#### Manufacturing Systems Design and Analysis Past Successes and Future Research

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# Introduction

Summary of research in Manufacturing Systems Design and Analysis

- Motivation
  - \* Economic
  - ★ Technical
- Specific MIT research areas
- Successes
- Current and future research

#### **Economic**

# **Motivation**

#### • Frequent new product introductions.

- \* Short product lifetimes.
- \* Short process lifetimes.
- This leads to frequent building, rebuilding, and reconfiguration of manufacturing systems, and this is *expensive* and *time-consuming*.
- Huge capital costs.
  - \* The time required to bring factory to optimal performance is expensive.

#### **Economic**

#### **Industry Needs**

- Tools to predict performance of proposed factory designs.
- Tools for optimal real-time management (control) of factories.
- Manufacturing Systems Engineering professionals who understand factories as complex systems.
   They must have systems expertise and intuition.

#### **Economic**

#### **Industry Needs**

- These tools must be *fast* as well as accurate.
  - ★ Optimization for system design requires many evaluations. The more evaluations, the better the outcome can be.
  - ★ Real-time scheduling in response to random events must be fast. The factory cannot be idle, and should not be following an obsolete schedule, while a new one is being constructed.
- Simulation is typically not fast enough. We use mathematical modeling and analysis to develop our tools.

#### **Technical Challenges**

#### Complexity

- Collections of things often have properties that are unexpected functions of the properties of the things collected.
- Some kinds of production (e.g., semiconductor fabrication) have hundreds of operations, hundreds of part types, and/or complicated material flows.
- In many practical situations, infinite buffers are not good approximations for real buffers.

#### **Technical Challenges**

Randomness, Variability, Uncertainty

#### • Factories are full of random events:

- ★ machine failures
- \* changes in orders
- ★ quality failures
- \* human variability

#### • The economic environment is uncertain:

- demand variations
- \* supplier unreliability
- \* changes in costs and prices

# Factories must be built and operated to minimize the damage that such phenomena can cause.

#### **Technical Challenges**

**Quantity, Quality, and Variability** 

- Quantity how much and when.
- Quality how well.

General Statement: Variability is the enemy of manufacturing.

Variability in processes reduces quality; variability in event times decreases production rates and increases inventories and lead times.

# Fundamental Problems

- The first fundamental problem of manufacturing systems engineering is: *design the best possible system that meets specified requirements.*
- The second problem is: operate a system in the best possible way to meet specified requirements.

The criterion for "best" and the requirements are defined in terms of the performance measures and financial considerations.

# Fundamental Problems

**Practical Challenges** 

The challenge is to predict the performance measures of the system *before* it is built or operated. This is difficult because:

- Most people lack good intuition for complex systems.
- Good computational tools are challenging to develop.
- The data needed is hard to obtain.

# Fundamental Problems

#### State of the field

- Most factories are built with simple rules by people with experience.
- Often factories are built and then modified.
- Widely-used quantitative tools are either simple and crude
   \* spreadsheet estimates of capacity
   or excessively detailed
  - \* simulation or real-time scheduling optimization.

This was tolerable in the past. However, such approaches are now inadequate due to reduced factory lifetimes and intensifying global competition.

#### **Methodologies**

# Research

Manufacturing systems research is concerned with the modeling of systems for the purpose of computing quantity- and quality-related performance measures. It makes heavy use of

- stochastic processes,
- approximation methods,
- nonlinear analysis and optimization,
- statistics,
- and other mathematical fields.

#### **Flow Line**

### **Earlier Research**

# ... or Flow shop , Transfer line , or Production line.

Traditionally used for high volume, low variety production.



#### Reference

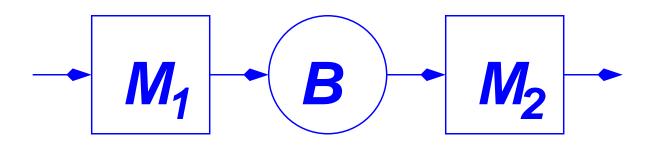
Manufacturing Systems Engineering

by Stanley B. Gershwin

http://home.comcast.net/~hierarchy/MSE/mse.html

#### **Flow Line**

#### **Two-Machine Line**



- The machines are unreliable they fail at random times and are repaired at random times.
- As a consequence, machines cause each other to be forced idle at random times for random durations. This reduces production.
- Goal of analysis: calculate production rate, in-process inventory.

