# Warehouse Management System Modernization Project

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### **DEFENSE LOGISTICS AGENCY**



AMERICA'S COMBAT LOGISTICS SUPPORT AGENCY









Warehouse Management System (WMS) Overview for SAP Future of Innovation Conference

October 2018





WARFIGHTER FIRST FOR OFFICIAL USE ONLY



## Agenda



- Distribution Modernization Vision & Projects
- Warehouse Management System (WMS)
- Approach Agile
- Partnership with USTRANSCOM
- Summary





## Distribution Modernization Vision & Projects



Vision: Add significant business value by automating and modernizing distribution & disposition to improve operations and reduce cost



#### Wireless Warehouses / Printers / Tablets / Voice Pick

- Provide comprehensive wireless access and tools to enable efficiency on the floor



## **Logistics Modernization and Implementation Support (LMIS)**

- Design, install and integrate advanced industrial automation
- First project: Eastern Distribution Center (EDC)



#### Next Gen Performance Management Tool

- Production and Productivity measurement and management



#### **Robotics Exploration**

- Explore industrial grade automation solutions



## Warehouse Management System (WMS)

- Enhance warehouse management to provide simplified distribution, storage & transportation processes



#### **Real-Time Location System (RTLS)**

- Instrument small arms, pilfer able, classified, and capital equipment to track movement



## Warehouse Management System (WMS)



CAPABILITIES

**PROCESS** 

**MONTHLY SPRINTS** 









Delivery Processing, Work Scheduling, Shipping & Receiving, Physical Inventory, Reporting & Monitoring, Transportation Management and Disposal

- Configure capability based on standard SAP
- Review standard; Conduct Business Process Reengineering; Identify remaining gaps
- Scrutinize absolute minimum customizations to get to Software-As-A-Service
  - Challenge Laws, Regulations and Policies based on acceptable standard
  - DMP Senior Steering Committee approval for all customizations
  - Coordinate approved customizations with the DOD to drive to a solution SAP can incorporate into the standard software

DEPLOYMENT



Today

Sep 2019

Sep 2020

Sep 2022

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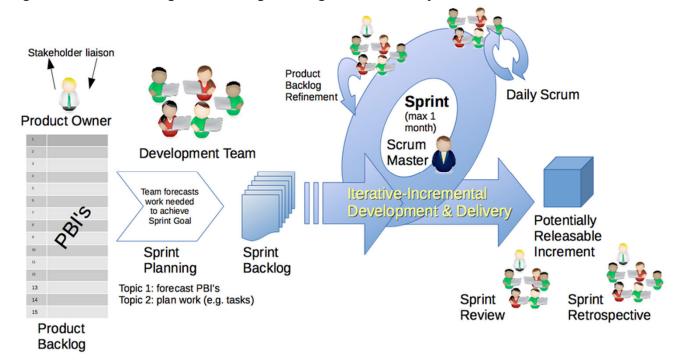




## **Agile Sprint Development Basics**



- Sprints are "Time Boxed" 30 Day Increments
- Subsequent sprint content may be adjusted as we go based on emerging requirements from previous sprints, prioritized by the customer





## Partnership with USTRANSCOM



- Established 2 Tiered WMS/TMS Governance Council
  - Co-chaired by DLA J6 and TRANSCOM TCJ5/4

#### Goals

- Support greater overall Transportation/Supply Management capability integration, agility and resilience
- Promote transparency and alignment through collaboration
- Promote domain knowledge sharing leverage Organizational, OSD,
   Services and Industry expertise

#### Tenets

- Seamless integration between envisioned operating capabilities (e.g. TMS and WMS)
- Re-engineer business processes, limit customization
- Reduce or eliminate duplication
- Independent, but informed, deployments



## Summary



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- WMS Integration with Distribution modernization efforts will add significant business value
- Significant cost reductions provides ability to become more fiscally responsible
- Migration to cloud environment provides first step towards a Software-As-A-Service model
- Agile delivery of modernized technology allows us to provide capability to the warfighter faster and more efficiently
- Partnership with USTRANSCOM will ensure alignment to DOD objectives

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## **Questions?**

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