



# Production Management Experiences and Research at CIFE

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# Introduction – CIFE

100% funded by A/E/C industries

Building owners and developers

Design and construction companies

Software and hardware vendors

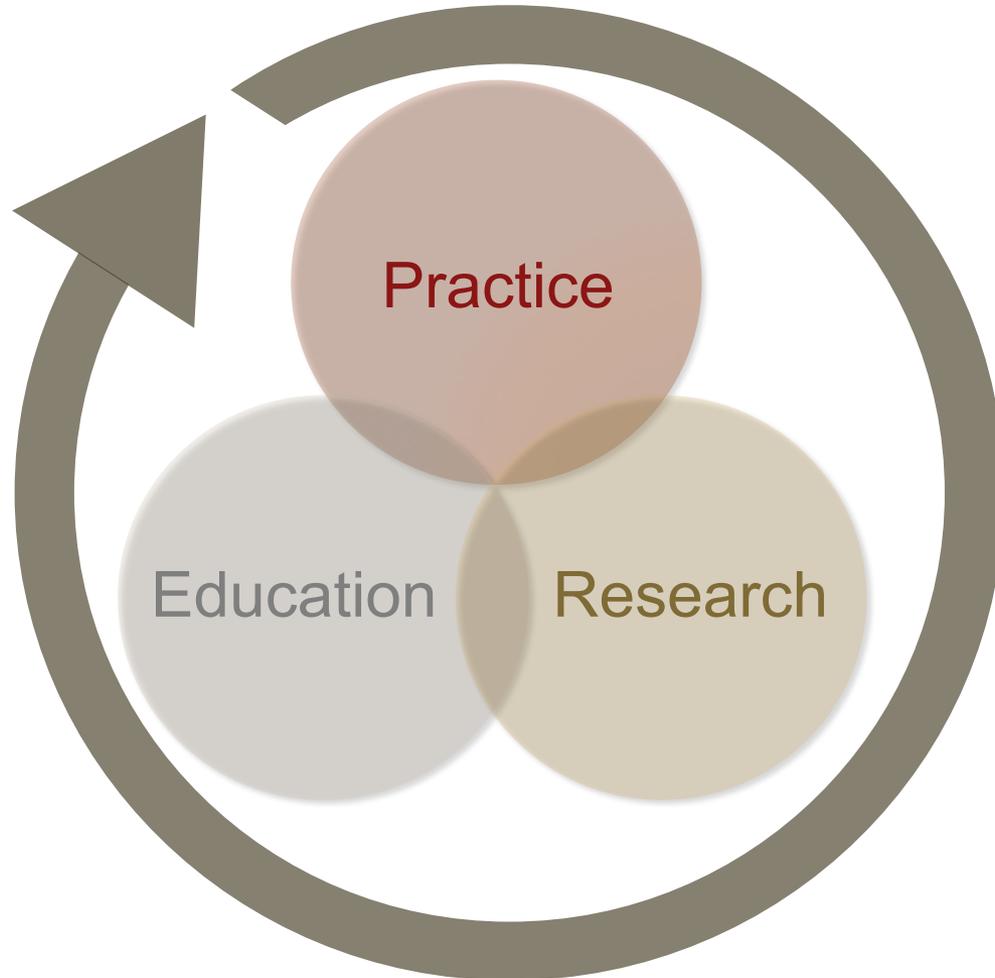
## Timeline

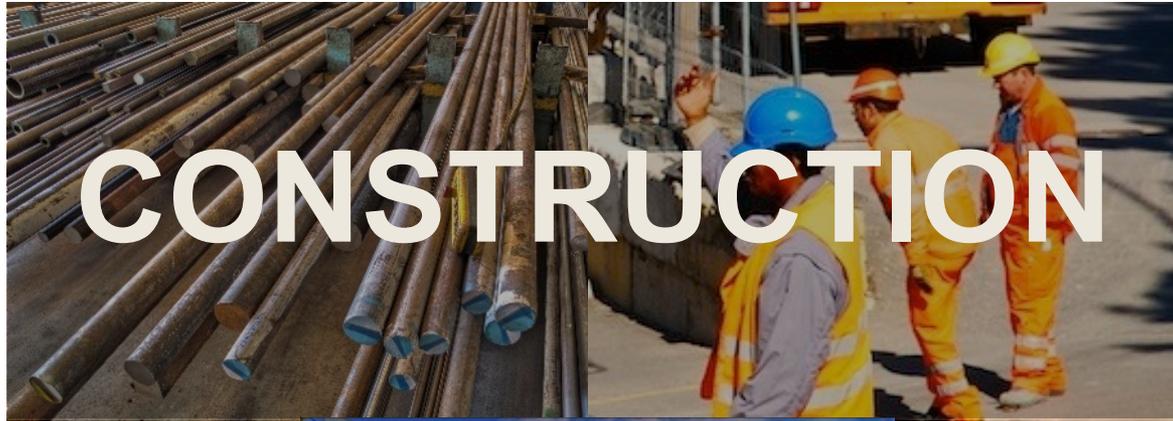
1988 - 2000 | Building Information Modeling (BIM)