#### **Flow Line**

#### **Two-Machine Line**

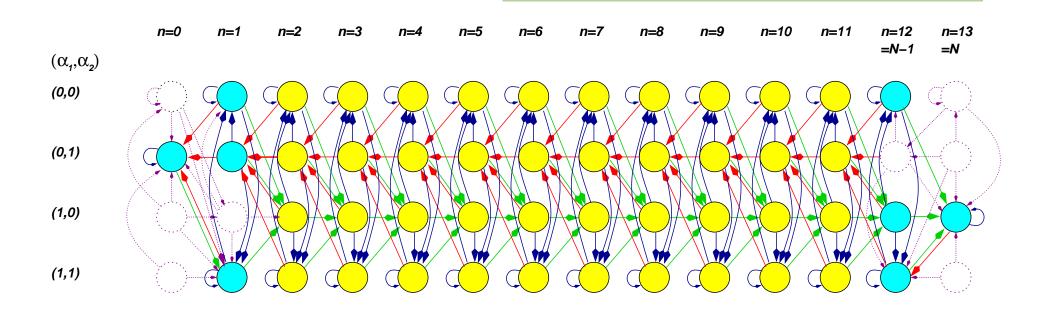
Method of analysis:

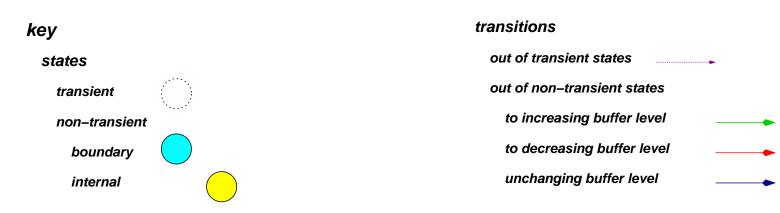
- 1. Construct Markov chain model.
- 2. Determine steady-state probability distribution.

3. Calculate average production rate and average inventory from steady-state probability distribution.

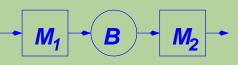
#### **Flow Line**

#### **Two-Machine Line**

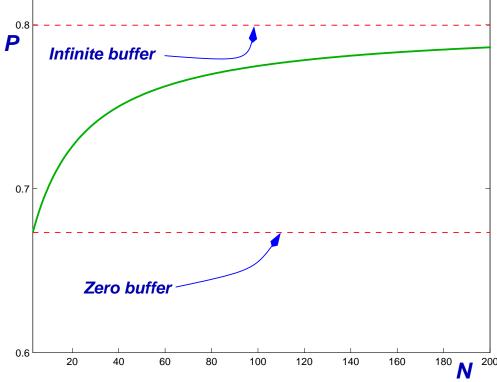




#### Quantity



- We vary the buffer size *N* and observe its effect on the production rate *P*.
- *Observation:* the production rate increases monotonically up to a limit.
- However, increasing *N* increases inventory and other costs.



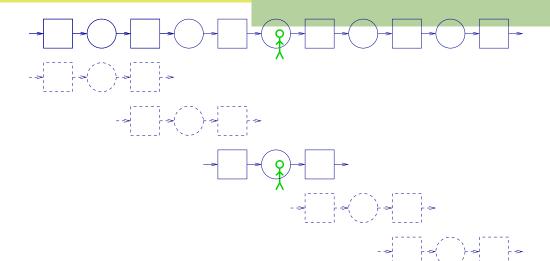
*Note:* The upper limit is what would be estimated by a simple capacity formula.



- <u>Problem</u>: Longer lines have larger state spaces. The state space grows *exponentially* in the length of the line.
- Dealing with large state spaces is the *fundamental* technical problem of manufacturing systems analysis.
- <u>Solution</u>: Approximate one long line by many small lines.

#### **Decomposition**

**Long Lines** 



- Decomposition breaks up systems and then reunites them.
- Conceptually: put an observer in a buffer, and tell him that he is in the buffer of a two-machine line.
- Question: What would the observer see, and how can he be convinced he is in a two-machine line? <u>Construct</u> the two-machine line. Construct all the two-machine lines.

