# Production Logistics

work station

machine

# The **Importance** of Production Logistics

#### **By Leonard Harris**

Production logistics are all about inventory **control**. Good production logistics create a lean manufacturing process. This, in turn, helps manufacturers cut production costs.

Production logistics ought to involve the latest **technology**. This ensures proper **movement** along the supply chain. Manufacturers need to have the most efficient **machines**. Orderly **processes** also ensure that each **work station** gets the proper materials. These standards prevent a **bottleneck** on the **assembly line**.

The goals of production logistics are simple. First, it wants to **streamline material flow**. This guarantees that all raw materials and components are used properly. Second, it manages inventory up to the **point of use**.

When done properly, production logistics drastically reduces supply chain costs. Often, logisticians will require the use of detailed procedures and **automation**. Automation helps things get done more quickly. However, more detailed procedures require human workers. People are necessary on every assembly line. They can watch for slow-downs or errors in production.



## **Get ready!**

Before you read the passage, talk about these questions.

- 1 What is the purpose of production logistics?
- 2 What is "track and trace," and when is it used?

## Reading

# 2 Read the article. Then, mark the following statements as true (T) or false (F).

- 1 \_\_ Orderly processes and good technology can prevent bottlenecks.
- **2** \_\_\_ Production logistics manage inventory up to the assembly line.
- **3** \_\_\_\_ Automation and human labor are necessary on an assembly line.

### Vocabulary

Match the words or phrases (1-8) with the definitions (A-H).

- 1 \_\_\_\_ streamline 5 \_\_\_\_ automation
- 2 \_\_ bottleneck 6 \_\_ work station
- **3** \_\_\_\_\_point of use **7** \_\_\_\_\_assembly line
- 4 \_\_\_\_ material flow 8 \_\_\_\_ track and trace
- A a system of machines, workers, and equipment
- **B** to determine the previous and current locations of an item
- **C** something that slows or stops the progress of materials
- **D** an assigned space in which an employee performs daily operations
- E to organize and bring up to date
- F the control of a device or system using mechanical or electronic tools
- **G** the transportation of raw materials, parts, and products down a supply chain
- H the place at which a product is implemented

#### Fill in the blanks with the correct words: machine, process, technology, movement, control.

- 1 Our production department examined the efficiency of each \_\_\_\_\_\_ in the factory.
- 2 Rand Systems uses the latest for data processing.
- 3 Logisticians \_\_\_\_\_ the flow of materials from warehouses to loading docks.
- 4 Human labor is essential to the \_\_\_\_\_\_ of creating new products.
- 5 Outdated systems are often to blame when the \_\_\_\_\_ of materials slows down.

5 Solution Listen and read the article again. Why are laborers needed on the assembly line?

# Listening

- Content of a conversation between a logistician and a production manager. Choose the correct answers.
  - 1 Why does the woman want to track and trace products?
    - A It doesn't incur higher costs.
    - **B** It will be easier to control products.
    - C Materials need tracking numbers.
    - **D** Money will be saved by using a machine.
  - 2 What can be inferred from the man's last comment?
    - A He wants to start tracking and tracing.
    - **B** He wants to hire additional labor.
    - C He is worried about higher costs.
    - **D** He likes the idea of using barcodes.

#### 7 So Listen again and complete the conversation.

Logistician:	I think it might be a good idea to start 1
Manager:	Oh? Why do you say that?
Logistician:	Well, it'll help us better <b>2</b>
Manager:	True. We have had some trouble in the past with materials getting lost.
Logistician:	Right. We can't afford any disruption in the <b>3</b>
Manager:	But how will this 4 work?
Logistician:	Each product is assigned a tracking number and a barcode. The barcode is scanned before the product leaves our warehouse.
Manager:	Can we assign that task to <b>5</b> , or will we require human labor?
Logistician:	I think a <b>6</b> can perform that task.

# Speaking

8 With a partner, act out the roles below based on Task 7. Then, switch roles.

#### **USE LANGUAGE SUCH AS:**

I think it might be a good idea to start ...

It'll help us better control ...

Can we assign that task to ... or will we require ...?

