Selecting suitable spare parts for additive manufacturing

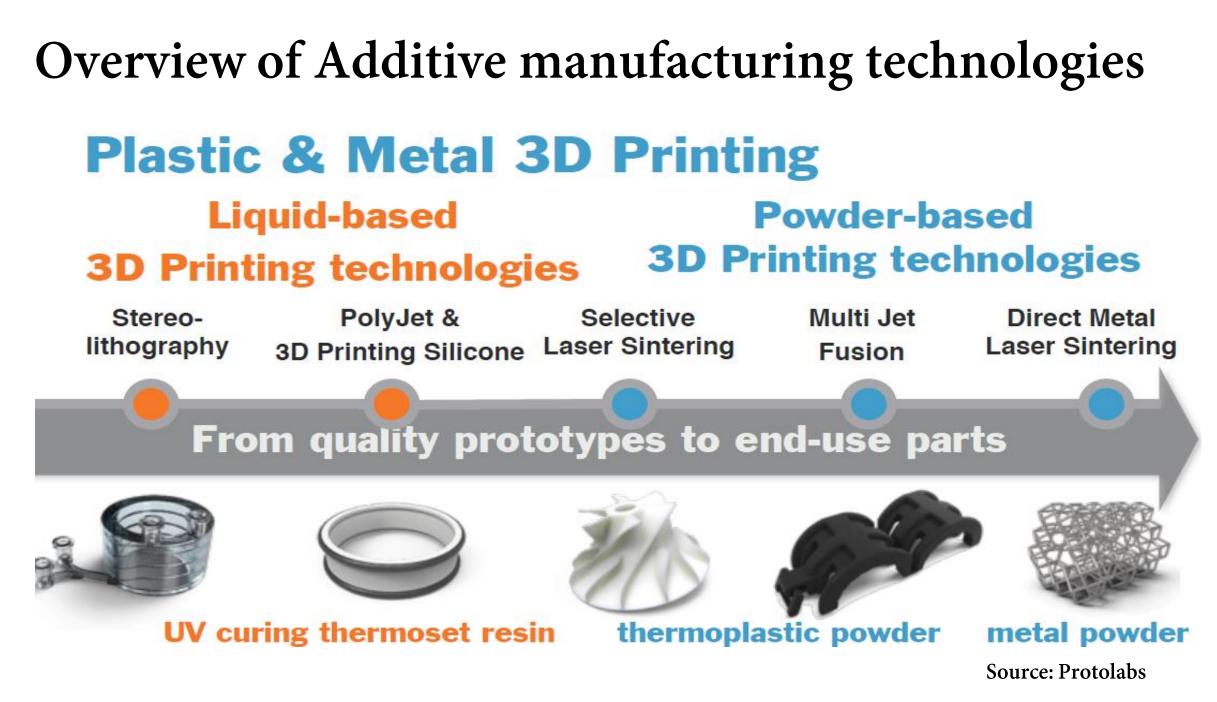
ATANU CHAUDHURI ASSOCIATE PROFESSOR- AALBORG UNIVERSITY, DENMARK DIGITAL SUPPLY CHAIN WORKING GROUP LEADER- MOBILITY GOES ADDITIVE



7th Annual Spare Parts Business Platform 2019, Stockholm

Agenda

- Introduction to additive manufacturing
- Why additive manufacturing for spare parts ?
- Have real industrial parts been printed?
- Part selection- the big challenge in adopting additive manufacturing
- Two case studies
- Criteria for screning and assessment
- Pre-assessment workshop
- Criteria thresholds
- Logic Decision Diagrams and Fuzzy Inference Systems
- Results and next steps
- An alternate approach
- Which approach to use in what context
- Key take aways



Why additive manufacturing for spare parts?





Long lead times for spare parts manufacturing Locked up in lasttime buy purchases

High inventory

of spare parts

Suppliers no

longer want to

deliver

Lifetime service contracts

Volume of some

spare parts are too

low

No CAD files

exist for the spare

parts

4

Have real industrial parts been printed?