2001 - 2010 | Virtual Design and Construction (VDC)

2011 - pres | Facility Performance Optimization

# The CIFE community invents the future construction practice





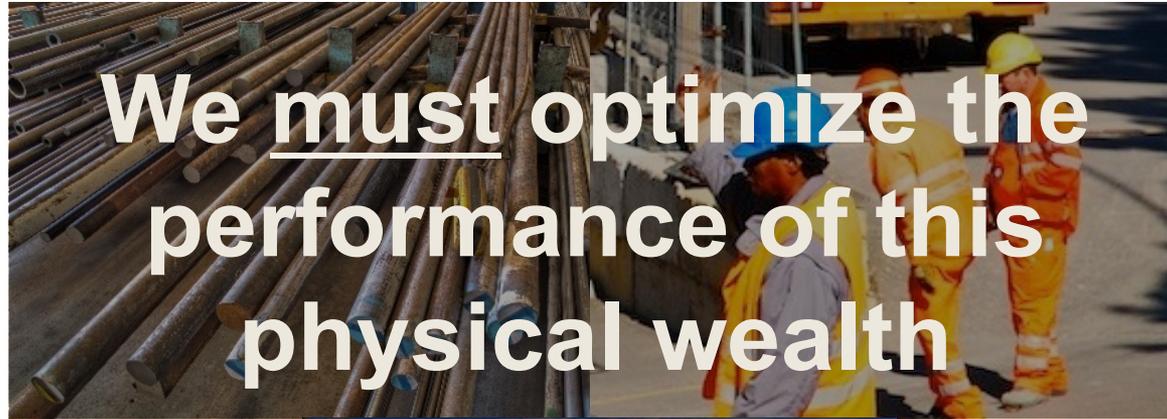
**CONSTRUCTION**



**CREATES**

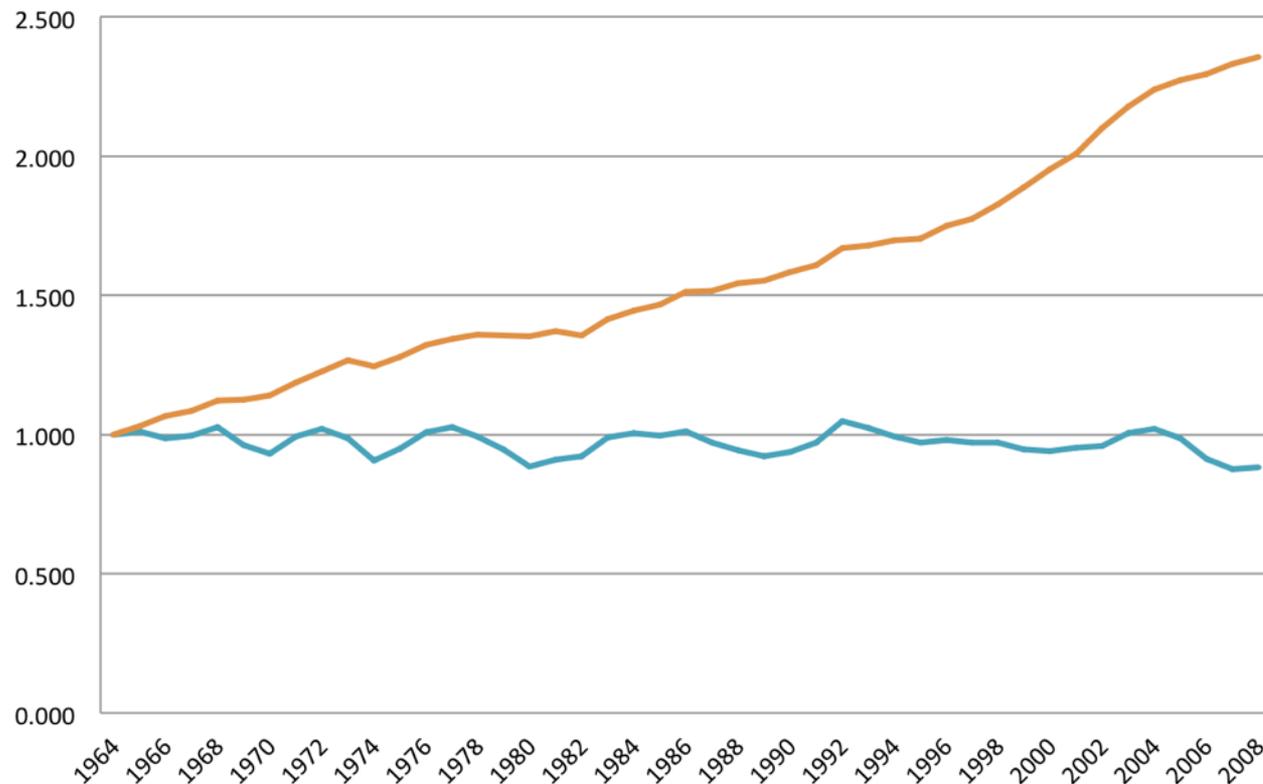


**SOCIETY'S FIXED  
PHYSICAL WEALTH**



Other industries making “things” have increased the value added per work hour by 250% over the construction industry since 1964

**Labor Productivity for construction industry vs. all non-agricultural industries**



— Const \$/mhr index, 1964 = 1  