#### **Decomposition**

#### **Long Lines**

- Consider an observer in Buffer  $B_i$ . ...  $B_i$  ...  $B_i$  ...
  - ★ Imagine the material flow process that the observer sees entering and the material flow process that the observer sees leaving the buffer.
- We construct a two-machine line L(i) $\star$  ie, we find machines  $M_u(i)$  and  $M_d(i)$   $M_u(i)$   $M_u(i)$   $M_u(i)$

such that an observer in its buffer will see almost the same processes.

• The parameters are chosen as functions of the parameters of the long line and of the parameters of the *other* two-machine lines.

#### **Decomposition**

**Long Lines** 

- The number of equations is now *linear* in the length of the line.
- An iterative algorithm works well.
- Results have been extensively compared with simulation, and they are very accurate.

#### **Successes**

## **Earlier Research**

- A Hewlett Packard ink jet printer factory was built using MIT techniques. The estimated economic impact was hundreds of millions of US dollars.
- General Motors has used similar tools and claims a savings of two billion US dollars.
- Peugeot is also using, and further developing, such methods for designing automobile factories.
- These tools have also been used in frozen food and medical device production.

#### **Decomposition**

#### **Extensions**

- Optimization: evaluation embedded in gradient search.
  - *Primal* Minimize buffer space subject to production rate constraint.
  - ★ Dual Maximize production rate subject to buffer space constraint.
- Acyclic A/D (tree-structured) systems
- Single- and multiple-loop systems
  - ★ Pallets and kanbans

# Example

- Design the buffers for a 20-machine production line.
- The machines have been selected, and the only decision remaining is the amount of space to allocate for in-process inventory.
- The goal is to determine the smallest amount of in-process inventory space so that the line meets a production rate target.

# Example

- The common operation time is one operation per minute.
- The target production rate is .88 parts per minute.

Machine Reliability Parameters						
Case	MTTF	MTTR	MTTF	MTTR	$P_{\infty}$ , parts/min	
	Most machines, min		Machine 5, min			
1	200	10.5	200	10.5	.95	
2	200	10.5	100	10.5	.905	
3	200	10.5	200	21	.905	

# Example

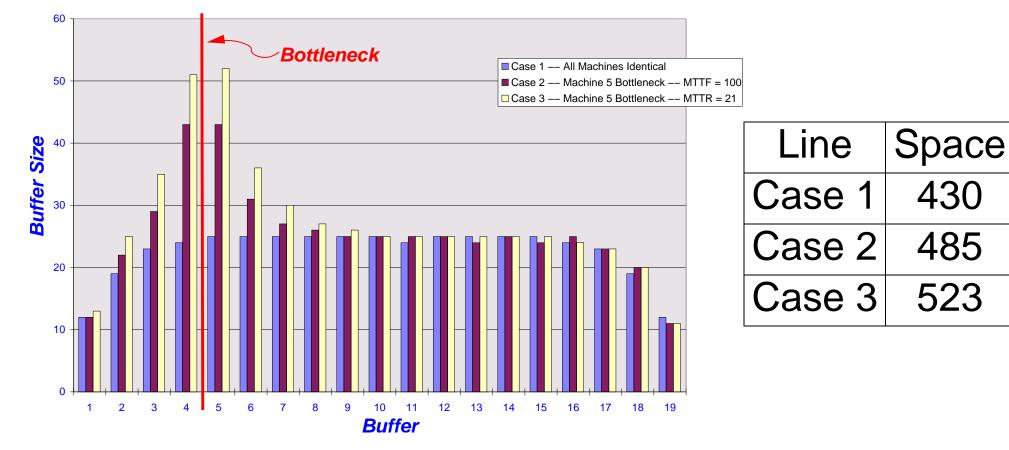
First question: are buffers really needed?

Line	Production rate with no buffers,		
	parts per minute		
Case 1	.487		
Case 2	.475		
Case 3	.475		

Yes.