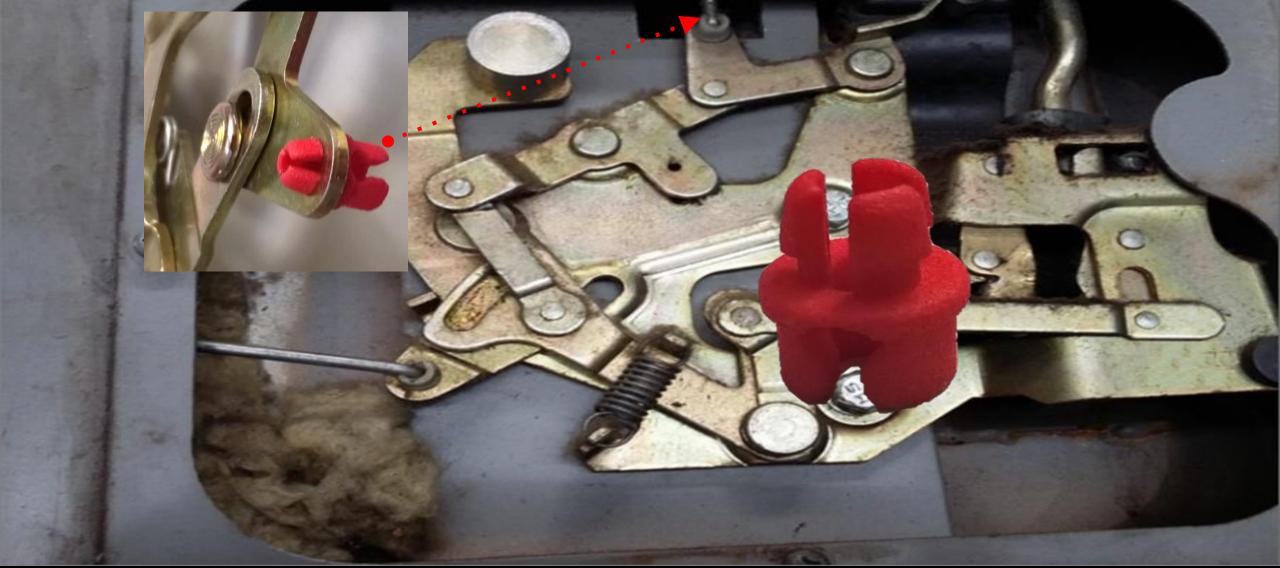






Big Savings with partial substitution





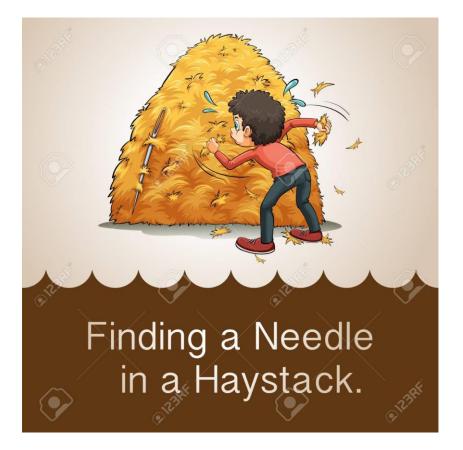
And and the state

Prevention of downtime

6 11 15 1



Part selection- the big challenge in adopting additive manufacturing



- You have a large portfolio of spare parts (> 50,000)
- How do you figure out which of these spare parts can be manufactured using AM?
- What are your objectives?
- Which factors to consider?
- Which method to follow to process the data?

TWO CASE STUDIES

Criteria for assessing spare parts

Technical

- 1. Size
- 2. Materials
- 3. Surface finish requirements
- 4. Tolerance requirements
- 5. UV resistance
- 6. Chemical resistance
- 7. Corrosion resistance

Supply chain

1. Lead time

- 2. Demand and demand uncertainty
- 3. Unit cost
- 4. Supply risk
- 5. Inventory
- 6. Criticality
- 7. Repairability