— Non-Farm Productivity Index, 1964 = 1

By Paul Teicholz, et. al.,  
“US construction labor productivity trends, 1970 – 2008”

# Virtual Design and Construction (VDC)

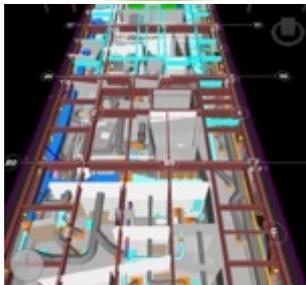
Client/Business Objectives

Project Objectives

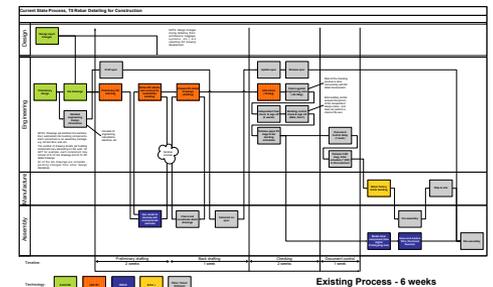
Integrated Concurrent Engineering (ICE)



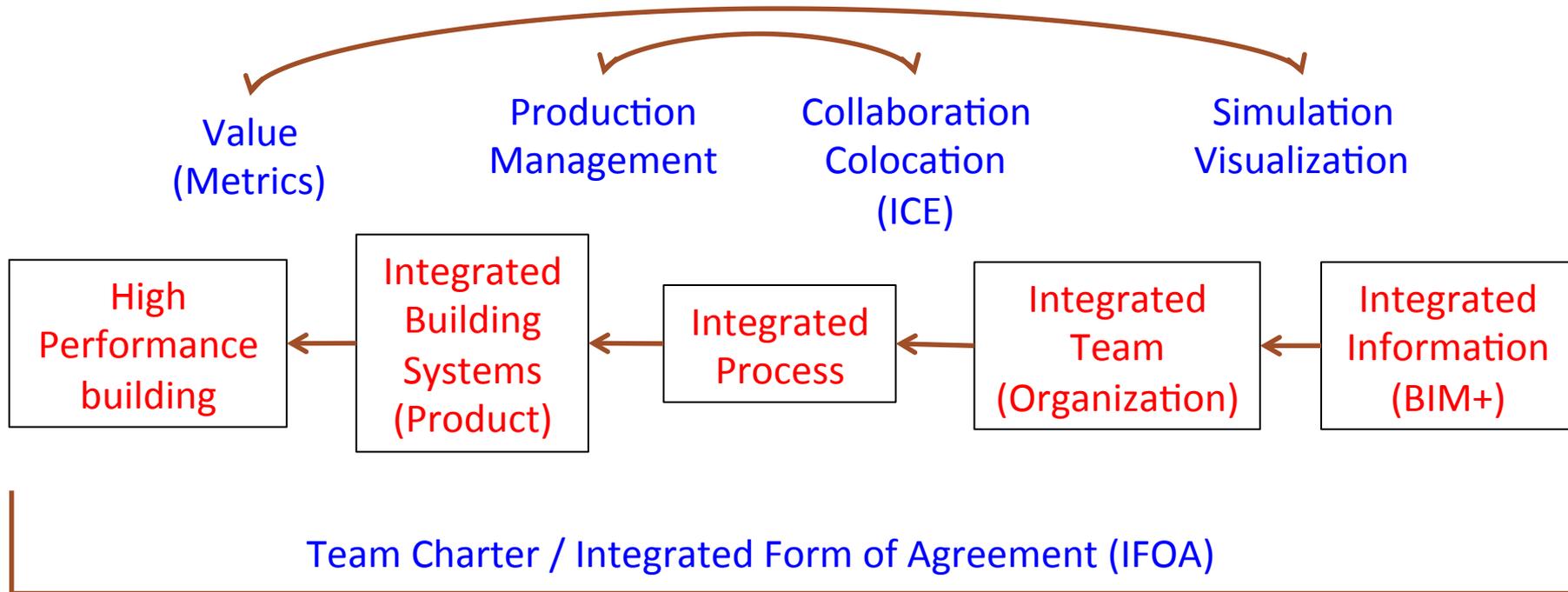
Product Modeling  
(BIM+)



Process Modeling



# To achieve high-performance facilities, we need a **strategy** and **methods** for integration



Pay for integration now or pay for it later.

