## NGiL

Next Generation Innovative Logistics



# NGIL Next Generation Innovative Logistics VINNX Competence Center At Lund University

Teknisk Logistik Produktionsekonomi Förpackningslogistik



#### Historia

- Sten Wandel och Patrik Ryden lämnade in en intresseanmälan från Öresundsregionen som svar på ett call från VINNOVA, 2003.
- Klartecken för att lämna in en ansökan om ett VINNX center inom innovative logistik, skickades in nov 2004. Arbetsgrupp med folk från Teknisk Logistik, Produktionsekonomi och Förpackningslogistik. 3 workshops hölls med företag som lämnat in Letter of Intent.
- April 2005 meddelades att Lund hade fått ett av fyra VINNX center.
- Kick-off september 2005.
- Första styrelsemöte december 2005. Ledningsgrupp och föreståndare engageras.
- Anställning av doktorander börjar mars 2006.
- Första forskningsprojekten beviljadas april 2006.

#### Objective VINNX center

- A VINN Excellence Centre is a long-term research partnership between universities, private enterprises, public sector actors and VINNOVA.
- A university is the host for each centre. When researchers from different disciplines, departments and research institutes collaborate with networks of companies and public sector participants, the result is a vigorous environment for research and innovation.
- Participation by companies means that the research is focused on problem areas that are both relevant to industry and scientifically challenging, and whose results will benefit business.
- This will create new knowledge and technologies, leading to new products, processes and services.

#### Key points

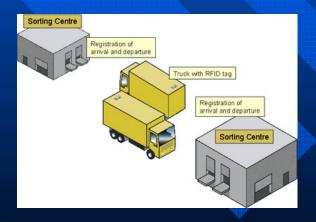
- Promoting sustainable growth by generating new knowledge and new technologies that will lead to new products, processes and services.
- Multi-disciplinary research in partnership between business, the public sector, universities and other research organisations. The aim is to work towards finding optimal solutions to major problems facing the participants.
- Research programmes designed and carried out jointly by the participants.
- Geographic focus by having a university or college as the organisational centre, thus forging closer links to researcher education and undergraduate studies.
- Long-term partnership, with extensive stagebystage evaluations, in order to achieve effectiveness and international excellence.
- Joint long-term financing by business / the public sector / universities and vinnova in order to recruit, foster and retain world-class skills.
- Activities run by a managing director and a board, where the contributing parties can align the direction of research with the needs of business and the public sector.
- Activities set up in innovation environments and effective innovation systems that result in powerful Centres of Excellence in Research and Innovation.

#### NGIL Objectives

- Develop and implement innovative logistics knowledge, processes and products
- Further leverage the strong research groups' specialties by multidisciplinary projects
- Create a demand-driven research atmosphere where research is initiated by industry and public sector
- Create an intense collaboration between industry, public sector and academia
- Leverage the innovation environment established in Lund (e.g. Ideon) and the Öresund area

#### Some arguments for NGIL activities

- Eliminate missed shipments
- Eliminate shipment discrepancies
- Improve profit margins by inputting more accurate and timely data into optimization tools
- Enable the reduction of inventory carrying costs
- Support customers' efforts to reduce inventory investments
- Significantly reduce product returns
- Improve customer satisfaction
- Improved delivery reliability
- Improved efficiencies in your customers receiving operations





#### Challenges

- Industrial cluster integration
- Immediate market response
- Capacity management
- Material Management substitute information for inventory
- Collaboration and Visibility
- Supply Chain Risk management
- Process orientation
- Rapid new product introduction



#### Partners

- Bioett
- CeLIT
- DFDS Transport
- Frigoscandia Distribution
- Port of Helsingborg
- ICA AB
- Lindab
- MA-system in cooperation with Pipe Chain
- Region Skåne
- REXAM
- SCA Packaging
- Svenska Tullverket
- Volvo Car in cooperation with Volvo Logistics