Six Step Spare Part Selection Method

Step 1 - Information Sharing

Step 2 - Define Objectives

Step 3 - Technological Attributes

Step 4 - Strategic Attributes

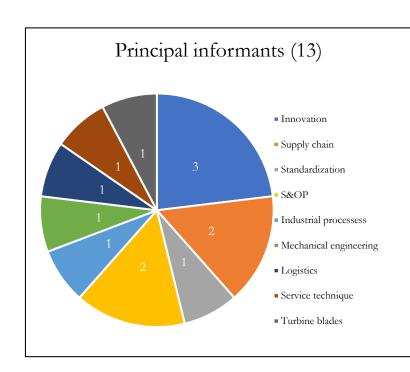
Step 5 - Selection of Spare Parts

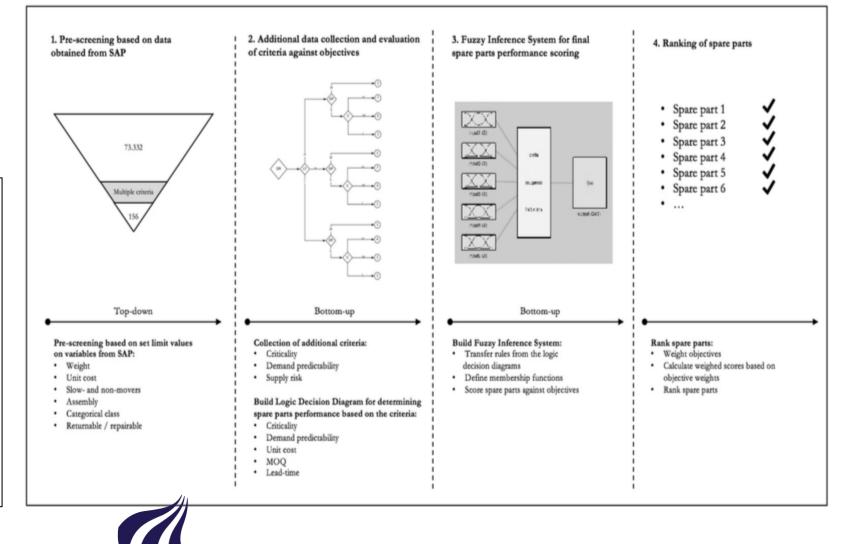
Methodology



Objectives

- Inventory cost reduction
- Downtime reduction



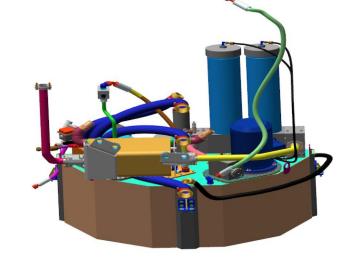


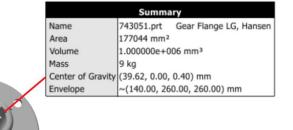
Criteria for screening and screening process

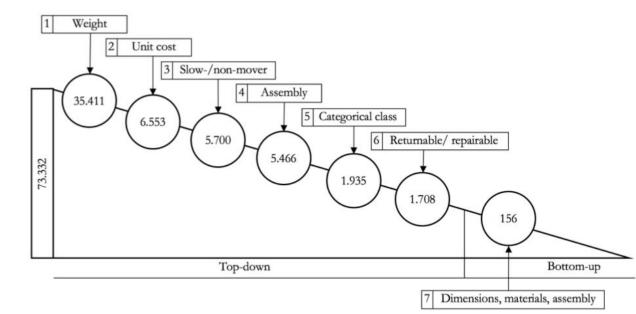


Criteria for screening

- ✓ Weight
- ✓ Unit cost
- ✓ Demand volume / rate (Slow, non-mover)
- \checkmark Part of assembly or not
- ✓ Categorical class
- ✓ Returnable-repairable
- Durability
- □ Lifecycle stage
- ✓ Repairability
- ✓ Technical spec. availability
- Obsolescence
- ✓ Size (to fit the build envelope)
- ✓ Material type









Preparing for assessment- workshop

- Preparation for workshop
 - Criteria for assessment
 - Data analysis
 - Clustering

| Criteria for assessment | | |
|-------------------------|------------------------|--|
| \checkmark | Lead-time | |
| \checkmark | Unit cost | |
| \checkmark | Criticality | |
| \checkmark | Demand predictability | |
| \checkmark | Supply risk | |
| \checkmark | Minimum order quantity | |
| \checkmark | Material | |
| | | |

| Order | SAS ID | Cluster | Material |
|-------|--------|---------|----------|
| 1 | 30 | 1.1 | 29050648 |
| 2 | 119 | 2 | VT730098 |
| 3 | 21 | 3 | 29005348 |
| 4 | 109 | 4 | 788507 |
| 5 | 83 | 5 | 764849 |
| 6 | 3 | 6 | 10204229 |
| 7 | 55 | 1.2 | 702670 |
| 8 | DEF | | |
| 9 | 40 | 3 | 60065484 |
| 10 | 18 | 4 | 112095 |





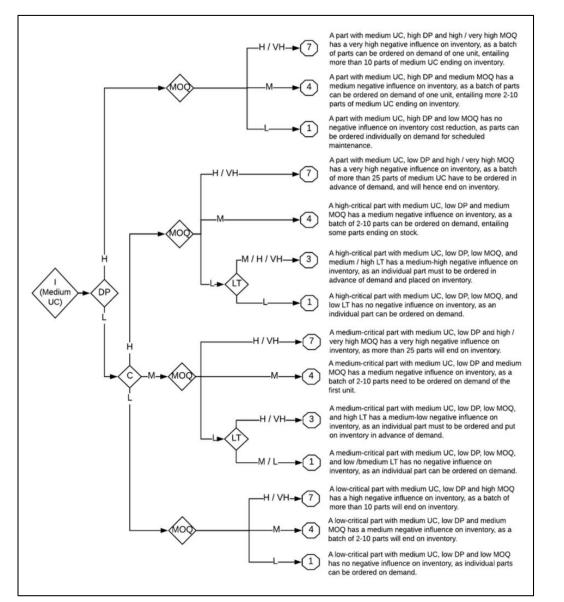


Criteria thresholds

| | Criteria value classes | | | | |
|--------------|--|---|--|------------|--|
| Criteria | Low | Medium | High | Very high | |
| LT (in days) | $LT \le 7$ | $7 < LT \le 21$ | $21 < LT \le 42$ | LT > 42 | |
| UC (in €) | $500 \le UC \le 1.000$ | $1.000 < UC \le 2.000$ | $2.000 < UC \le 4.000$ | UC > 4.000 | |
| С | Part failure has no influ- ence on breakdown | Part failure leads to breakdown after 21 days | Part failure causes immedi- ate breakdown | - | |
| DP | Corrective maintenance | - | Preventive maintenance | - | |
| SR | No. of suppliers $\geq 3 \land$ no LT variation | No. of suppliers = 2 \lor LT variation | No. of suppliers = $1 \land LT$ variation | - | |
| MOQ | MOQ = 1 | $2 \le MOQ \le 10$ | $10 < MOQ \le 25$ | MOQ > 25 | |