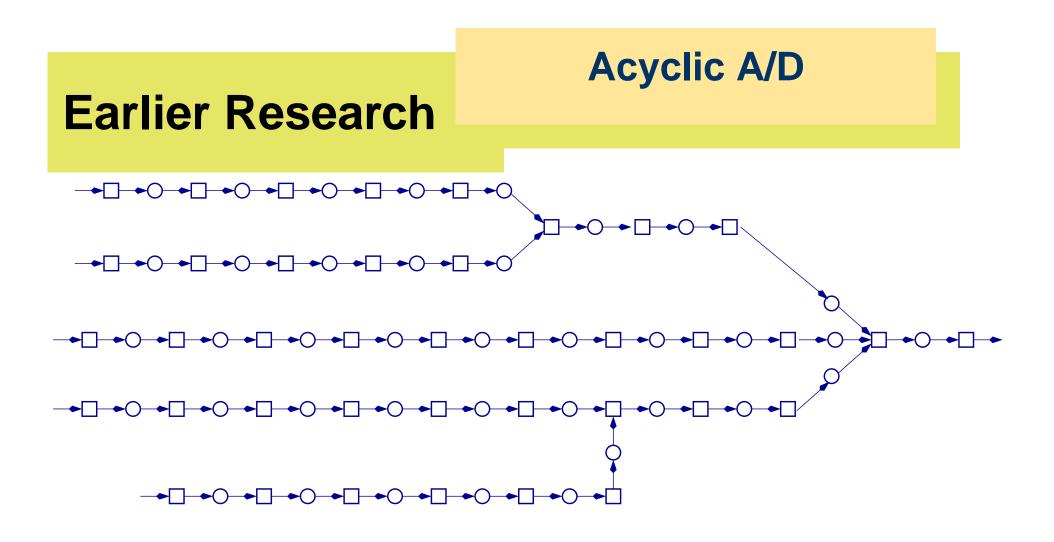
# Example

#### **Solution**



# Example

- Observation from studying buffer space allocation problems:
  - \* Buffer space is needed most where buffer level variability is greatest!

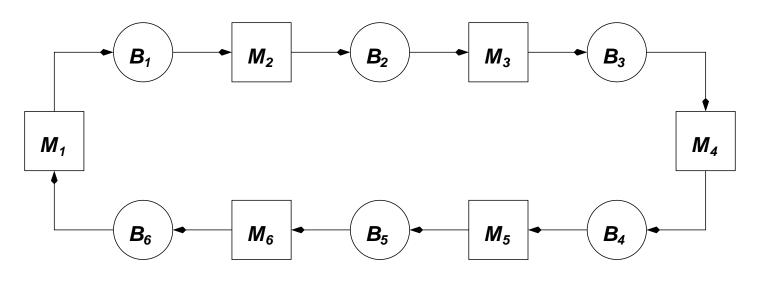


Acyclic A/D (tree-structured) systems

• Straightforward extension of line equations and algorithm

#### **Single-loop systems**

# **Earlier Research**



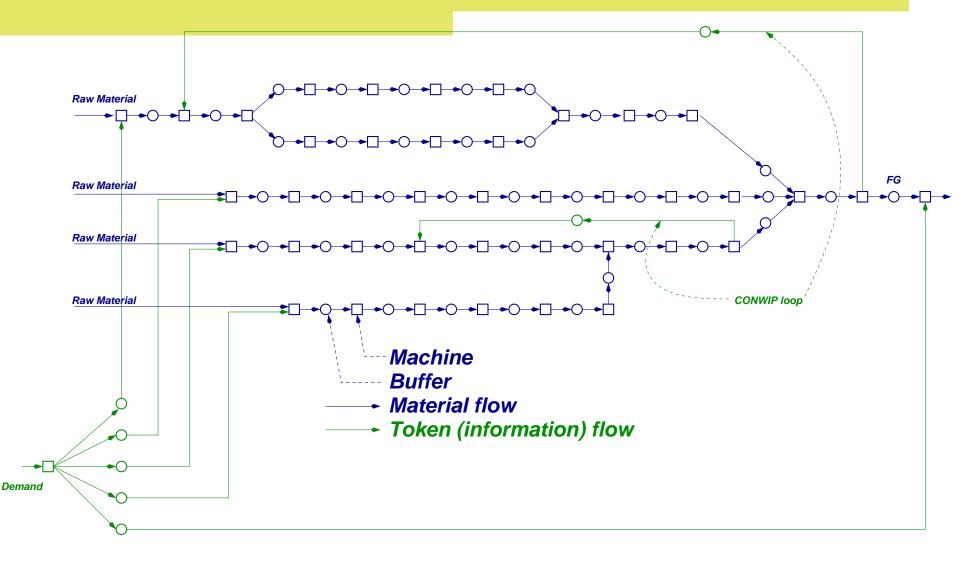
- Finite buffers  $(0 \le n_i(t) \le N_i)$ .
- Fixed population *invariant*:  $\sum_i n_i(t) = N$ .
- Motivation:
  - ★ Limited pallets/fixtures.
  - **\*** CONWIP (or hybrid) flow control.

