Lean Principles in Facility Management

Presented to GAPPA 2013

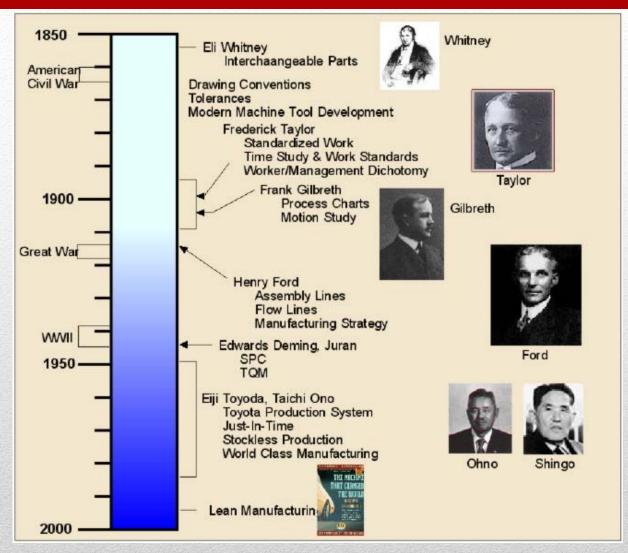
Mark Duclos Director of Operations & Maintenance The University of Georgia

What is Lean?

- The term "Lean" was coined by Jim Womack of MIT to describe Toyota's business philosophy
- Lean focuses on flow, the value stream and eliminating *muda*, the Japanese word for waste
- Lean manufacturing is the production of goods using *less* of everything compared to traditional mass production: less waste, human effort, manufacturing space, investment in tools, inventory, and engineering time to develop a new product

What is Lean?

- Lean Principles rely heavily on employee involvement and a team structured organization
- Lean consists of a set of tools used to identify value and eliminate waste
- Lean is a way of thinking and acting for an entire organization and it applies to all industries including Facilities Management



Timeline

What is Waste?

- Waste is anything that happens to a product or process that does not add value from the customer's perspective
- Materials being stored, transported, inspected or delayed, material waiting in queues, and defective products do not add value







Seven Wastes

- Overproduction producing more than the customer orders or producing early. Inventory of any kind is usually waste.
- Queues idle time, storage, and waiting are wastes
- <u>Transportation</u> moving material between plants, between work centers, and handling more than once is waste
- <u>Inventory</u> unnecessary raw material, work-in-process (WIP), finished goods, and excess operating supplies
- <u>Motion</u> movement of equipment or people
- Overprocessing work performed on product that adds no value
- <u>Defective product</u> returns, warranty claims, rework and scrap

Lean Principles & Tools

- 5S
- Setup Time Reduction SMED
- Point-of-Use Storage & Kanban
- Kaizen Events
- Lean Maintenance

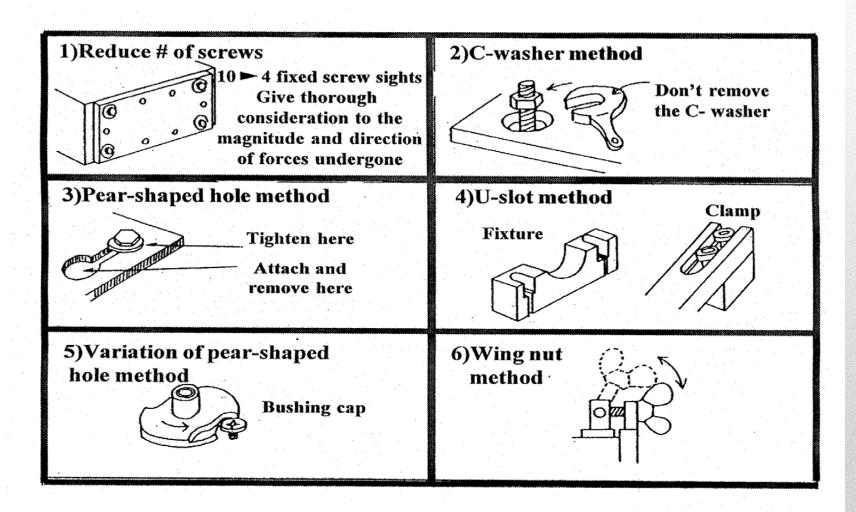
Strategy for creating a well organized, smoothly flowing process



Benefits of 5S

- Increases organization and efficiency
- Avoids wasted motion
- Increases safety
- Eliminates unnecessary inventory
- Offers improvements at an inexpensive cost

Setup Reduction - SMED Examples



Kanban

- A system that uses replenishment signals to simplify inventory management
 - Signals (usually cards) hold product details
 - What to make, when to make it, how much to make, and where to send it
 - Cards stay attached to a bin that holds the product
 - When bin is empty, it is returned to the start of the assembly line for replenishment
 - Full bins are returned to the customer, and the cycle continues

Benefits of Kanban

- Highly visible systems
- Simple, effective, and inexpensive
- Reduces inventory and eliminates stock-outs
- Improves the quality of service
- Improves lead times

People

- Transition to Lean is difficult since a company must build a culture where learning and continuous improvement are the norm.
- Success of lean requires the full commitment and involvement of all employees and of the company's suppliers.



