

2004 RFID Summit for Industry Initial Implementations of Passive RFID

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RFID will be an enabler to create an Integrated DoD Supply Chain

Cases/Pallets are labeled with passive RFID tags. Cases are associated to pallet

Cases/Pallets are read as they are received and new shipments are labeled. Orders are verified for accuracy

Cases/Pallets are associated with **Active RFID** to provide TAV.

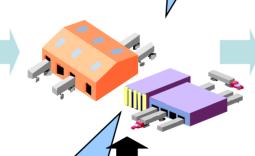
Data is timely and accurate via network of linked readers allowing asset visibility along the entire supply chain

Manufacturers/
Suppliers

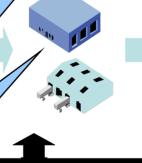
Distribution
Centers/Depots/TDCs

Commercial/ Military Carriers TMO/Supply/ Theater Depots Customer











Timely and Accurate Data

When shipments are reconfigured a new RFID

Tag is created for the pallet and associated with cases on that pallet

The cases/pallets are automatically received with few disputes and info is shared with the AISs.
Reconfigured shipments receive a new RFID Tag.

Customers have visibility of requisitions and are confident in the status provided by the system

As the implementation progresses, the benefits will be captured...

Operational

- Improve Accuracy of Shipping and Receiving
- Increase Productivity
- Improve Visibility and the Accuracy of Inventory within the Supply Chain

Customer

- Increase Customer Satisfaction
- Facilitate Change Management (User Training)

Technology

- Validate Technology
- Influence Technology

Financial

- Level Costs
- Reduce Payment Cycle

Passive RFID Initial Implementations

- Operational Implementations
 - FISC Norfolk Ocean Terminal
 - Individual Protective Equipment (IPE)
- Technology Demonstration
 - Combat Feeding Global Asset Visibility demonstration
- Planned Implementation Projects
 - Strategic Depot to Operational Unit
 - Electronic Military Shipping Label (MSL)





Operational Implementation - Norfolk Ocean Terminal

- GOALS:
- Increase inventory accuracy during cross-docking
- Eliminating hand-scanning when stuffing containers



- STATUS:
- Operational for small packages
- Expanding to all shipments
- Using tag as transaction of record!



Operational Implementation – Individual Protective Equipment (IPE)

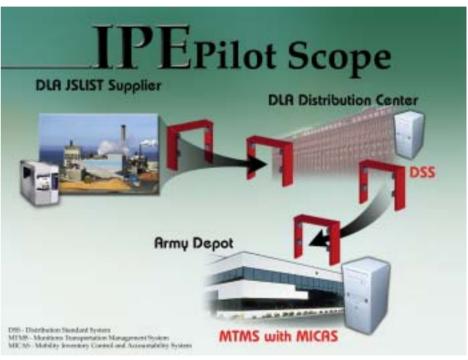
- GOALS:
- Automate Data Capture
- Greater JSLIST Visibility
- Reduced Materiel Handling



- STATUS:
- Infrastructure in place
- Materiel tagging began in March



IPE Pilot Scope



Oct 03 Nov Dec Jan Feb Mar Apr May Jun Jul Aug 04

Requirements Definition

RFID Technology Testing

Integrate and Test System

LEGEND

Phase I: JSLIST Supplier Shipping, and DDJC Receiving
Phase II: DDJC Shipping, Ft Hood Receiving & Shipping

Execute Phase I of Pilot

Execute Phase 2 of Pilot

Initial Assessment

Final Assessment Report

Combat Feeding Technology Demonstration

GOALS:

- Track Class I supplies in a simulated end-to-end supply chain at carton level
- Use sensors to track temperature variations and calculate remaining shelf life
- Track demand rates via the web

STATUS:

- Technology Demo completed in Feb 04
 - Build pallet
 - Load container
 - Issue to unit