Loops

- The invariant creates complications for the decomposition.
- Multiple-loop systems have one invariant per loop.
- More loops create more opportunities for control.

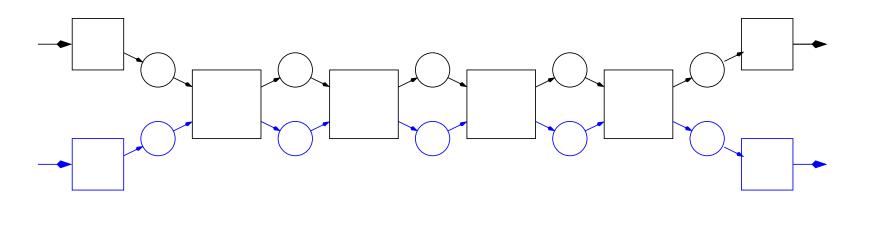
#### Loops

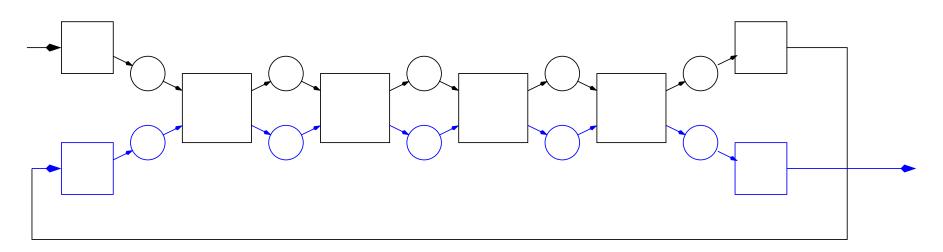
#### **Earlier Research**



# Multiple part types and reentrant flow

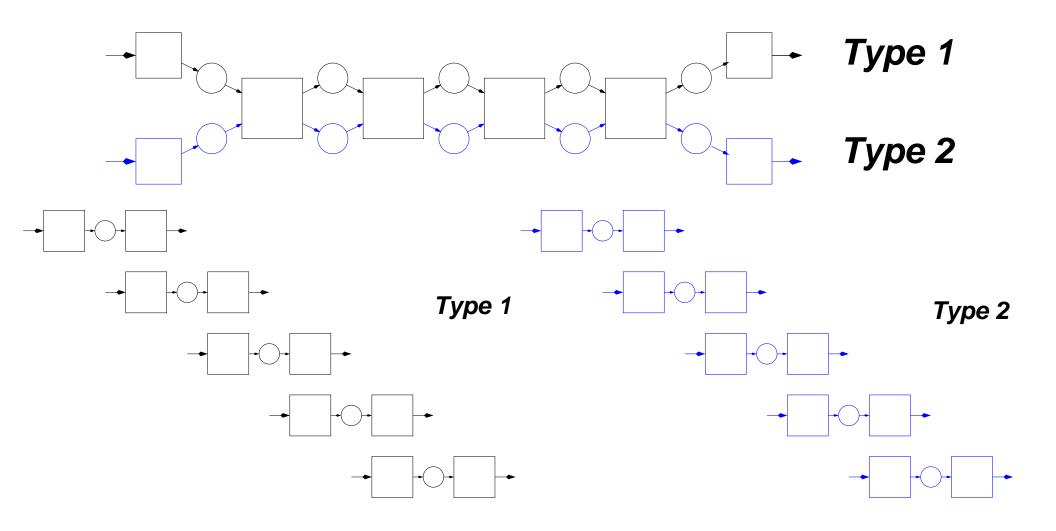
# Current Research





# Multiple part types and reentrant flow

# Current Research



# Current Research

#### **Multiple part types and reentrant flow**

- We assume strict priority.
  - ★ This assumption will be extended.
- Two-part type decomposition has been done.
  - ★ Extension to three part types is next;
  - $\star$  extension to more than three should be easy.
- Reentrant flow is modeled as an extension to multiple-part types.
  - \* Part reenters system as a new part type.
  - \* Parts with fewer remaining operations can be given priority.