Student A: You are a logistician. Talk to Student B about:

- track and trace
- why the new process is needed
- using automation or human labor

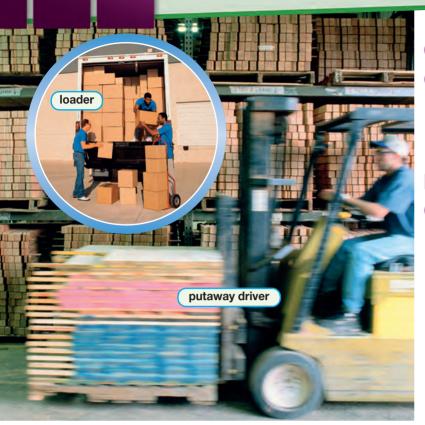
**Student B:** You are a production manager. Talk to Student A about implementing track and trace.

# Writing

Use the conversation from Task 8 to fill out the memo from a production manager to employees regarding track and trace.

	To: All Employees		Date:
0	From:	, Production Manager	
Ĕ	Hello All,		
Ð			
Ξ			

# **Distribution Centers**



#### 

То:	JMetcalf@VGDistributionCenter.com
From:	RaulS@LogiCare.com
Subject:	Upcoming holidays

#### Jessica,

As you know the holiday season is approaching. This means increased inventory at the **distribution center**. I have just finished analyzing data for past holiday seasons. I wanted to share my findings with you. My goal is to increase efficiency. This will enable us to better **serve** our customers.

I would like to recommend hiring additional seasonal help. I know that you always hire temporary workers. However, my data has identified a number of understaffed areas. This season we need more: **unloaders**, **receivers**, **lumpers**, and **loaders**. These are the most urgent deficits we need to fix. In addition, it might be advisable to hire **putaway drivers** and **haulers**. We could also use more **order fillers** and **replenishment drivers**.

Previously, the distribution center has focused on **retail distribution**. This holiday season more consumers are shopping online. Therefore it would be wise to expand **direct-to-customer** services.

Finally, according to **vendor** feedback, delivery times are too slow. I would suggest **breaking up** shipments. That way, if one item is delayed, part of the shipment arrives on time.

Let's talk in a few days to discuss the details.

Raul

# Get ready!

Before you read the passage, talk about these questions.

- 1 What happens at a distribution center?
- 2 Who works at a distribution center?

# Reading

2 Read the email. Then, choose the correct answers.

- 1 What is the main purpose of the email?
  - A to identify areas where fewer workers are needed
  - **B** to improve overall efficiency at the warehouse
  - ${\ensuremath{\textbf{C}}}$  to change the customer service department
  - **D** to remind workers that the busy season is coming
- 2 Which of the following types of workers does the distribution center NOT need to hire?
  - A vendors C lumpers
  - B receivers D unloaders
- 3 How can delivery times be improved?
  - A by asking vendors for feedback
  - **B** by filling online orders first
  - C by breaking up shipments
  - D by retraining putaway drivers

# Vocabulary

Output Place the words or phrases from the word bank under the correct headings.

WOrd BANK lumper loader receiver order filler unloader

Unpacks Trucks	Inventories Items	Works on Orders

unloader

order filler

4	Fill in the blanks with the correct words or	
_	phrases from the word bank.	

## WOrd BANK

break up direct-to-customer distribution center hauler putaway driver replenishment driver retail distribution served vendors

- 1 The \_\_\_\_\_ used his forklift to place the goods into the rack.
- 2 The distribution center focused on \_\_\_\_\_ orders rather than retail orders.
- **3** The distribution center \_\_\_\_\_\_a number of major retail stores.
- 4 The \_\_\_\_\_ transferred the products from the receiving dock to the storage racks.
- 5 The worker needed to \_\_\_\_\_ the large shipment into smaller ones.
- 6 The \_\_\_\_\_ served many branches of the same store.
- 7 Large stores often sell products that come from hundreds of different \_\_\_\_\_.
- 8 The warehouse did not deal with direct-toconsumer shipments, just \_\_\_\_\_
- 9 The \_\_\_\_\_ moved products from the racks to the 'pick slot'.

5 Solution Listen and read the email again. In what area could the distribution center expand?

## Listening

- Control Con
  - **1** \_\_\_ The woman found the email useful.
  - **2** \_\_\_ The distribution center needs replenishment drivers more urgently than haulers.
  - **3** \_\_\_ The main priority is hiring loaders, unloaders, lumpers, and receivers.