Developed with Khanzode, Reed, and Ashcraft.

There are 3 types of work interdependencies:

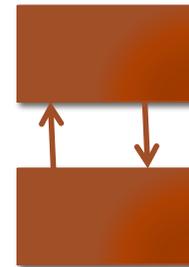
Pooled (independent)



Sequential (dependent)



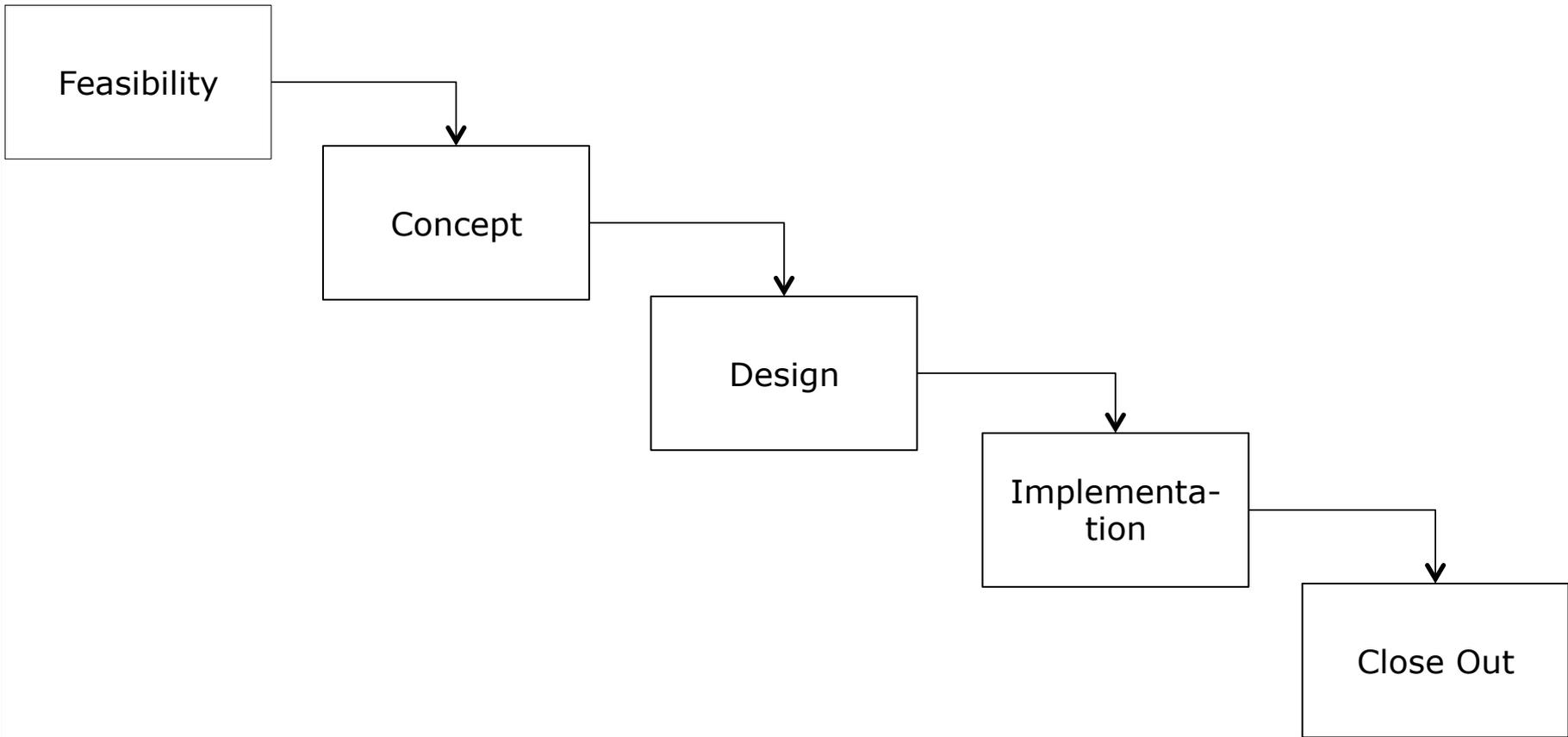
Reciprocal (interdependent)