#### **Quality/Quantity Modeling**

#### **Quality Dynamics**

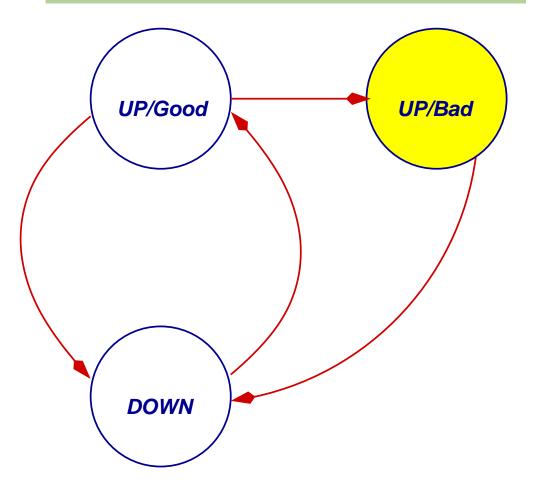
- *Definition:* How the quality of a machine changes over time.
- The quality literature distinguishes between *common causes* and *special causes*. (Other terms are also used.)
- We use this concept to extend quantity models.

#### **Quality/Quantity Modeling**

#### **Simplest model**

Versions:

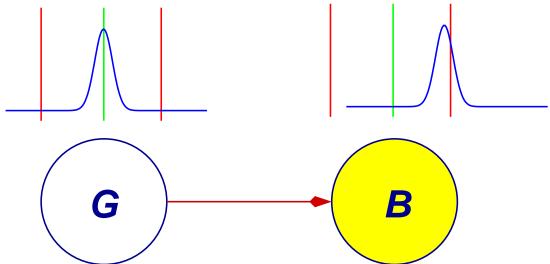
- The *Good* state has 100% yield and the *Bad* state has 0% yield.
- The Good state has high yield and the Bad state has low yield.



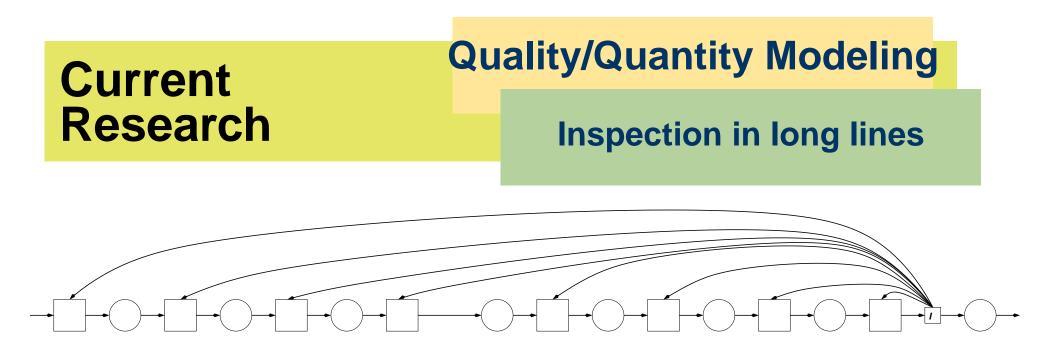
#### **Quality/Quantity Modeling**

**Simplest model** 

The relationship between quality dynamics and statistical process control:



*Note:* The operator does not know when the machine is in the bad state until it has been detected.



- The transition from UP/BAD to DOWN is signaled from a downstream inspection.
- The detection of the failure can only occur when the *first bad part* reaches the inspection station.
- Thus the production rate of *good* parts depends on how much inventory there is between the machine and the inspection.

#### **Quality/Quantity Modeling**

**Inspection in long lines** 

To analyze this system by decomposition, we must

- analyze two-machine lines with multiple up- and down-states, and
- relate the transition rate from UP/BAD to DOWN to the amount of inventory between the operation and the inspection.