Logic decision diagrams

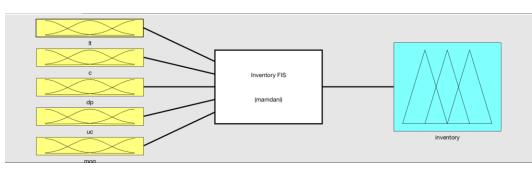


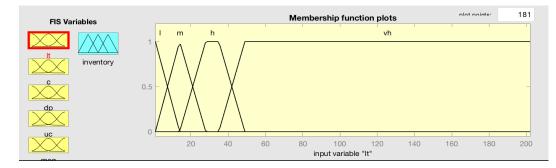


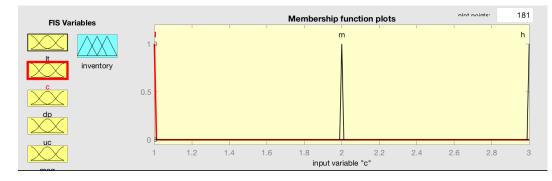
| | Criteria value classes | | | | | Performance sco | |
|----------|------------------------|------|-----------|-----------|-----------|-----------------|---|
| Material | С | DP | LT | UC | MOQ | D | I |
| 29050648 | High | Low | Very high | Low | Medium | 7 | 3 |
| 29005348 | High | High | Very high | Medium | Medium | 1 | 4 |
| 788507 | High | Low | Very high | Very high | Low | 7 | 4 |
| 10204229 | High | Low | Medium | Low | Very high | 7 | 7 |
| 702670 | High | Low | Very high | Low | Low | 7 | 1 |
| 112095 | High | Low | Very high | Very high | Medium | 7 | 6 |
| 29031017 | High | Low | Very high | Low | Medium | 7 | 3 |
| 773042 | High | Low | Very high | High | Low | 7 | 3 |
| 61325 | High | Low | Very high | Low | Low | 7 | 1 |
| 61326 | High | Low | Very high | Low | Medium | 7 | 3 |
| 763147 | High | Low | Very high | Low | Low | 7 | 1 |
| 29052797 | High | Low | Very high | Low | Medium | 7 | 3 |
| 60099884 | High | Low | Very high | Low | Low | 7 | 1 |
| 753432 | High | Low | Very high | Low | Low | 7 | 1 |
| 60046071 | High | High | Very high | Low | Low | 1 | 1 |
| 29052798 | High | Low | Very high | Low | Medium | 7 | 3 |
| 779210 | High | Low | Low | Low | Low | 4 | 1 |