From: Thompson, Organizations in Action, 1967

# CIFE-SPS VDC Course at NCC, Helsinki Aug. 20-23, 2013





ICE

BIM (3D, 4D)

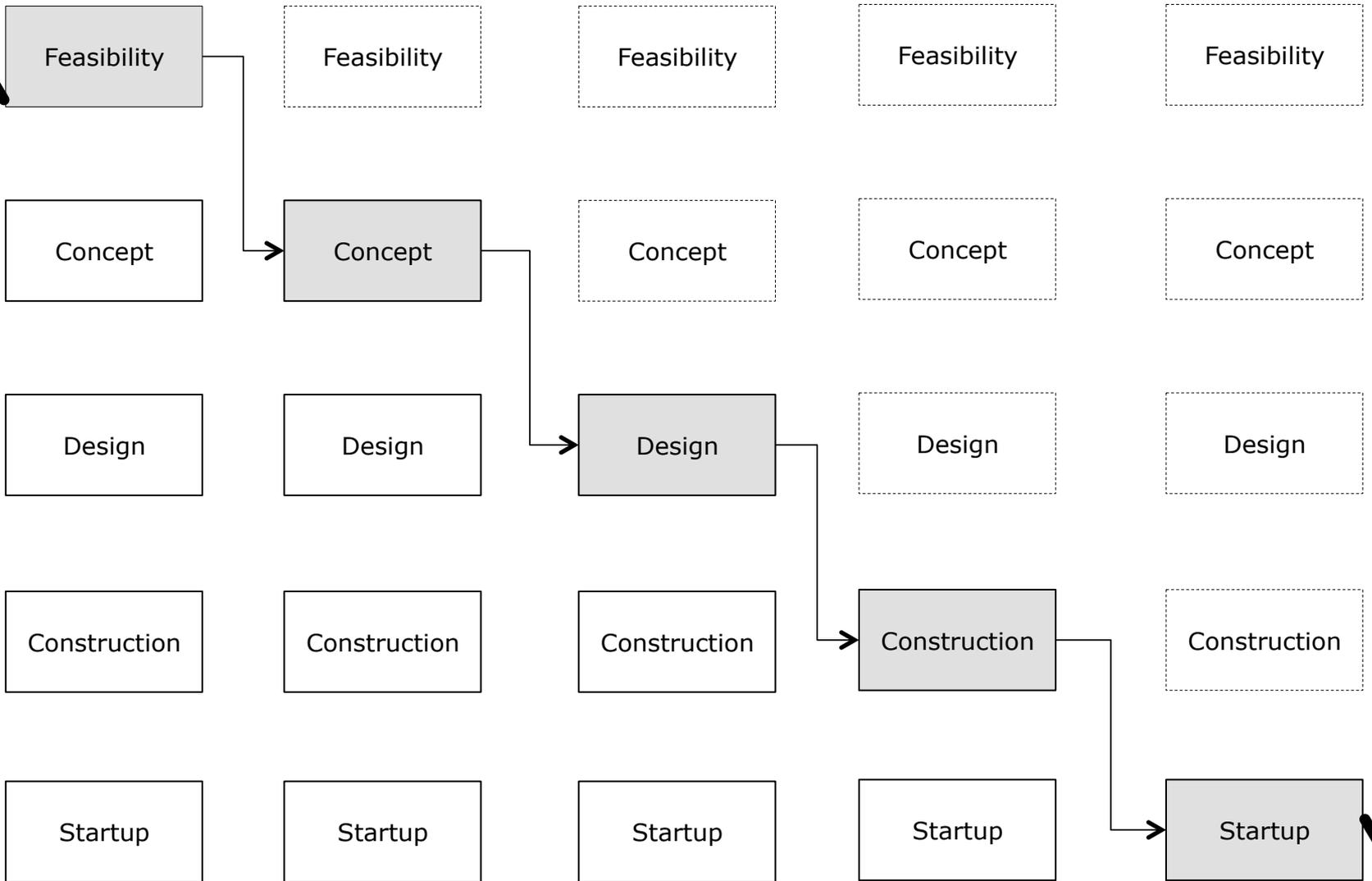
Process / Production Planning & Control

Metrics



Carry upstream decisions and information downstream

Consider downstream knowledge in upstream phases



Consider upstream information in downstream phases

Include downstream knowledge in upstream decisions



<b>VDC</b>	<b>BIM</b>	<b>Prod Mgt</b>	<b>Metric s</b>	<b>VDC Plan</b>
<b>BIM</b>	<b>ICE</b>	<b>Prod Mgt</b>	<b>VDC</b>	<b>VDC Plan</b>

