C-A-T[®] Resources moves to zero material shortages, reduces stockholding with SYSPRO 8

At a Glance

ORGANIZATION

CAT RESOURCES

REGION

United States of America

KEY CHALLENGE

Visibility of inventory and balancing supply and demand

KEY BENEFIT

- Flexibility to scale with changes in the market
- Greater visibility, tighter controls
- Optimizing the power of ERP for improved accounting and inventory management
- Understanding operator performance with SYSPRO MOM

INDUSTRY

Medical Devices

END USER MARKET

Military units; paramedics

SOLUTION

SYSPRO 8

Customer Profile

C-A-T[®] Resources manufactures tourniquets for use in combat and crises. The Combat Application Tourniquet (C-A-T[®]) completely stops blood flow in traumatic injuries with severe bleeding. C-A-T[®] tourniquets are used by soldiers and paramedics as well as first aid for climbers and extreme sportsmen.

The Business Challenge

C-A-T[®] Resources has grown significantly over the past 15 years, and its existing ERP system could no longer meet its needs. The company experienced challenges in areas of its operation such as inventory tracking, accessing accurate, up-to-date information, and a lack of agility to meet evolving market demands.

The Solution

From an initial longlist of eight ERP solutions, C-A-T[®] Resources ultimately selected SYSPRO for its flexibility, powerful inventory management capability, and ability to provide a comprehensive end-to-end view of the business.

The Outcome

The implementation of SYSPRO has enabled C-A-T[®] Resources to run its manufacturing operations at optimal levels. High-level benefits include the ability to quickly accommodate different types of work in line with changing market requirements, enhanced inventory and accounting visibility, and a more detailed understanding of operator efficiencies and performance.

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We have gone from multiple material shortages to zero. It's easy to see when stock is running out, and we have ample time to react. Previously, we often had to do last-minute changeovers, whereas now we have clear visibility into which raw materials are running low.

- Michael Casella, General Manager, C-A-T[®] Resources.



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CASE STUDY

Flexing for growth

C-A-T® Resources is a vertically integrated manufacturing business that makes the Combat Application Tourniquet. However, the company also needs a system that isn't tailored to one type of manufacturing, so that it has the ability to flex its operation to accommodate different types of work as market requirements change.

Michael Casella, General Manager of C-A-T[®] Resources, says: "Generally, there is a steady demand for our product. However, when we have spare capacity, we need to be able to turn that into an opportunity by taking on other manufacturing jobs. Conversely, the unfortunate advent of the Russia-Ukraine conflict pushed our sales exponentially which has meant increasing resources, working longer hours, and overtime. With SYSPRO, we have the agility we need to scale either way."

Using SYSPRO, C-A-T[®] Resources has been able to meet production demand spikes of up to 300% in one month, with few to no incidents.

Greater visibility, tighter controls

One of the criteria in C-A-T[®] Resources' search for a new ERP solution was the ability to control its inventory and accounting management with improved access to real-time, accurate and relevant data.

"SYSPRO enabled us to have excellent control of our inventory and accounting. It's easy to see and understand exactly what inventory we have, what we need to order, and whether we have enough raw material while simultaneously keeping track of Work in Progress (WIP) and finished goods. We simply didn't have that before we implemented SYSPRO because our previous system was unable to accommodate the company's growth," Casella says.

With improved visibility into inventory and finished goods, C-A-T[®] Resources now has exact, up-to-date information on the number of finished goods and the location of each stock code. It is also able to perform transaction-level tracking of items using SYSPRO's Lot Traceability module.

A clear benefit of this increased visibility is more accurate costing.

"Previously, we didn't know the cost per tourniquet," Casella says. "We have that now and it's easy to track and identify trends." This has become increasingly relevant with the recent spike in demand, which leads to increased overtime for labor, as well as the rising cost of raw materials.

In order to access relevant information, Casella has created numerous reports using SYSPRO's built-in reporting capabilities. This includes reports on everything the company wants to monitor daily for inventory control, production, purchasing and sales. Visibility into the company's critical metrics is key to staying agile and making informed decisions and adjustments immediately, rather than weeks or months later.

"It is very easy for me to create any view I need with just a bit of knowledge about the tables," he says. The automated reporting in SYSPRO is excellent, all I need to do is open the system and all the information I need is instantly accessible."

Optimizing the power of ERP for improved accounting and inventory management

After a smooth implementation of SYSPRO, the C-A-T[®] Resources management team recognized a need to upskill staff in terms of best-practice manufacturing and automated accounting. As a result, the company is able to optimize SYSPRO's capabilities while still supporting its unique processes, where necessary.

One of the benefits has been enhancing the way sales orders are organized. "This improved with the implementation," Casella says. "We were making a sales order for every line on a customer's purchase order instead of having a sales order with multiple lines tied to one customer purchase order.

"This meant that our sales orders and customer purchase orders were always out of alignment. With SYSPRO, this has been rectified, and our sales orders are now in sync with our purchase orders."

C-A-T[®] Resources has also established a clear safety stock plan while reducing stockholding, using SYSPRO's Forecasting and Material Requirements Planning modules.

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Understanding operator performance with SYSPRO MOM

SYSPRO's Manufacturing Operations Management (MOM) module has enabled C-A-T[®] Resources to track operator efficiency and performance. With its previous system, all labor was posted to a single 'job' and it was difficult to track operator efficiency and calculate the labor cost per job. With SYSPRO's job-based capabilities, this process is now seamless, providing visibility into operator efficiency and greatly improving cost accuracy. Additionally, to boost productivity, C-A-T[®] Resources deployed a customization where the operator clocked in for their shift and job simultaneously at the workstation.

"The interface with MOM is seamless. We can run reports and show staff their performance. We pay a quarterly operator efficiency bonus, so our people are keen to track their performance in real-time, and it facilitates better job costing as well," Casella says. A future goal for C-A-T[®] Resources is to gain visibility into operator performance per workstation.

"Looking ahead, we will be exploring ways to enhance our processes even further. For now, our operation is running as efficiently as it can."



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About SYSPRO

SYSPRO is a leading, global Enterprise Resource Planning (ERP) software provider, specializing in key manufacturing and distribution industries. Our Industry-built solutions and services are designed to make things possible.

SYSPRO's ERP solution empowers customers to take the next step – whether it is expanding into new territories, adding new product lines, transforming business processes, or driving innovation. Through our ERP software, customers gain access to solutions, processes, and tools to assist in the management of data for key business insights and informed decision making. The solution is scalable and can be deployed in the cloud, on-premise, or both, and accessed via the web on any device to provide customers with choice and flexibility.

As a trusted advisor, SYSPRO remains focused on the success of partners and customers. With a strong commitment to channel partner growth, SYSPRO customers are backed by a team of global experts that drive maximum value out of IT systems and business solutions. We are committed to addressing the unique needs of our customers, enabling them to easily adapt and remain resilient. Our evolving solutions are aligned with industry trends and leverage emerging technologies that will enable partners and customers to secure a digital future and to gain a competitive advantage.

<u>Click here</u> to learn more about SYSPRO's solutions for Medical Devices industry, or contact us at info@us.syspro.com.

