## Chapter 14 solutions

Business, Company

## ASSIGN BUSTER

Solutions for Review Problems of Chapter 14 1. a. Given the following diagram for a product, determine the quantity of each component required to assemble one unit of the finished product. b. Draw a tree diagram for the stapler: a. F: $2 \mathrm{~J}: 2 \times 2=4 \mathrm{D}: 2 \times 4=8 \mathrm{G}: 1 \mathrm{~L}: 1 \times 2=2 \mathrm{~J}: 1 \times 2=2 \mathrm{H}: 1 \mathrm{~A}: 1$ x $4=4 \mathrm{D}: 1 \times 2=2$ Totals: $\mathrm{F}=2 ; \mathrm{G}=1 ; \mathrm{H}=1 ; \mathrm{J}=6 ; \mathrm{D}=10 ; \mathrm{L}=2 ; \mathrm{A}=4$ b. Stapler Top Assembly Base Assembly Cover Spring Slide Assembly Base Strike Pad Rubber Pad 2 Slide Spring 2. The following table lists the components needed to assemble an end item, lead times, and quantities on hand. . b. If 20 units of the end item are to be assembled, how many additional units of E are needed? (Hint: You don't need to develop an MRP plan to determine this. ) An order for the end item is scheduled to be shipped at the start of week 11. What is the latest week that the order can be started and still be ready to ship on time? (Hint: You don't need to develop an MRP plan for this part either. ) a. B: $20 \times 2=40-10=30 \mathrm{E}: 30 \times 2=60-12=$ $48 \mathrm{C}: 20 \times 1=20-10=10 \mathrm{E}: 10 \times 2=20$ End Item D: $20 \times 3=60-25=$ $35 \mathrm{E}: 35 \times 2=70$

Total: $48+20+70=138$ b. $B(2) C D(3) E(2) F(3) G(2) E(2) H(4) E(2)$ Total LT 45556 The longest sequence is 6 weeks. Week $11-6$ weeks $=$ Week 5 . 5 3. End item $P$ is composed of three subassemblies: $K, L$, and $W$. $K$ is assembled using 3 Gs and 4 Hs ; L is made of 2 Ms and 2 Ns ; and W is made of 3 Zs . On-hand inventories are $20 \mathrm{Ls}, 40 \mathrm{Gs}$, and 200 Hs . Scheduled receipts are 10 Ks at the start of week $3,30 \mathrm{Ks}$ at the start of week 6, and 200 Ws at the start of week 3 . One hundred Ps will be shipped at the start of week 6 , and another 100 at the start of week 7.

Lead times are two weeks for subassemblies and one week for components G, H, and M. Final assembly of $P$ requires one week. Include an extra 10 percent scrap allowance in each planned order of $G$. The minimum order size for H is 200 units. Develop each of the following: a. b. c. d. A product structure tree. An assembly time chart. A master schedule for P. A material requirements plan for $\mathrm{K}, \mathrm{G}$, and H using lot-for-lot ordering. Solution: a. Product Structure Tree P K 3G c. Master Schedule d. Weeks Quantity LT = 1 wk. Beg. Inv. 12345 Beg. Inv. 123456100610071007100

L 4H 2 2N W 3Z P Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases K LT = 2 wk. Beg. Inv. 1234100510010101010909090 Beg. Inv. 12327040 40404023025325323121023170421051001001006100307070 1001007 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases G(3) LT $=1 \mathrm{wk}$. 67 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases $H(4) L T=1$ wk. Beg.

Inv. 123360428040240240567 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Plannedorder releases 200200200200200160200240 4. Oh No!, Inc., sells three models of radar detector units. It buys the three basic models (E, F, and G) from a Japanese manufacturer and adds one, two, or four lights (component D ) to further differentiate the models. D is bought from a domestic producer. Lead times are one week for all items except $C$, which is two weeks. There are ample supplies of the basic units ( $E, F$, and $G$ ) on hand.

There are also 10 units of $B, 10$ units of $C$, and 25 units of $D$ on hand. Lotsizing rules are lot-for-lot ordering for all items except $D$, which must be ordered in multiples of 100 units. There is a scheduled receipt of 100 units of D in week 1. The master schedule calls for 40 units of $A$ to be produced in week 4, 60 units of $B$ in week 5 , and 30 units of $C$ in week 6 . Prepare a material requirements plan for D and its parents. Solution: Master Schedule Week Quantity Beg. Inv. 1234 40A 5 60B 6 30C A LT = 1 wk. Beg. Inv. 123 44056

Gross requirements Scheduled receipts Projected on hand Net requirements Planned order receipt Planned order release Beg. Inv. 404040 B LT = 1 wk. 12345606 Gross requirements Scheduled receipts Projected on hand Net requirements Planned order receipt Planned order release Beg. Inv. 501010 101010105050 C LT = 2 wks. 12345630 Gross requirements Scheduled receipts Projected on hand Net requirements Planned order receipt Planned order release D LT = 1 wk. Beg. Inv. 1234010025125 1251258595100100520418051010101010101020206

Gross requirements Scheduled receipts Projected on hand Net requirements Planned order receipt Planned order release 5. Using the diagram below, do the following: a. Draw a tree diagram for the scissors. b. Prepare an MRP for scissors. Lead times are one day for each component and final scissor assembly, but two days for the plastic grips. Six hundred pairs of scissors are needed on Day 6. Note: There are 200 straight blades and 350 bent blades on hand, and 40 top blade assemblies on hand. Solution:. a. Scissors Bottom Blade Assembly Screw Top Blade Assembly Straight Blade b. Master Schedule for:

Straight Plastic Grip Bent Blade Bent Plastic Grip Week Quantity Beg. Inv. 12 345660078 Week Scissors (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases 600600600 Beg. Inv. 12345660078 Week Bottom Blade Assembly (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases 600600600 Beg. Inv. 12345600678 Week Top Blade Assembly (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases Beg.

Inv. 560 Week Screw (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases Week Straight Blade (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts 200200200200200400 400 Beg. Inv. 1234600567860060060012345660078404040 404040560560 Beg. Inv. 12345600678 Planned order releases 400 Week Straight Plastic Grip (LT $=2$ weeks) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases Beg. Inv. 00 Week Bent Blade (LT = 1 week) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases Bent Plastic Grip (LT $=2$ weeks) Gross requirements Scheduled receipts On hand Net requirements Planned order receipts Planned order releases 560560560 Beg. Inv. 210 Week 12345605678 35035035035035021021012345605678600600 Beg. Inv. 1234 6005678 6. Develop a material requirements plan for component H. Lead
times for the end item and each component except B are one week. The lead time for $B$ is three weeks. Sixty units of $A$ are needed at the start of week 8 .

There are currently 15 units of $B$ on hand and 130 of $E$ on hand, and 50 units of H are in production and will be completed by the start of week 2 . Solution: Master Schedule Week Quantity Beginnin g inventory 123456712345 678608 A LT = 1 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases Beginnin g inventory $123456607606060 \mathrm{~B}(2) \mathrm{LT}=38$ Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases 10515151515151515120 15105105 C LT = 1

Beginnin g inventory 12345678 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases $60606060 \mathrm{E}(2) \mathrm{E}(4) \mathrm{LT}=1$ Beginnin g inventory 12345678 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases 80130130130130210240 $1308080240240240 \mathrm{H}(\mathrm{E} 3) \mathrm{H}(\mathrm{E} 3) \mathrm{LT}=1$ Beginning inventory 123456 78 Gross requirements Scheduled receipts Projected on hand Net requirements Planned-order receipts Planned-order releases 1905050240 72050190190240720720