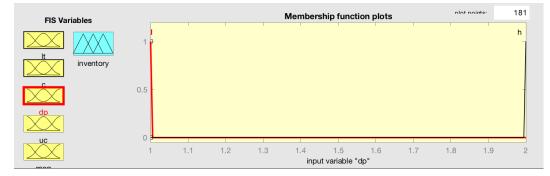


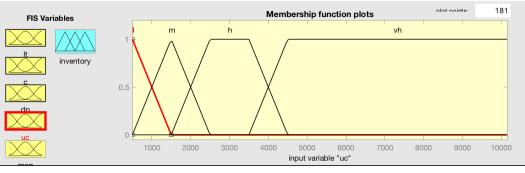
Fuzzy Inference System- Inventory

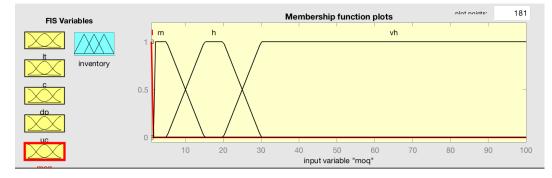














Results based on logic diagrams and FIS

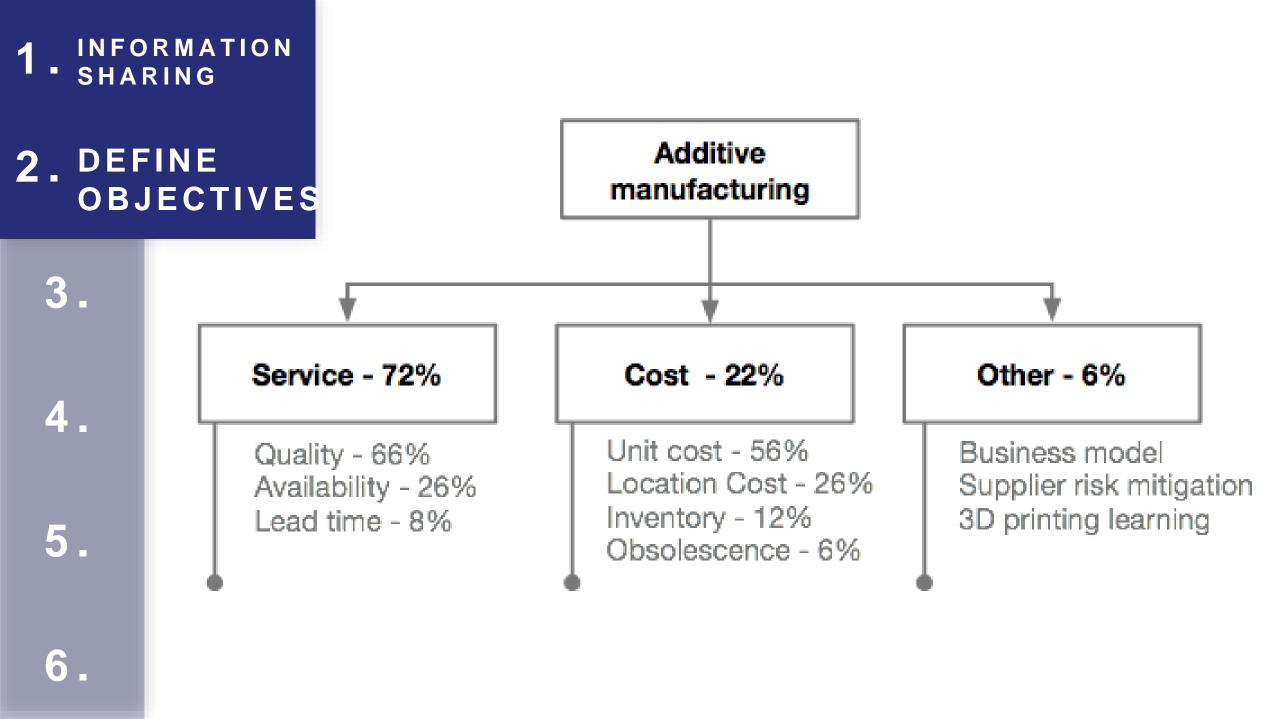
| | | | XV7 ! 1 . | 3y con- | | Inven- | |
|------|----------|--------------------------------|----------------|---------------|-------|-------------------|----------|
| Rank | Material | Description | Weight (kg) | sump- tion | Stock | tory value (€) | Make/buy |
| 1 | 10204229 | STUD M30 X 430 10.9 FLZNLNC | 2.14 | 0 | 5 | 2,598.5 | Buy |
| 2 | 112095 | PITCH BLOCK STD/LT | 61 | 0 | 0 | 0 | Buy |
| 3 | 29031017 | PINION Z11 M20 | 88.8 | 0 | 0 | 0 | Buy |
| 4 | 788507 | VALVE BLOCK FOR 3MW PU | 150 | 1 | 1 | 4,643.53 | Buy |
| 5 | 29052797 | FLANGE DE LS | 40.8 | 0 | 0 | 0 | Buy |
| 6 | 29052798 | FLANGE NDE LS | 41.7 | 0 | 0 | 0 | Buy |
| 7 | 61326 | ENDSH NDE DA560 EN-GJS 400 | 120 | 0 | 10 | 9,031.3 | N/A |
| 8 | 29050648 | FILTER BLOCK | 27 | 0 | 0 | 0 | Buy |
| 9 | 773042 | FRON.LEFT/REAR RIGHT CLAW BEAM | 95 | 0 | 0 | 0 | Buy |
| 10 | 60099884 | PINION FOR YAW-GEAR, NM72/2000 | 21.4 | 0 | 0 | 0 | N/A |
| 11 | 61325 | ENDSH DE DA560 EN-GJS 400 | 105 | 0 | 1 | 678 | N/A |
| 12 | 702670 | PLATE FOR CRANK ARM | 37 | 4 | 7 | 4,513.39 | Buy |
| 13 | 763147 | REINF. V66 TORQUE ARM, MACH. L | 99.5 | 0 | 0 | 0 | N/A |
| 14 | 753432 | HOUSE F.ROTATING CONTACT | 17,6 | 0 | 0 | 0 | Buy |
| 15 | 779210 | FLANGE FOR CYLINDER | 22.5 | 3 | 1 | 528.9 | N/A |
| 16 | 29005348 | PAWL FOR BLADE LOCK | 0.993 | 0 | 0 | 0 | Buy |
| 17 | 60046071 | BRAKE DISC Ø870 | 98.5 | 0 | 0 | 0 | Buy |