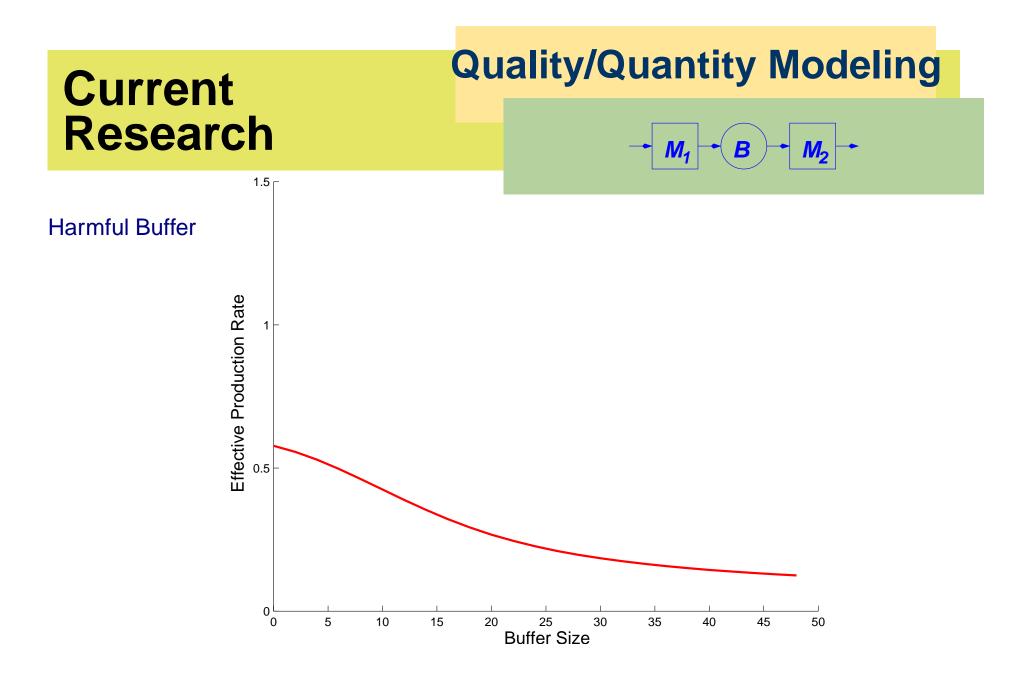
# Current Research Quality/Quantity Modeling Separation of Operation and Inspection

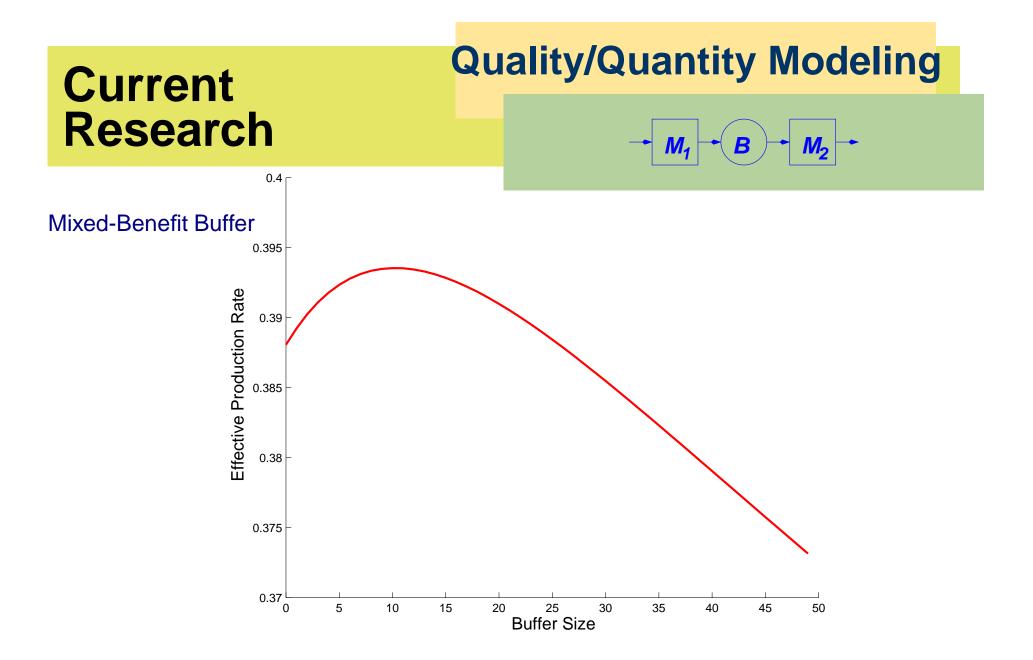
# **Opinions:**

- Quantity-oriented people tend to assume that increasing a buffer *increases* the production rate.
- Quality-oriented people tend to assume that increasing a buffer *decreases* the production rate of good items.
- However, we have found that the picture is not so simple.



#### *Effective production rate* = production rate of good parts.





#### **Quality/Quantity Modeling**

Inspections

How many inspections should there be? And where?

- Intuition: more inspection improves quality.
- Reality: increasing inspection can actually reduce quality, if it is not done well.