# Isten again and complete the conversation.

Manager:	Hi, Raul. I wanted to talk about the email you sent.
Logistician:	Good to hear from you, Jessica. So what did you think about <b>1</b> ?
Manager:	Well, things are always hectic here <b>2</b>
Logistician:	l 3
Manager:	We definitely need to <b>4</b>
	Your email helped me
	prioritize the positions. So thank you.
Logistician:	I'm glad it was useful. Did you have any questions?
Manager:	Actually, I did. You identified the key
	understaffed areas. But can you
	expand on the <b>5</b>
	hires?
Logistician:	Sure. I know there are always 6
	If money is tight, hire the
	putaway drivers and haulers first.

# Speaking

8 With a partner, act out the roles below based on Task 7. Then, switch roles.

#### **USE LANGUAGE SUCH AS:**

What did you think ...? Can you expand on ...? / I predict that ...

Student A: You are a manager. Talk to Student B about:

- the recommendations
- workers to be hired
- order of urgency

**Student B:** You are a logistician. Talk to Student A about the email.

## Writing

Use the email and the conversation from Task 8 to write an employment advertisement for the distribution center. Include details about the distribution center, descriptions of the positions available, and the nature of the positions.

# Glossary

- **customs invoice** [N-COUNT-U7] A **customs invoice** is a document that is required by customs in which the exporter gives information about the goods so that customs can determine the value of the shipment.
- **dangerous goods declaration** [N-COUNT-U7] A **dangerous goods declaration** is a document that certifies that the hazardous cargo being transported has been packaged, labeled, and declared according to shipping regulations.
- **data acquisition** [N-COUNT-U1] **Data acquisition** is the process of collecting and converting real-world data for use in computer information systems.
- data entry [N-COUNT-U1] Data entry is the process of entering information into a computerized information system.
- deadhead leg [N-COUNT-U8] A deadhead leg is a trip that is made without any goods in transport.
- decode [V-T-U2] To decode a message is to convert it from a code or signal into a format that others can read.
- dedicated cargo operator [N-COUNT-U9] A dedicated cargo operator is a company that only transports cargo.
- **deductible** [N-COUNT-U6] A **deductible** is a set amount of money a person or company pays before an insurance company pays out a larger sum in compensation for loss or damage of property.
- default [V-I-U13] To default is to not fulfill an obligation.
- delay [N-COUNT-U5] A delay is the period of time that someone or something is slowed down, causing a late arrival.
- diagram [N-COUNT-U8] A diagram is a drawing that shows the layout of something.
- **direct-to-customer** [ADJ-U3] If something is **direct-to-customer**, it is sent straight to the customer rather than being sent to a retail store which then sells the item to the customer.
- dishonest [ADJ-U14] If someone is dishonest, he or she does not tell the truth.
- disruption [N-COUNT-U13] A disruption is an unexpected break in a process.
- **distribution center** [N-COUNT-U3] A **distribution center** is a type of warehouse or specialized building that is used to store products before they are sent to retailers, wholesalers, or consumers.
- **dock bumper** [N-COUNT-U4] A **dock bumper** is a piece of rubber along the sides and top of a bay door to prevent damage to the dock or truck trailers.
- **dock leveler** [N-COUNT-U4] A **dock leveler** is a platform that can be raised or lowered which serves as a bridge between the truck and the dock.
- **dock light** [N-COUNT-U4] A **dock light** is a movable light which is used for illuminating the interior of a truck trailer during loading.
- **dock seal** [N-COUNT-U4] A **dock seal** is a foam block which a truck trailer presses against during loading which helps keep out cold, rain, or snow when exterior bays are used.
- **double decker** [N-COUNT-U11] A **double decker** is a trailer that has a second floor space allowing for more cargo to be loaded and transported.
- **double-stack car** [N-COUNT-U10] A **double-stack car** is a railroad car designed to carry two shipping containers stacked one on top of the other.
- dry bulk carrier [N-COUNT-U12] A dry bulk carrier is a ship that is used to transport coal, grain, or other loose substances.
- duty [N-COUNT-U5] A duty is a tax placed on goods, especially ones that are imported or exported.
- efficiency [N-UNCOUNT-U15] Efficiency refers to the ratio of the useful output compared to the energy input needed to operate a machine or system.
- emission [N-COUNT-U15] An emission is a substance such as a gas or fluid that is discharged into the air from a living organism or a machine.
- empty miles [PHRASE-U15] Empty miles are miles driven by an empty cargo transport vehicle.
- environment [N-COUNT-U15] The environment includes all air, soil, and water conditions surrounding a living creature, company, or community.
- excise [N-COUNT-U5] An excise is a tax placed on domestic goods within a country.
- exclusion [N-COUNT-U6] An exclusion is something that is not covered by an insurance policy.