



LTT SUPPORTS AND ENABLES LEAN SIX SIGMA TRANSFORMATION

LEAN

- ▶ A set of tools aimed at eliminated waste
- ▶ Key concepts include:
 - Process simplification
 - Non-value adding step reduction
 - Cycle time reduction
 - Changeover cost and time reduction
 - Flexibility improvement

LTT

- ▶ Processes and enabling technology developed “by practitioners for practitioners” based on Lean principles and transformation experience in production and distribution.
- ▶ Lean process improvements supported by decision support systems that economically optimize inventory, resource utilization, and response time for all SKUs by location.
- ▶ Lean S&OP processes enable daily re-forecasting for each SKU by location to improve short term accuracy and manage variability.
- ▶ Key LEAN benefits include:
 - Economically optimized run lengths and inventory targets will drive lot sizes as low as production flexibility and cycle times allow.
 - Daily LTT calculations automatically drive inventory lower as cycle or changeover times are decreased.
 - Takes into account the entire range of Make-to-Inventory → Make-to-Order options for each SKU by location individually.

SIX SIGMA

- ▶ A set of tools aimed at increasing process performance and eliminating defects
- ▶ Key concepts include:
 - Data driven process and product performance analysis
 - Cause and Effect process understanding
 - Variability and defect understanding and reduction

LTT

- ▶ Processes and enabling technology developed “by practitioners for practitioners” that combine Lean with Six Sigma (DMAIC) principles and transformation experience in production and distribution.
- ▶ A decision support systems with reporting and analytic services to enable rapid, deep operating and performance management of comprehensive operating process data.
- ▶ Implementation services developed by Six Sigma Master Black Belt
- ▶ LTT systems support and build on Six Sigma efforts by:
 - Integrating key customer demand, process, product and cost data.
 - Explicitly accounting for existing process capability and variability while optimizing run lengths and inventory targets.
 - Daily lead time and variability calculations result in inventory adjustments as process performance is Enhanced.

