

LEADTIME

In order to deal effectively with the challenges of reducing lead times, we must understand its makeup.

ORDER ENTRY TIME
ORDER PROCESSING TIME
ORDER PLANNING TIME
MATERIAL PROCUREMENT TIME
RECEIVING, STORAGE & ISSUE TIME
SETUP TIME
RUN TIME
IN-PROCESS STORAGE TIME
WAREHOUSE STOCKING TIME
TRANSPORT & HANDLING TIME
PACKAGING & SHIPPING TIME

QUESTION: What is the manufacturing lead time?_____

QUESTION: What is the total cycle time (lead time)? _____

QUESTION: Does your currently quoted lead time include all of the above?_____