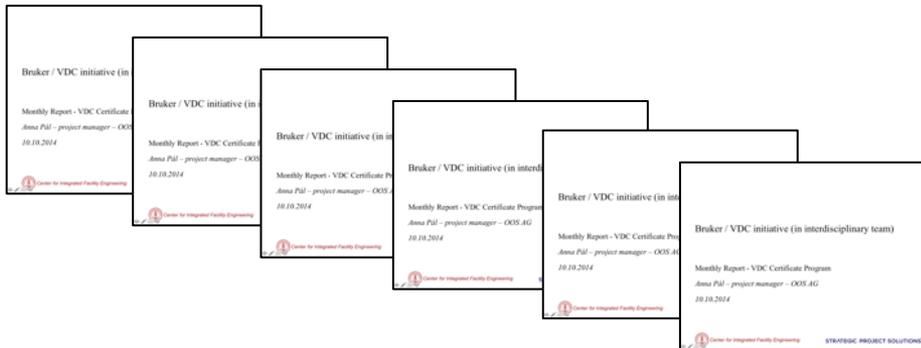
1-week intro



6-month implementation



2-day integration



<b>Learning from Implementation</b>	<b>What's next?</b>
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# Clark Pacific



Don Clark (President, Owner):

“By digitally modeling all the parts a worker touches during fabrication and erection and rethinking the production process, we were able to

- increase rebar productivity by 40%,
- cut tolerance in half,
- reduce rebar waste to 2%, and
- decrease inventory to 3 days.”









# Diagrammatic



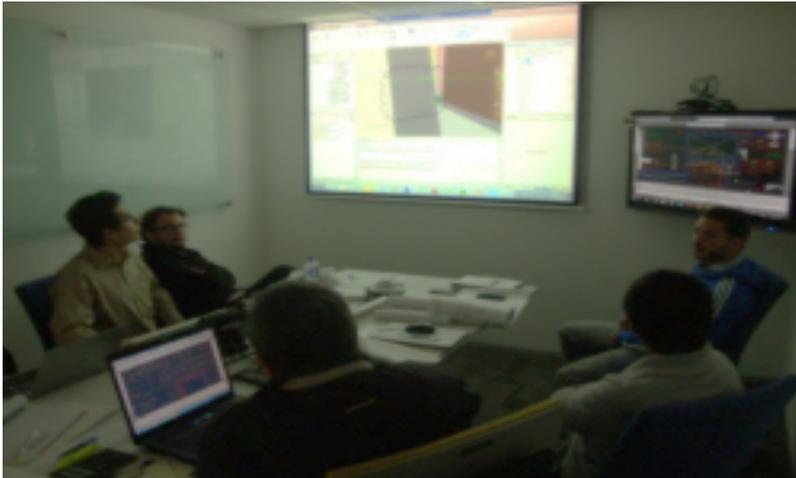




**GyM**

# First ICE Session at Graña y Montero in Lima, Peru

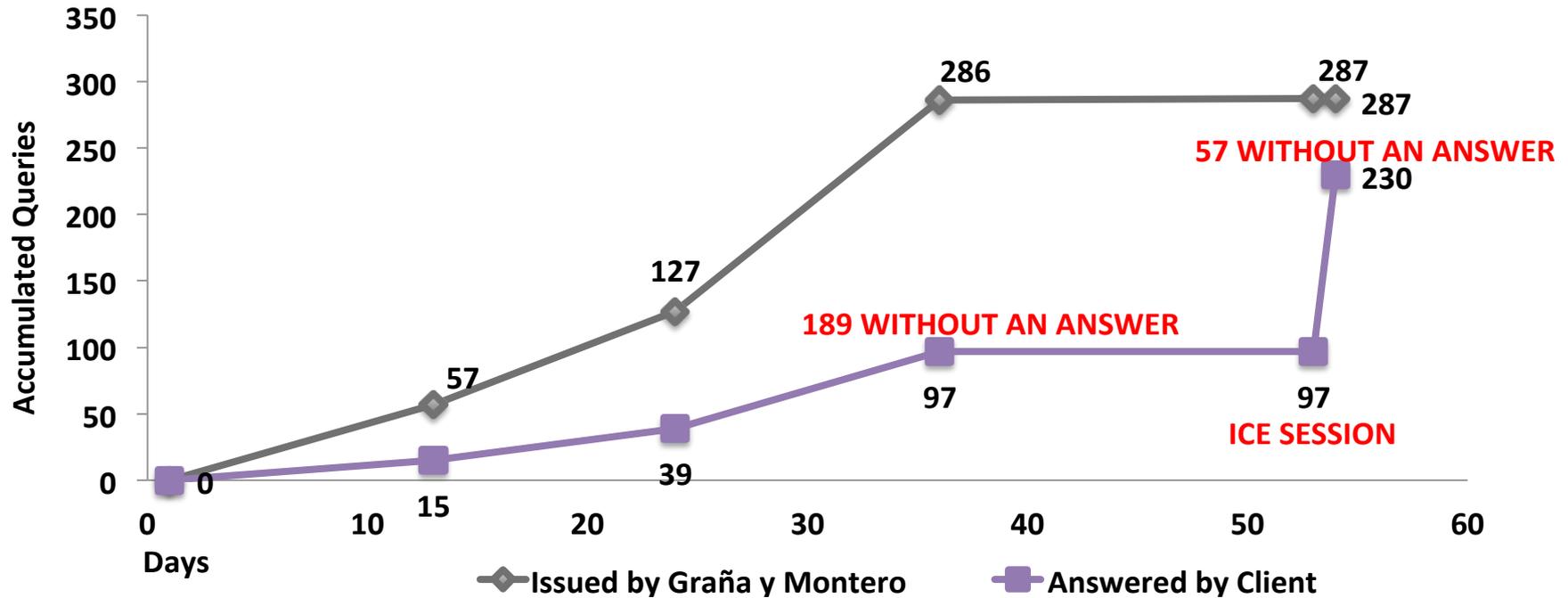
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# ICE Session resulted in 80x increase in answers to queries