Combat Feeding Technology Demonstration

DLA/DSCP Funded Requisition

VENDOR



EPC: case/pallet

DDC



EPC: pallet/container



EPC: container

GS

23-26 February





EPC: case/pallet

011010 010101

EPC: pallet/container

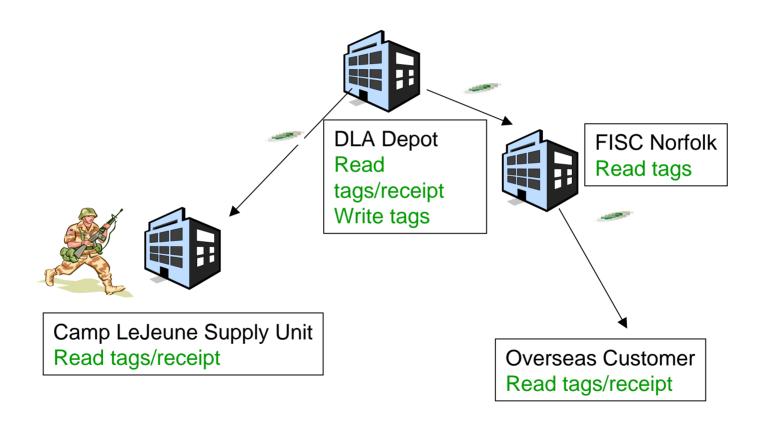
DS

Strategic Distribution Center to Operational Unit

- GOALS:
- Test passive technology across the supply chain
- Increase inventory accuracy
- Automate the receipt process
- STATUS:
- Site surveys conducted
- Pilot Design Underway



Strategic Distribution Center to Operational Unit



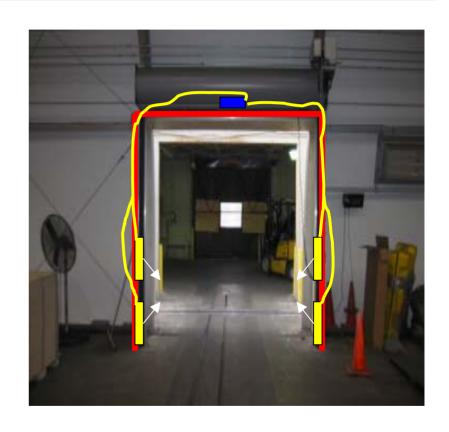
Electronic Military Shipping Label (MSL)

GOALS:

- Improve efficiencies in intransit processes
- Enable mapping of content level data to shipments in existing ITV system

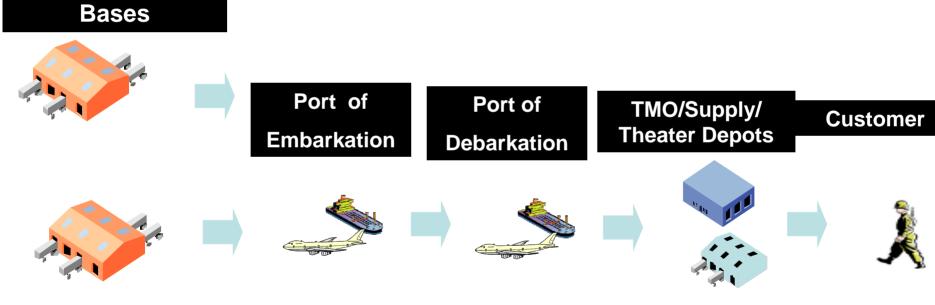
STATUS:

- Conducted site surveys
- Development work underway



Electronic MSL

Distribution Centers/Air Bases



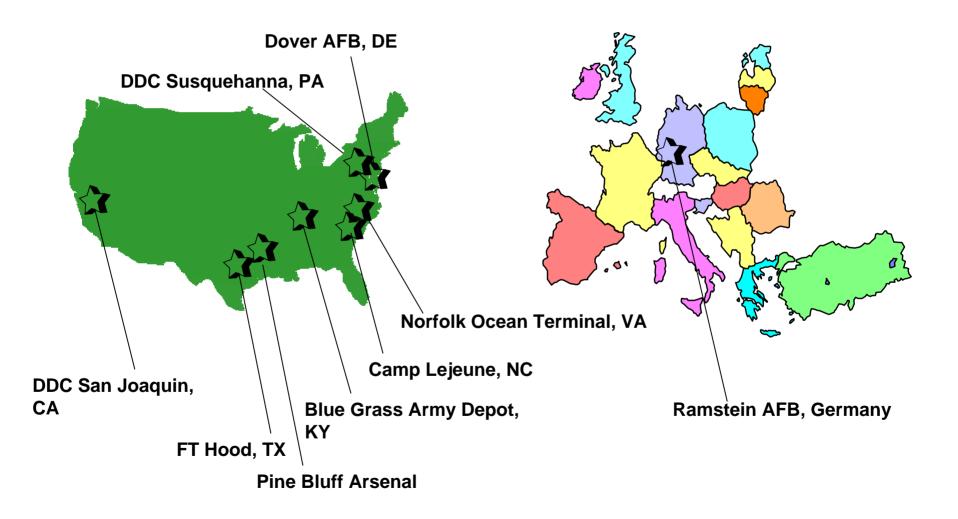
Benefits we are already seeing...

Hands-off data capture

Improved materiel processing through facilities

Enhanced visibility of tagged assets

Passive RFID Locations



Summary

Initial implementations well underway

- Benefits being realized
- Suppliers are encouraged to be "early adopters"

Laying the foundation for January 2005 implementation