#### Styrelse

- SCA Packaging, Per Arfvidsson
- ICA, Anders Lundmark
- Bioett, Bengt Sahlberg
- DFDS Transport, Gabriel Andersson
- CeLIT/Helsingborg, Sten Åke Tjärnlund, ordf
- Volvo Car Cooperation, **Urban Bjöörn**
- Production Management, Johan Marklund
- Engineering Logistics, Andreas Norrman
- Föreståndaren är adjungerad



#### Resurser

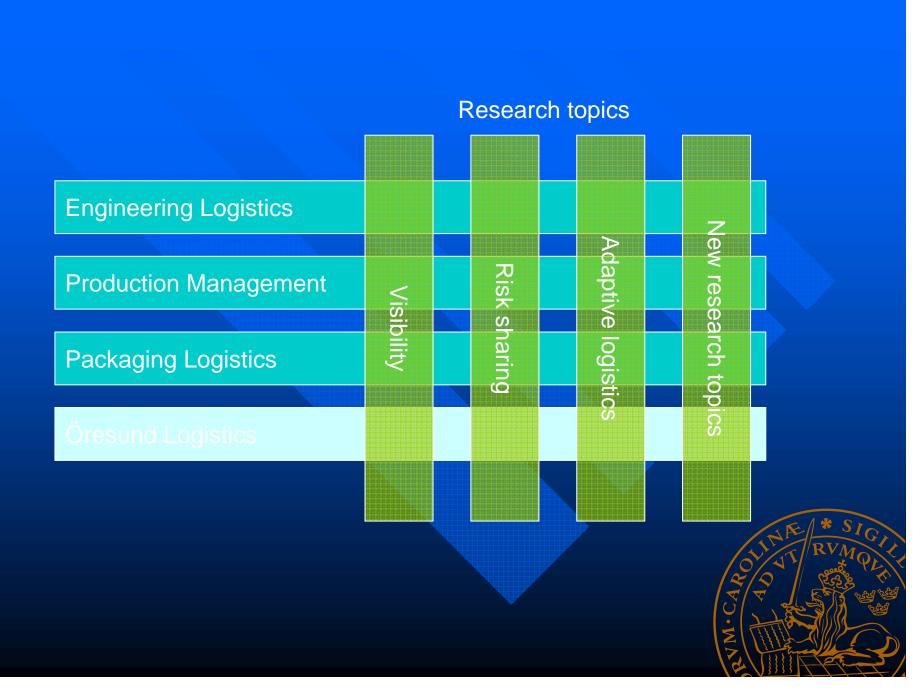
- 210 miljoner över 10 år
  - 1/3 från medlemsorganisationerna
  - 1/3 från Lunds Universitet
  - 1/3 från VINNOVA