## Issued Queries vs. Answered Queries



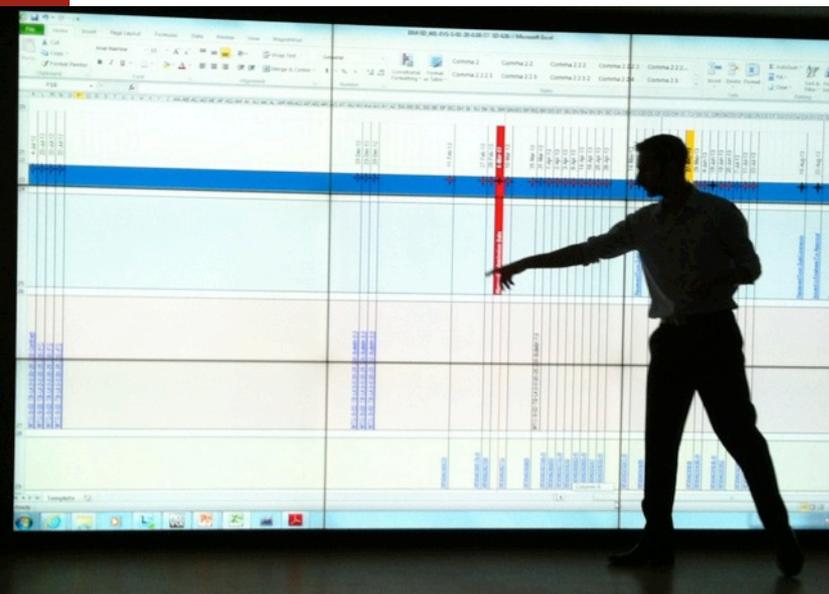
**Without ICE Session:** 97 queries answered in 36 days = 0.11 queries/hr

**ICE Session:** 66 queries answered in 8.5 hours = 7.76 queries/hr (1 query every 8 min)

# Project Control Room by TAV-CCC-Arabtec JV on Midfield Terminal Project at Abu Dhabi Intl Airport



6 BIM engineers manage all quantities (vs. 52 quantity surveyors)



Struktur	Schlüssel	Beschreibung	Start	Dauer	Ende	Fertigstellungsgrad
	085.084	Bügelstahlbeton	30.09.2019	20,667	30.09.2019	0,00
	085.085	Fundamente	11.10.2019	62,967	12.01.2011	0,00
	085.086	Böden- und Stahlbetonböden	10.10.2019	200,967	29.07.2011	21,20
	085.086.801	UG	10.10.2019	67,175	19.01.2011	100,00
	085.086.801.001	Abdeckr. 1	10.10.2019	44,967	17.12.2010	100,00
	085.086.801.002	Bodenplatte	10.10.2019	21,967	16.11.2010	100,00
	085.086.801.003	Wände und Stützen	10.11.2019	19,967	16.12.2010	100,00
	085.086.801.004	Decke über UG	01.12.2019	12,967	17.12.2010	100,00
	085.086.801.005	Fertigstellung Decke über UG Abschnitt 1	17.12.2019	0,000	17.12.2010	0,00
	085.086.801.006	Abdeckr. 2	02.11.2019	52,175	12.01.2011	100,00
	085.086.801.007	Abdeckr. 3	25.10.2019	35,967	14.12.2010	100,00
	085.086.801.008	Fertigstellung Decke über UG	10.01.2011	0,000	19.01.2011	0,00
	085.086.802	Zwischendeck	15.12.2019	39,967	08.02.2011	11,81
	085.086.803	Turm 1	20.12.2019	199,967	25.02.2011	0,49
	085.086.803.001	EG	20.12.2019	25,967	24.01.2011	99,87
	085.086.803.002	Korridor, 1 Stock, Stützgerüst	20.12.2019	10,000	17.12.2010	96,90
	085.086.803.003	Decke	03.01.2011	10,000	14.01.2011	100,00
	085.086.803.004	Deckenplatte	24.01.2011	1,000	24.01.2011	0,00