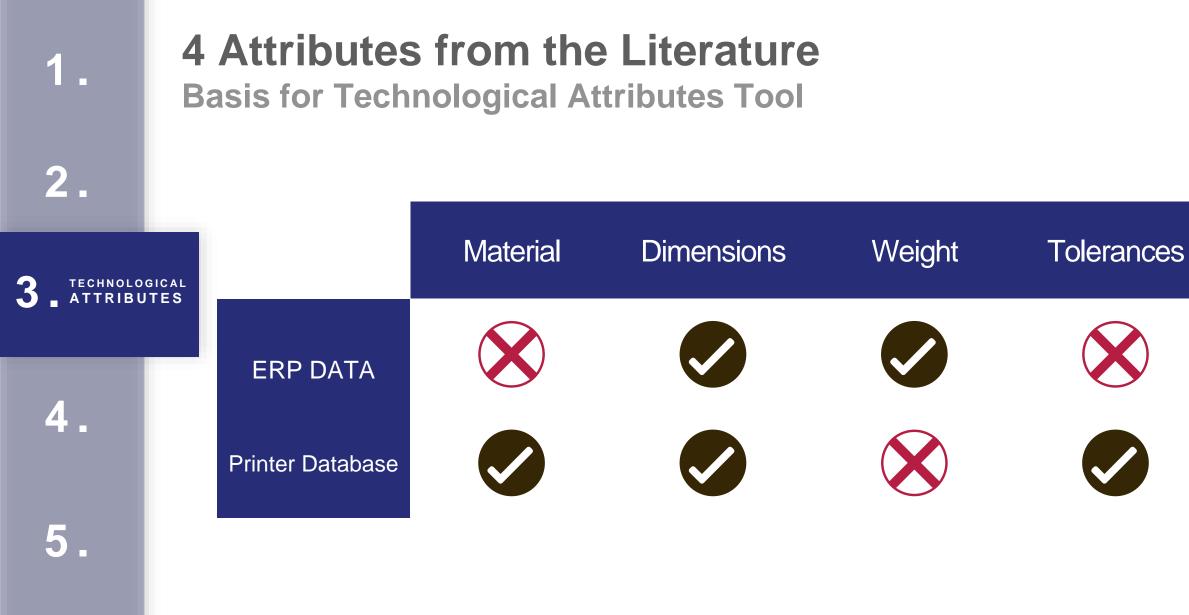


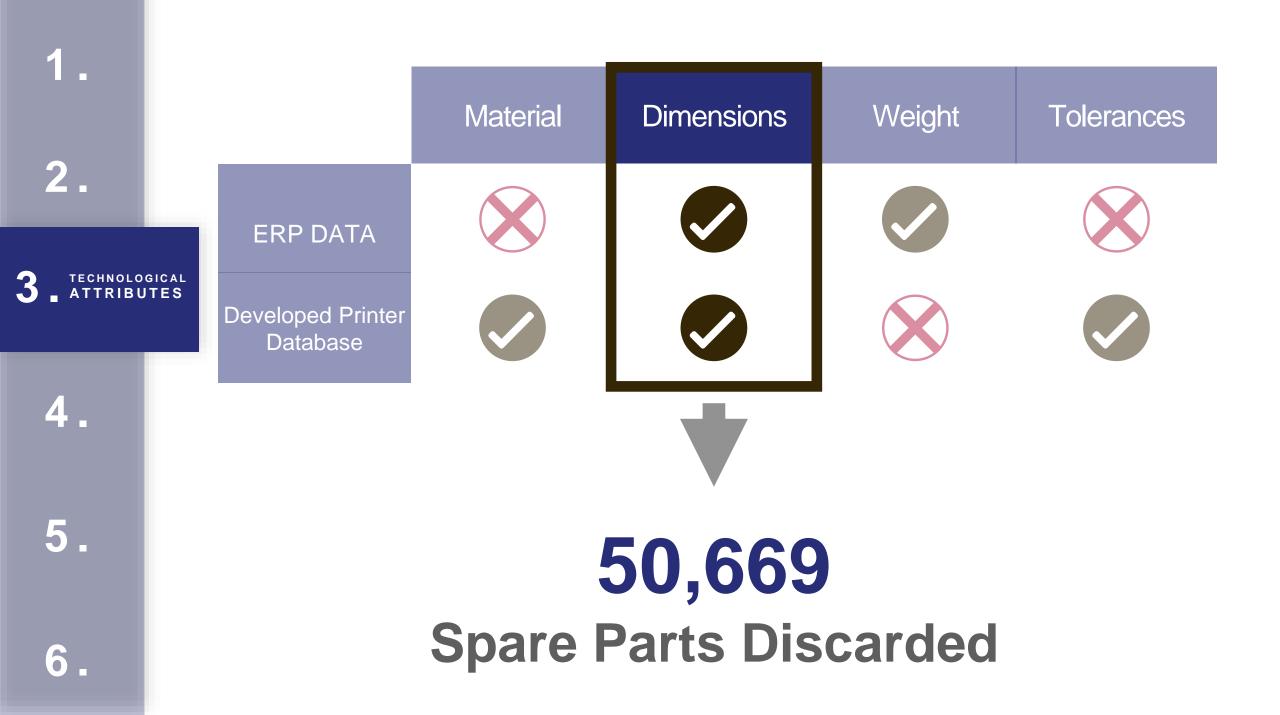
Practical implications and future actions

- A step in the right direction
- Identify those parts that are tricky to manage
- Validation of methodology
- AM experts for bottom-up assessment and selection of AM technology
- Business case development as next step

An Alternate Approach







Screening

Weighting of the Strategic Attributes

4. STRATEGIC ATTRIBUTES

• Selecting the most Appropriate Method for Ranking the Spare Parts

5.