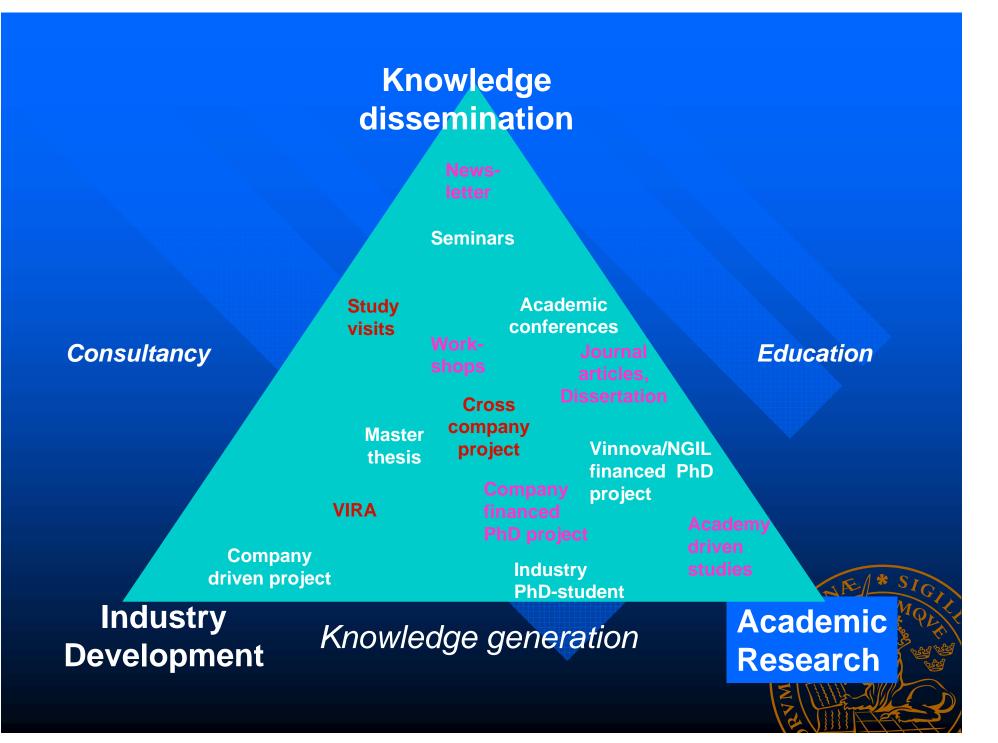


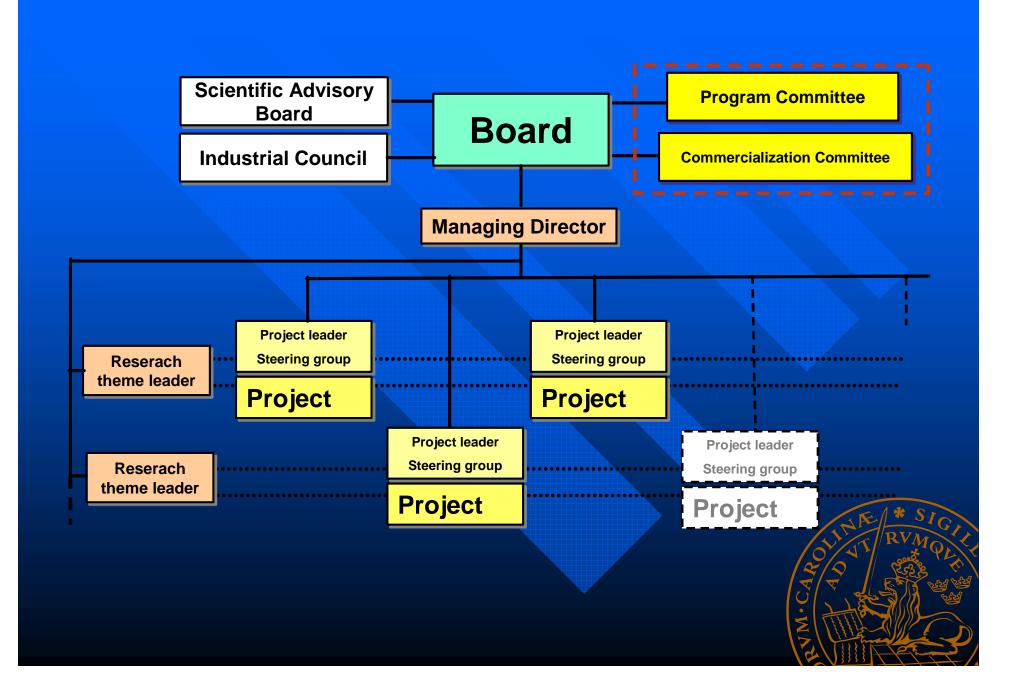
#### Focusområden

- Visibilititet i försörjningskedjan
- Riskdelning i försörjningskedjan
- Flexibel logistik
- ....nya områden i framtiden bestäms av NGILs partnerorganisationer









#### Programme committee

- Bereder projekt som styrelsen skall besluta om
- Medlemmar utses av företagen (forskningsinriktade representanter)
- Även akademin är med i denna komitte
- Kan tillsätta en grupp för att vidarutveckla ett inlämnat projekt förslag



#### Industriråd

- Referensgrupp för enbart industrirepresentanter
- I detta forum kan företagen diskutera samarbeten och egna ideér till projekt
- Öppet för alla partnerorganisationer



