimana yang baik adalah kerja-kerja sistem sebenar. Ia juga menunjukkan pengukuran prestasi sistem dan keadaan sistem sebenar dalam industri. Terdapat banyak produk di kilang ini. Sistem pengeluaran mengikuti pekerjaan model kedai, di mana pengeluaran bermula apabila terdapat suatu perintah daripada pelanggan. Susun atur pengeluaran berikut susun atur proses, di mana mesin mengatur dalam proses. Oleh kerana banyak produk, projek ini telah memberi tumpuan pada bahagian elektrik produk Panjang Lampu Lurus sahaja. Lain-lain produk berasaskan sebahagian daripada syarikat itu tidak akan dibincangkan dalam laporan ini. Dari simulasi yang dijalankan, ia telah dikenal pasti keadaan kesesakan dalam sistem pengeluaran bahagian elektrik semasa. Untuk memperbaiki keadaan ini, beberapa penyelesaian alternatif telah dicadangkan. Tiga penyelesaian alternatif telah dicadangkan. Alternatif ini adalah: 1) Mengurangkan saiz kumpulan, 2) Menambah satu Mesin Kimpalan; 3) Gabungan meminimumkan kumpulan dan menambah satu mesin kimpalan. Antara alternatif, gabungan mengurangkan saiz kumpulan dan menambah satu mesin kimpalan model telah dipilih kerana dapat mengurangkan masa pemprosesan dan masa menunggu.

ABSTRACT

This study is an evaluation of productivity performance of manufacturing industry which produces electrical parts. The evaluation uses simulation techniques. The objectives of this study other than evaluation of current systems performance, also would proposed some productivity improvement. Simulation helps in giving the overview about how good is the real system works. It also shows the measurement of the system performance and condition of the real system in the industry. There are many products in this factory. The production systems follow job shop modeling, where the production starts when there is an order from the customer. The layout of production follows process layout, where the machine arrange in process. Due to many products, this project was focusing on electrical part of Straight Lighting Long product only. Others part based product of the company will not be discussed in the report. From the simulation conducted, it was identified a bottleneck situation in the current production system of electrical part. To improve the situation, some alternatives solution has been proposed. Three alternatives solution has been proposed. These alternatives are: 1) Minimizing batch size; 2) Adding one Welding Machine; 3) A combination of Minimizing batch and adding one welding machine. Among the alternatives, combination of minimizing batch size and adding one welding machine model was selected due to reduce processing time and waiting time.



DEDICATION

To my beloved parents

I dedicate this technical report to my parents. Without their patience, understanding, support, and most of all love, the completion of this work would not have been possible.

To my faculty supervisor for his guidance throughout the project



ACKNOWLEDGEMENT

I would like to thank my faculty supervisor Prof. Dr. Adi Saptari for his guidance throughout the project and his willingness to spend his time to discuss with me about the project. I also would like to thank my parents for supporting me mentally and physically.



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LIST OF ABBREVIATIONS, SYMBOLS AND NOMENCLATURE

FIFO	-	first-in-first-out
LIFO	-	last-in-first-out
SPT	-	shortest processing time
LPT	-	longest processing time
JIT	-	just-in-time
WIP	-	work-in-process
JBSB	-	Jati Beringin Sdn. Bhd.



CHAPTER 1 INTRODUCTION

This chapter presents the background of study, problem statements, objectives, and scope and limitation of study. In addition, the significance of study and the report outlines are also provided in this chapter.

1.1 Background of Study

Productivity is the entire measurement of ability for production of a good or service. In other definitions, productivity is the measurement of specified resources which had been managed to achieve the goals of quality and quantity on its time (Gough *et al.*, 2006). Definition of productivity is also known as an index that shows the measurement of the output (goods and services) relative to the input (labor, materials, energy, etc., used to produce the output) (Gough *et al.*, 2006). Besides that, productivity also can be expressed as the ratio of outputs (good and services) divides by the input (resources, such as labor and capital) (Stevenson *et al.*, 2007).

$$Productivity = \frac{Output}{Input}$$

There are three element that should be consider for enhance the productivity which are physical capital, human capital and technology. The resources that can be made by human are known as physical while the human that have abilities and skills known as human capital. Technology is means as the technical that involve in production of goods and services. It can be simplified as the improvement of productivity will be increase due to the increasing of these three elements.