1.

2.

3.

| 2. | | Time to Stock-out | Overhead Cost | Obsolete | Standard Cost |
|-------------------------|---------------------|--|--|--|---|
| | Problem | Having enough inventory of a spare part for more than 10 years service | Mismanagement of data: Materials of no standard cost, but high overhead cost | Spare parts are not in production and not being sold by Nilfisk | Spare parts with a standard cost is typically non-printable material |
| 3. | Action | Removing spare parts if: inventory / demand > 10 | Removing spare parts with a overhead of more than 100% of the standard cost | Remove all spare parts classified as 'Obsolete' | Removing the spare parts which have a standard cost of more than 1000 DKK |
| | Spare Parts Removed | 271 | 4,101 | 1,464 | 528 |
| STRATEGIC ATTRIBUTES | | | | | |
| 5. | | | 6,364 | | |
| 6. | | Spare P | Parts Dis | scarded | |

Screening

Selecting the most Appropriate Method for Ranking the Spare Parts TOPSIS

1.

2.

3.

5.

6.

Δ

STRATEGIC

TRIBUTES

| Material | Overhead Cost (DKK) | Lead Time (days) | Demand (12 months) | TOPSIS Score (Ci) | TOPSIS Ranking |
|------------|---------------------|------------------|--------------------|-------------------|----------------|
| 56305665 | 364.74 | 85 | 1 | 0,972597613037653 | 1 |
| 53391A | 311.50 | 99 | 1 | 0,971931770047372 | 2 |
| 56418987 | 321.29 | 68 | 6 | 0,96504184805561 | 3 |
| 56305436 | 428.82 | 50 | 1 | 0,964589392115614 | 4 |
| 8-51-05016 | 299.01 | 71 | 2 | 0,96433531665227 | 5 |
| | | | | | |
| | | | | | |
| | | | | | |
| 56304603 | 512,35 | 1 | 1 | 0,949103145137554 | 100 |

How can we obtain more valid rankings using MCDM? How is the data actually positioned according to the 3 criterion?

Selecting the most Appropriate Method for Ranking the Spare Parts Two Step Cluster Analysis

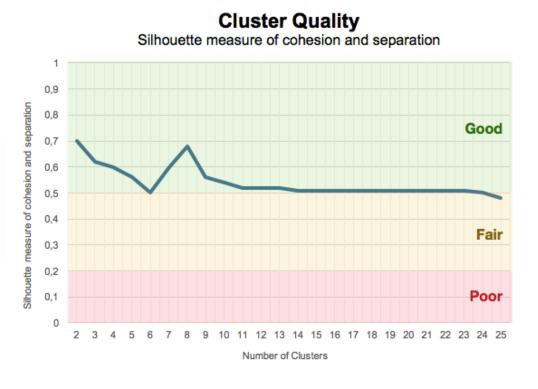
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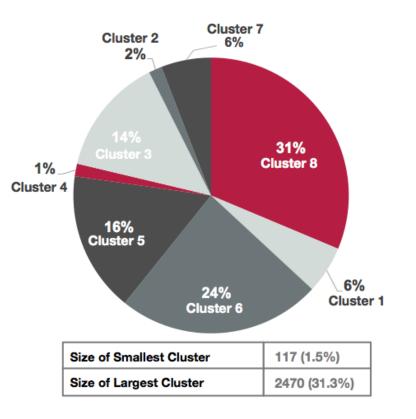
1.

2.

4. STRATEGIC ATTRIBUTES

5.





Ranking within Clusters using MCDM

| 2 | |
|---|--|
| | |

2.

1.