How People Benefit from Lean

Element	Traditional	Lean	Improvement
Communication	Slow & Uncertain	Fast & Positive	Quality & Coordination
Teamwork	Inhibited	Enhanced	Effective Teams
Motivation	Negative, Extrinsic	Positive, Intrinsic	Strong Motivation
Skill Range	Narrow	Broad	Job Enrichment
Supervision	Difficult and Fragmented	Easy & Localized	Fewer Supervisors

Lean Journey at UGA

- UGA began implementing Lean in the Facilities Management Division in 2009
- Partnered with Georgia Tech's Enterprise Innovation Institute
- Started with a one day Lean overview with the senior staff to learn the basics of Lean
- First Kaizen "Rapid Process Improvement" events were conducted in the Welding Shop & Structural Shop
- Developed In-house Lean experts

Lean Projects at UGA

- Pump Rebuild
- Classroom/Lab Remodel
- Preventive Maintenance Material

Introduction to the Team



Pump Rebuild Shop

Chris Bennett KC Chester Kurt Reifeis

Classroom/Lab Remodel

Lynn Hix Terry McCollum Frankie Smith

Lean Champions:

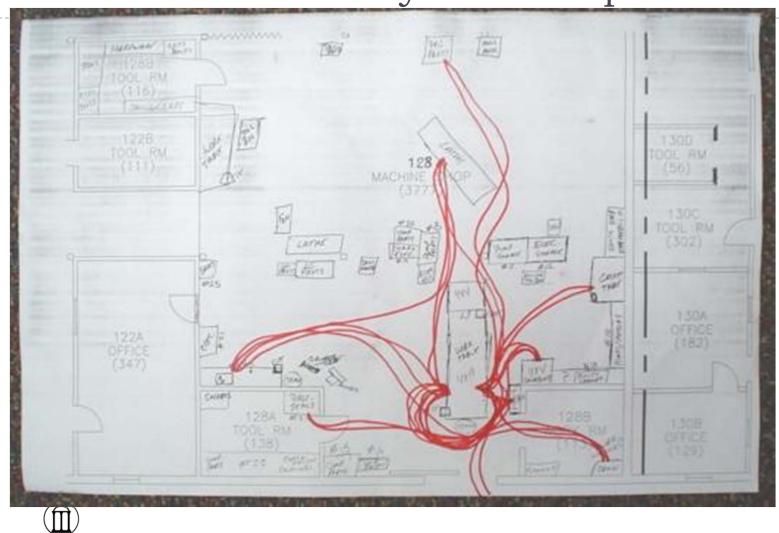
Tyler Chapman Doug Dauler

Rapid Process Improvement (RPI) Agenda for the week

- I. Train on lean principles
- 2. Observe process, data collection and analysis
- 3. Brainstorm and prioritize ideas
- 4. Leadership update meeting
- 5. Implementation
- 6. Report out
- 7. Follow-up / Adjust procedure if necessary, and measure impact of new process



Data Collection & Analysis - Pump Rebuild



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Observations – Pump Rebuild

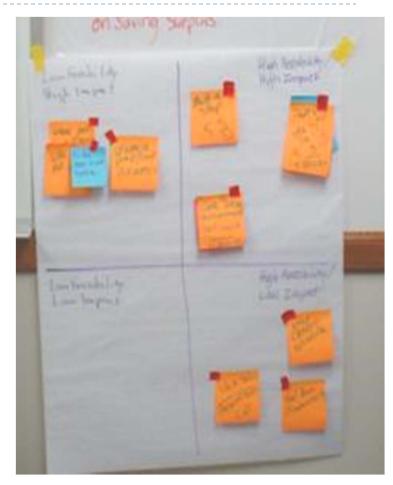
- Lack of housekeeping
- No set location for pumps in process
- Workspace layout is too spread out



Physical Plant Division

Brainstorming - Pump Rebuild

- •21 Ideas
- Collected ideas from each person on post-it notes
- Classified the ideas based on impact and feasibility (cost/time) to implement
 - •5S the shop
 - Work Requests
 - •5S the Trucks



Pump Rebuild Implementation

5S the Shop

Sort Clean & Organize

Set in Order A place for everything

Scrub & Shine Back to original "new" condition

Standardize
Make it the same for all

Sustain
Make it continuous













Class/Lab Renovation Implementation

5S and Stocking of Trucks

- Stocking trucks with basic materials
- Organizing the materials on the truck
- Reducing number of trips
- Reducing time to acquire materials











UGA PHYSICAL PLANT PM SHOP MATERIALS TO AND FROM THE WORK SITE

Rapid Process Improvement Report Out O&M, WAREHOUSE AND I.T.