Flow process improvement is necessary for the production of industry in order to enhance the productivity of the product. The process should be continuous improve to increase the effectiveness and efficiency of the process in the production in term of human and machine. Reduction of variation process and elimination of non value added activities are the steps that can be taken by industry in order to enhance the improvement of the process flow. Therefore, the productivity of industry can be increase where the process flows on the production run without produce any kind of waste and unnecessary process.

To improve the flow process, the simulation can be used as a tool to enhance the productivity in industry. By using simulation, the industry can evaluate behaviour of a manufacturing process with different of situation to identify better flow process. Simulation can increase the understanding of the system operates and minimizing the waste that associated by experimenting on the actual system. For example of the application of manufacturing simulation are implementing new manufacturing concept, improving existing process production scheduling and improving resources utilization(George *et al.*, 1999).

Simulation is the imitation of the operation of a real-world process or system over time (Banks *et al.*, 2010). According to Mike Peterman (2000), process simulation has become a particular important tool where they can eliminate non value adding steps from the processes and enhance the efficiency of human and equipment. Many of the manufacturing industry used simulation as represent the dynamic manufacturing process in the computer model graphically and simulate the data collected from the real process to the model. Simulation also allows the industry to predict and forecast their production then test it with various parameters.



This study is about to develop the simulation model that analyzes the real process for identify production bottleneck and determine where the productivity improvement can be made in the process flow in electrical part manufacturing. Simulation also allows various scenarios to be tested without involving large investment on setting up the line or disrupting the production. The method to collect the data is take the data that recorded in industry that related to the process flow such as machine breakdown, tools availability, machine changeover etc.

1.2 Problem Statement

This study will be conducted at manufacturing industry which produces electric supporting parts. From preliminary observations, the industry wants to improve their productivity by eliminating the problem that affect the production performance. The flow process issues can be divided into several problems as summarized as follow:

- a) The electrical part had to wait in the buffer until they are processed. It always happened in assembly area. It enhances the rate of inventory in the production.
- b) The production need to improve their cycle time of product in order to increase the productivity of company since there are various products is produced by the company.
- c) The worker available is not enough in the welding area. This cause of the bottleneck during the various productions.



1.3 Objectives

This study embarks the following objectives:

- a) To investigate the problems those occur on the current process flow of production area.
- b) To improve process flow of manufacturing production by constructing various alternative scenarios of flow process.
- c) To propose alternative solution for production to reduce queuing and bottleneck problem.

1.4 Scope and Limitation of Study

This study focuses on flow process improvement through the simulation in electrical part manufacturing. WITNESS simulation software is used as the student tool in this study. This study is conducted at Jati Beringin Sdn. Bhd. which had been selected as the manufacturing industries for getting all the data and information for this study. Moreover, the implementation of suggested solution does not covered on this study. This study is to evaluate the performance of the production in the company in form of conceptual model and to identify problem faced and solution for the problems.



1.5 Significance of Study

This study may contribute to help the industry to enhance their productivity focus on the process flow improvement in the production. The industry also can consider all the solution of their problem for improvement in the short time by seeing the evaluation result in different scenarios on the simulation model without interrupt their production.

Moreover, this study can be as future reference and research for the academicians and industrials. The results from the study can be delivered to industry to enhance productivity of the production.

1.6 Report Outlines

This study starts with the investigation of flow process improvement through simulation in manufacturing. After analyse the process flow, the problem on production will be observed.

Chapter one provides background of study, problem statements, objectives, scope of the study and significance of study. The problem that occurs in production is clearly identified with objectives and scopes are set to concentrate on solving the particular problem.

