

## **Course Outline**

## Department of Management School of Business and Economics

# SCMN 3320-3 Supply Chain Management (3,0,0)

#### **Calendar Description**

Students examine the strategic fit of supply chains with organizational goals; this course lays the foundation for advanced study in the field. Topics include an introduction to supply chain management; supply chain strategy; demand management, inventory management; inventory modeling; supply chain network design and facility location; warehouse management; and transportation management.

#### **Educational Objectives/Outcomes**

Upon completing this course, students will be able to:

- 1. Discuss the basic principles of supply chain management.
- 2. Describe the main issues and challenges in managing supply chains.
- 3. Recognize the strategic importance of supply chains in achieving organizational goals.
- 4. Explain the demand management in supply chain phenomenon.
- 5. Apply inventory management analytical tools and strategies.
- 6. Discuss the qualitative factors and analytical tools important in choosing facility locations.
- 7. Effectively manage, plan and operate warehouse facilities.
- 8. Explain various shipment terms, modes of transportation, and criteria for mode selection.
- 9. Apply simple transportation algorithms in solving transportation problems.

#### Prerequisites

ACCT 2250; MIST 2610; ECON 2320ECON 2330 or equivalent??

#### **Co-requisites**

None

### **Texts/Materials**

S. Chopra, P. Meindl, Supply Chain Management: Strategy, Planning & Operation, Prentice-Hall.

#### **Student Evaluation**

Participation

0-10%

Revised May 2014

Assignments/quizzes/case studies	15-25%	
Term test(s)	20-30%	
Final exam	30-50%	

## **Course Topics**

- 1. Introduction to Supply Chain Management
  - Definition of supply chain management (SCM)
  - Historical evolution of SCM
  - Types of supply chains
    - External versus internal supply chains
    - Supply chains versus demand chains
    - Various tiers in supply chains
  - Material & information flows in supply chains
  - Supply chain risks
  - Supply chain performance metrics
  - Supply chain objectives

#### 2. Supply Chain Strategy

- Supply chain view
  - Process versus cyclic view of supply chains
  - Push versus pull view of supply chains
- Hierarchy of supply chain decisions
  - Strategic decisions
  - Tactical decisions
  - Operational decisions
- Supply chain responsiveness and supply chain efficiency
  - Efficiency-responsiveness frontier in supply chains
  - Efficiency-responsiveness balance
- Major drivers of supply chain performance
- 3. Demand Management
  - Demand management and forecasting
  - Types of forecasting by time horizon
  - Qualitative versus quantitative forecasting
  - Forecasting seasonal demand products
  - Bull-whip effect in supply chains
    - Causes of bull-whip effect
    - Managing the bull-whip effect in supply chains
- 4. Inventory Management
  - Definition of inventory management
  - Strategic importance of inventory in supply chains
  - Functions of inventory
    - Anticipation, demand-supply coordination, decoupling inventory stocks
    - Hedge against price increase
    - Various types of inventory
      - Raw materials

- Work-in-process (WIP)
- Finished goods
- In-transit inventory
- Maintenance, repair and operating (MRO) supplies
- 5. Inventory Modeling
  - Types of inventory models
    - Single versus multiple period models
    - Dependent versus independent models
    - Deterministic versus probabilistic models
    - Overview of ordering, holding and stock-out costs
  - Economic order quantities
  - Quantity discounts
- 6. Supply Chain Network Design & Facility Location
  - Strategic and functional roles played by facilities
  - Importance and objective of facility location
  - Location decision hierarchy
    - Factors influencing country selection decision
    - Factors influencing region selection decision
    - Factors influencing site selection decision
  - Analytical facility location models
    - Center of gravity (COG) method
    - Cross-over break-even method
- 7. Warehouse Management
  - Warehouse definition
  - Production warehouses versus distribution centers
    - Distribution strategies
      - Direct shipment
      - Warehousing
      - Cross-docking (JIT) distribution
  - Warehouse ownership
    - Private warehouse
    - Public warehouse
    - Contract and leased warehouses
    - Warehouse sizing issues
  - Product storage strategies
    - Random storage
    - Dedicated storage
      - Product storage using popularity criteria
      - Product storage using CPO (cubic-per-order) criteria
    - Hybrid class-based storage
  - Product access & space utilization
- 8. Transportation Management
  - Transportation legal forms (common, exempt, contract, private carriers)
  - Transportation shipment terms (FOB and Freight Collection Terms)

- Transportation modes
  - Motor or Road Carriers
  - Rail Carriers
  - Air Carriers
  - Water Carriers
  - Pipelines
- Inter-modal strategy
- Transportation mode selection criteria
- Analytical models in transportation planning
  - Shortest route problem
  - Transportation algorithm (least cost heuristic)
  - Vehicle route planning using sweep method

## Methods for Prior Learning Assessment and Recognition

As per TRU policy

## **Attendance Requirements – Include if different from TRU Policy**

As per TRU policy

# **Special Course Activities – Optional**

#### **Use of Technology – Optional**