August 17 - 21, 2009

Introduction to the Team



Back Row: Jim Gamble, Al Jeffers, Casey Westbrooks, Doug Dauler, Tyler Chapman, Mike Baxter Front Row: Tim Savage, Donald Jennings, Harold Beauchamp, Brandon Myers







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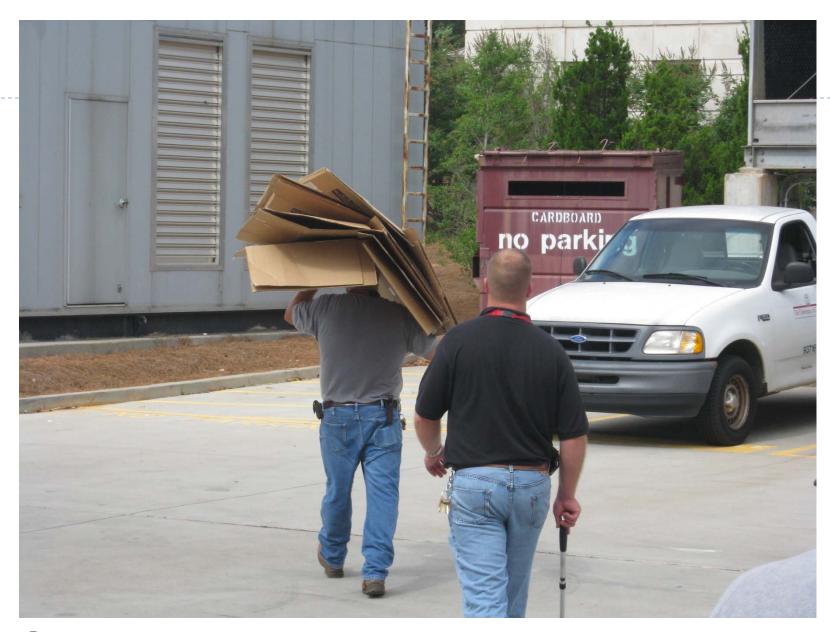
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Brainstorming

- •40+ Observations
- •6 8 Ideas per person
- Used 4 Quadrants based on
 - •Impact
 - Feasibility
- •Quadrant 2 Future Items:
 - More trash compactors
 - More disposal sites
 - Better filter storage





Action Items:

- Standard Size Filter Specification
- 2. Truck
 - Better Truck
 - 2. Quick items on truck
 - 3. Hallway space and loading space
- 3. Pick Ticket
 - Usable pick ticket
 - 2. Cheat sheet/easy reference
- 4. Communications
 - I. Radios
 - Between WH and PM Shop
 - 3. Suggestion Box
- 5. Tools at Job Site
 - I. Tools that don't walk away
 - 2. Portable pulley



Vehicle Before





Vehicle After





Quick Items on Truck





Quick Items on Truck



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Staging Space, with early access...



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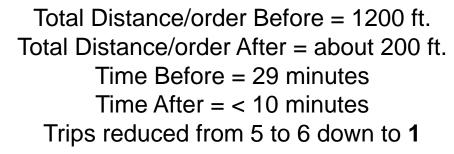
Loading Space







Summary of results







Summary of Improvements:

- Actually eliminated steps:
 - PM Shop filling out ticket at Warehouse
 - Warehouse having to enter the order into system
- Streamlined the process of handling order information
 - Less typos/defects/questions/etc.
- WH staff can fill order when time is free, and also see directly when last stock is pulled
- Harold has more time/week for value-added work
 - Not waiting in WH, not driving as much
- Conservative Estimate Cost Saved = \$7,000 to
 \$10,000 per year, just on time alone



30-Day Follow Up

	Action item	Responsible	Due
1	Finish parking setup	Don Jennings	8/28
2	Evaluate current filter inventory	Al Jeffers, Tim Savage	8/31
3	Evaluate recycling containers for disposal; Pick up by Harold in truck	Rod Platt, Tyler Chapman	8/28
4	Finalize storage	Champions; D. Fisher	8/31
5	Portable Pulley	D. Jennings, Mike Baxter, D. Dauler, Welding	8/31

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Questions?

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Thanks for your attendance