4. STRATEGIC ATTRIBUTES

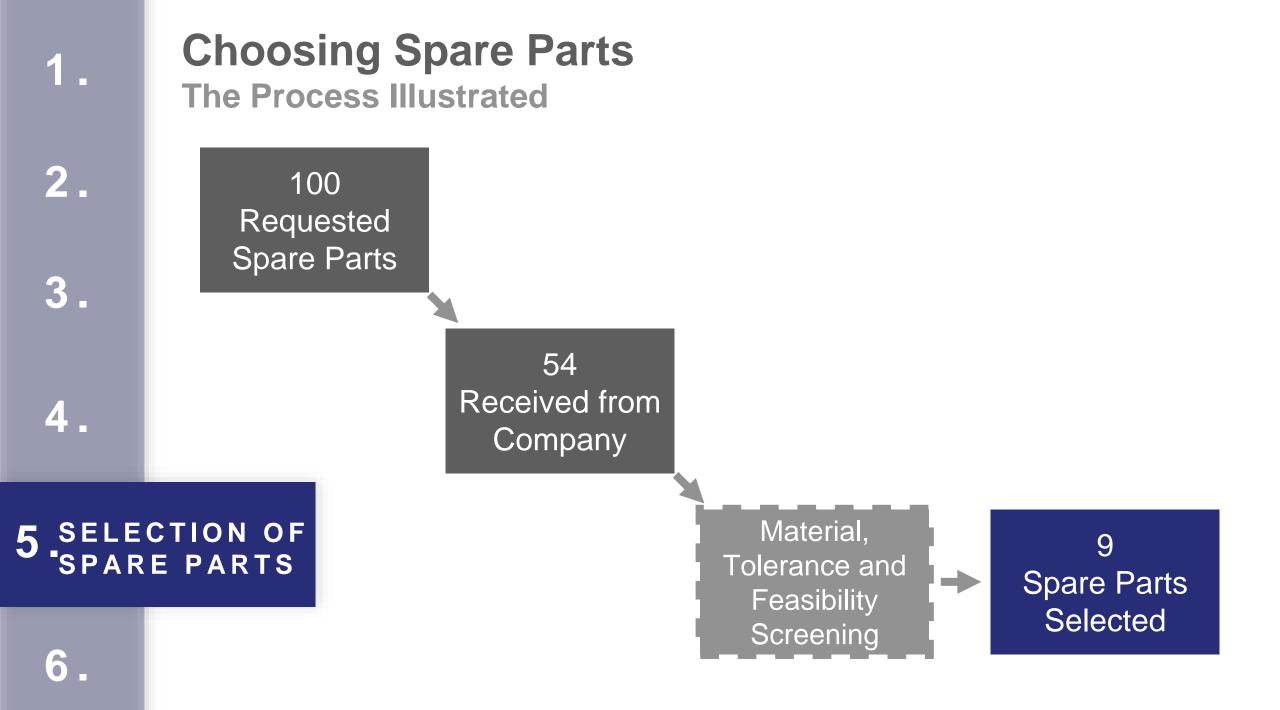
5.

6.

| Oluster No. | Innet | TOPSIS Ideal (+/-) | | | | |
|-------------|-------|--------------------|--------------------|--|--|--|
| Cluster No. | Input | Positive Ideal (+) | Negative Ideal (-) | | | |
| | LT | 999.11 days | 129.75 days | | | |
| 1 | D | 6 units | 982 units | | | |
| | 0 | 519.63 DKK | 140.68 DKK | | | |
| | LT | 907.29 days | 0.07 days | | | |
| 2 | D | 11 units | 980 units | | | |
| | 0 | 428.82 DKK | 0.00 DKK | | | |
| | LT | 25.00 days | 1.00 day | | | |
| 3 | D | 1 unit | 6,250 units | | | |
| | 0 | 141.65 DKK | 30.59 DKK | | | |
| | LT | 36.83 days | 1.76 days | | | |
| 4 | D | 12,142 units | 28,6365 units | | | |
| | 0 | 48.81 DKK | 0.00 DKK | | | |
| | LT | 41.00 days | 25.50 days | | | |
| 5 | D | 1 unit | 11,901 units | | | |
| | 0 | 89.11 DKK | 0.00 DKK | | | |
| | LT | 25.60 days | 12.00 days | | | |
| 6 | D | 1 units | 12,092 units | | | |
| | 0 | 71.22 DKK | 0.00 DKK | | | |
| | LT | 78.00 days | 42.00 days | | | |
| 7 | D | 1 units | 17,318 units | | | |
| | 0 | 79.76 DKK | 0.00 DKK | | | |
| | LT | 12.86 days | 1.00 day | | | |
| 8 | D | 1 unit | 11,992 units | | | |
| | 0 | 39.13 DKK | 0.00 DKK | | | |

List of the most appropriate spare parts within each cluster

LT: Lead time D: Demand O: Overhead Cost



Which approach to use in what context

- 1. Multi-criteria decision making approach (MCDM) –scoring parts on factors and linking factors to be objectives (suitable for less number of factors and less number of parts)
- 2. Logic decison diagrams, cluster analysis and fuzzy inference system (large number of parts, medium number of factors but strong interrelationships of factors and objectives)
- **3.** Cluster analysis and MCDM approach for ranking of part clusters and within cluster ranking of parts (large number of parts, limited to medium number of factors and independence of factors)
- 4. Bottom-up expert driven selection using a questionnaire or selection protocol (no data available or not possible to do quantitative analysis)

Key take aways

- No "one-size fit –all" approach
- Each company must choose the most appropriate approach based on multiple factors
 - Application area- spare parts, parts for new products,
 - whether redesign for AM is considered or not
 - Data availability etc
- Need to update the printer database to identify limits of AM technologies
- A group of cross-functional experts from the company should be involved through the entire process
- If there is no data- use bottom-up approach
- Use machine learning based feature recognition to automate part-identification process

Commercial software to help you in part selection for additive manufacturing







Questions

and Answers



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