### Scientific advisory board

- Stanford
- MIT
- Säkerställer det vetenskapliga arbetet ur ett internationellt perspektiv



#### Commercialization Committee

- Utvärdera framkomna idéer går de att kommersialisera
  - Lunds Universitets Holding bolag LUAB
  - Företagsrepresentanter



#### Examples of research projects

- Supply Chain Risks and Risk Sharing Instruments
- RFID for visibility in the supply chain
- > Supply chain collaboration/VMI: How and when?
- SecureFlow: Handling Antagonistic Risk in Logistic Flows
- Software Supply Chain Management
- Purchasing Practices of Environmentally Preferable Transport Services
- Improving Procurement Performance with E-business Mechanisms
- > Supply Chain Integration through Performance Measurement
- ➤ Logistical Principles in Construction Supply Chains
- How can increased information about where items are in a supply chain improve its inventory control? Where should we keep inventory and how much?
- ➤ How can advance information of future demand be used to substitute inventory in distribution systems?
- How to manage inventories of perishable items?
- > Technology and methods needed for efficient traceability
- > Transparency in the food supply chain
- Smart packaging in the logistics chain
- Adaptive logistics using complexity theory to facilitate increased effectiveness in logistics
- Integrated packaging, logistics and product development
- Exploring the Potential of Using Radio Frequency Identification Technology in Retail Supply Chains
- Horizontal environmental assessment for supply chain and logistics management

#### Decided Research projects

- Barriers and driving forces for increasing Supply Chain Visibility: impact of business models and incentives
- SC 2025 Identify and analyze factors that are critical to the success of the supply chain 2025 from a northern Europe perspective.
- Simulation models for increasing Demand Chain Visibility
- Alignment and development of inventory management methods applied in industry in a context characterized by increasing visibility and agility



#### Membership levels

#### • A-level

- A minimum of 1.000' in cash/year
  - Be part of the Board of Directors
  - Can specify a research project that also involves other partners
  - Can have a PhD student working with only this project
  - Can be the "owner" of a research project
  - Can start up new research areas
  - All workshops and seminars are free, no limit

#### • B-level

- A minimum of 500' in cash/year
  - Will form a reference group with other gold companies around a specified research project.
  - Can take part in reference groups
  - Can open new research areas
  - All workshops and seminars are free for up till 5 people from the partner

#### • C-level

- In kind contribution minimum 100 hours/year + minimum 20' in cash/year
  - Will take part in research with providing case studies at companies
  - Can take part in reference groups
  - Can hand in proposal for the research agenda
  - All workshops and seminars are free for up to 2 persons from the partner
- D-level
  - Minimum 20' in cash/year
    - Only newsletter and access to the open part of www.NGIL.se
    - Can attend open workshops and seminars for half price.



## Competence centers and affiliation program we are connected to

- European Supply chain forum
- Stanford global supply chain forum
- MIT
- Michigan State University
- MIT-Zaragoza Logistics Centre
- Öresund Science Region
- Hong Kong Logistics Forum

NGIL belongs to the inner circle of the logistics front line

#### Potential NGIL activities

- Newsletters
- Study visits
- Broad seminars
- Focused workshops/round tables
- Academic conferences open for industry
- Explorative Master thesis
- Company driven project
- Cross-company project

- Academy driven studies
- Visiting Industry Research Associate
- Industry Ph.D-student
- Company financed PhD or faculty project
- Vinnova/NGIL financed PhD or faculty project



#### Disseminate of research results

- Work shops for industry, academia and students
- Seminars
- International conferences
- Ideon, LUVIT and the Öresund research platform are interfaces to fast growing companies and start-ups
- Models, methods and products for use in industry or for start-ups of new companies will be developed
- Innovative environment and critical mass for industry driven research will be generated
- Education of specialised engineers, licentiates and doctors in both industry and for post doc positions
- Cases studies at industry partners involving both industry scientific personnel and academic researchers will take place
- Industry representatives will be working at the centre for longer or shorter time periods

## Questions

?