In chapter two, the literature review of application flow process improvement through simulation on the manufacturing are presented. The details of simulation application that be used for design of manufacturing process, process improvement and production control.

Chapter three is all about methodology. It provides the methodology in identifying problem happen in the process flow in production. The definition of problem



formulation, define objective, constraint and scope, model verification and validation, documentation and present result and alternative solution and improvement will be shown in this chapter.

Chapter four explained the conceptual modeling of the electrical part in the production line and the data collected for the project. Besides that, it shows the model scopes, level of detail of the model, validation and verification of the simulation model.

Chapter five presents the results obtained from simulation model and validation from the experiment. The model has been constructed into various scenarios in order to find the optimal solution for the real production. The model must be validated for progress actions.

Chapter six provides the conclusion and recommendation about the improvement on the process flow of production. By observing the output results from previous chapter, the most effective among those suggested alternatives will be proposed to the industry. Further improvement and recommendations for this industry might also be included in this chapter.



CHAPTER 2 LITERATURE REVIEW

This chapter presents the information regarding the literature review which related to the study. The information that related to the study that had been discussed in this chapter will be used in the methodology and discussion of the study in the study in order to assist the author to achieve the feasible results that needed based on the objectives of this study.

2.1 Productivity

According to Levary (1991), the relationship between the quantity of output and the quantity of input used to produce that output is called as productivity. Basically, the measurement of effectiveness and efficiency of organisation in producing output with the resources provided. Its measurement also used for identification and estimation of the proper output and input measures. In short, productivity is defined as the ratio of output to input.

Productivity is a significant element in economic growth. With expresses the relationship between the output and input in ratio, the production process can be measured in physical terms (Lee, 1987). The measure of productivity is the measures of the efficiency to the resources used. It shows that the productivity can measure every production system within the industry. The measurement of productivity will act as the benchmark for help to ease make improvement on the production of industry (Nachum, 1999).

2.1.1 Factors Influence Productivity

According to Buffet (2007), there are two categories of factors that influence the productivity which are:

- a) Controllable (or internal) factors;
- b) Uncontrollable (external) factors.

Figure 2.1 shows the factors affecting the productivity (Buffet, 2007).



Figure 2.1: Factors Affecting Productivity (Buffet, 2007)

Controllable or Internal Factors

(a) Product factor

In term of productivity, it means the measurement on how the product meets output requirement by its usefulness.

(b) Plant and Equipment Technology

The availability of the plant increase through the increased of proper maintenance and the idle time reduction will enhance the productivity. The latest technology will help to increase the productivity.

(c) Material and Energy

Material reductions also enhance the productivity improvement.

(d) Human Factors Work Methods

To enhance the productivity, the work method must be improved.

(e) Management Style

Dynamic management style has a better approach to achieve the higher of productivity.

Controllable or External Factors

(a) Structural Adjustment

It includes economic and social changes which plays significant role in the improvement of productivity.

(b) Natural Resources

Man power, land and raw materials are vital to the productivity improvement.

(c) Government and Infrastructure

It significant influences the productivity to the higher extent.

2.2 Simulation Modelling and Analysis

Simulation can be used for assessing the productivity of manufacturing system. Simulation has become important in the past few years and allows designers imagine new systems and enable them to quantify and observed the system behavior. Whether the system is a production line, an operating room or an emergency-response system, simulation can be used to study and compare alternative designs or to troubleshoot existing systems. Several researchers have studied performance by using simulation techniques with the first uses dating back to at least the early 1960's (Hosseinpour and Hajihosseini, 2009).

Simulation modeling tools and techniques has been used numerously to improve manufacturing efficiency over the last four decades. An increasing number of manufacturing system decisions are being made based on the use of models, their use is still sporadic in manufacturing environments (Fowler and Rose, 2004).

Simulation is the imitation of the operation of real-world process or system over time (Banks *et al.*, 2009). Simulation modeling and analysis however is the process of creating and experimenting with computerized mathematical model of a physical system (Chung, 2003). Obaidat and Papadimitrou (2003) define the simulation as the