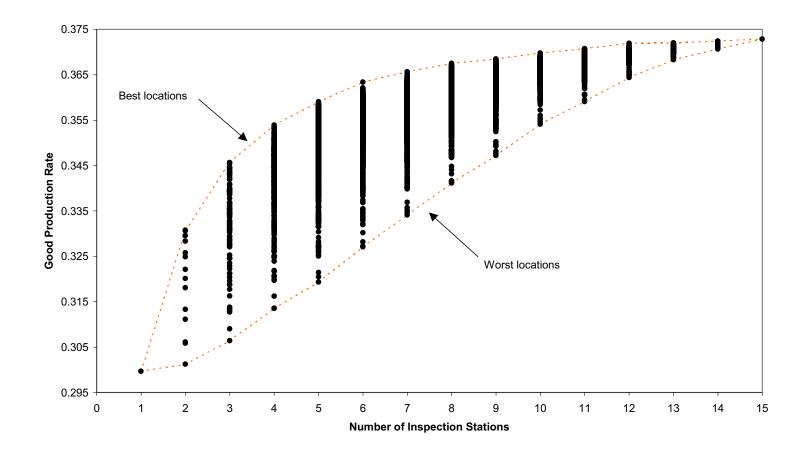
#### **Quality/Quantity Modeling**

#### Inspections

- We simulated a 15-machine, 14-buffer line.
- All machines and buffers were identical.
- We looked at all possible combinations of inspection stations in which all operations were inspected.
  - \* Example: Inspection stations just after Machines 6, 9, 13, and 15.
  - ★ The first inspection looks at the results from Machines 1 6; the second looks at results from Machines 7 – 9; the third from 10 – 13; and the last from 14 and 15.
  - \* There is always one inspection after Machine 15.
- A total of  $2^{14}$ =16,384 cases were simulated.

#### **Quality/Quantity Modeling**

#### Inspections



#### **Quality/Quantity Modeling**

**Possible Extensions** 

- Design of inspection policies using Bayesian analysis.
- Analysis of multiple-state machines.
- Analysis of lines with multiple-state machines.
- Control of material flow in systems with quality issues.

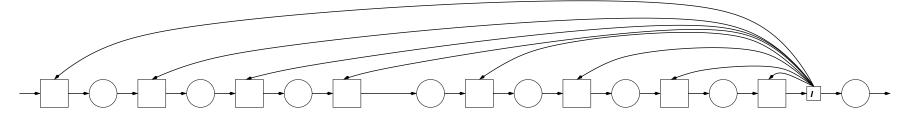
#### **Analytic evaluation of long lines**

#### Current Research

# 

#### Single remote inspection of a single machine:

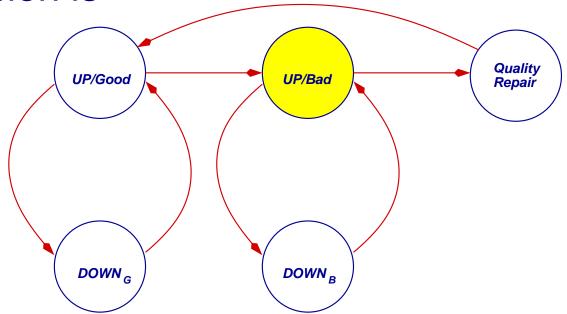
Single remote inspection of multiple machines:



#### **Machine quality dynamics**

### Current Research

- The three-state machine model is much too simple.
- One extension is

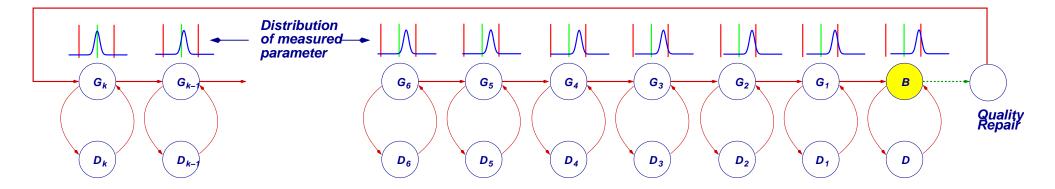


• ... but even this leaves out important features.

#### **Machine quality dynamics**

#### Current Research

#### Another extension is



• This allows more general wear or aging models.

# Conclusions

- Manufacturing systems engineering is valuable economically and intellectually.
- There are many interesting and important untreated problem areas.