**3D element is connected to every single BoQ item and/ or sub-item.**  
→ Not only concrete and reinforcement, but also concrete pump and transport

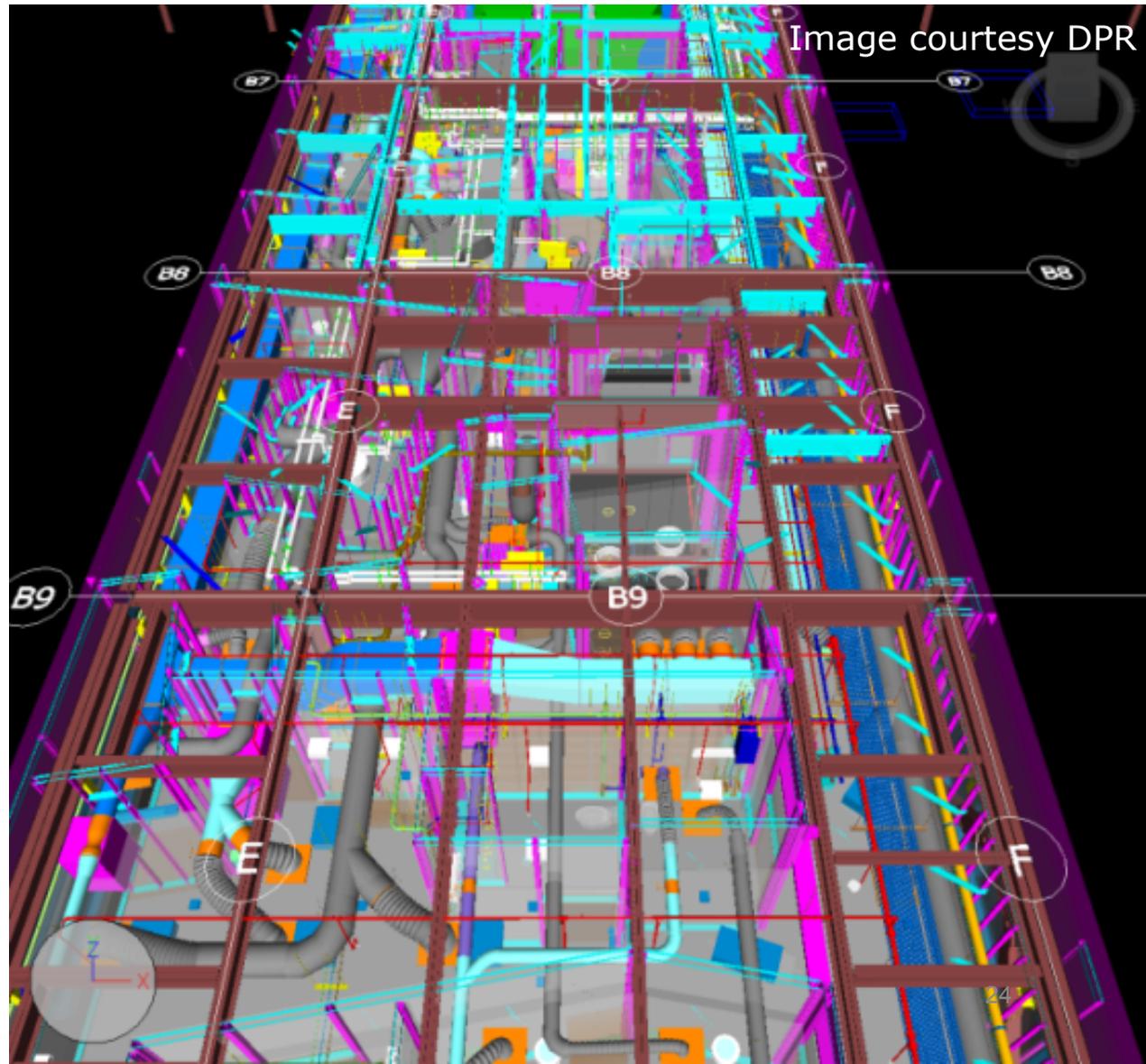
# Recommendation

Don't treat BIM as an isolated add-on

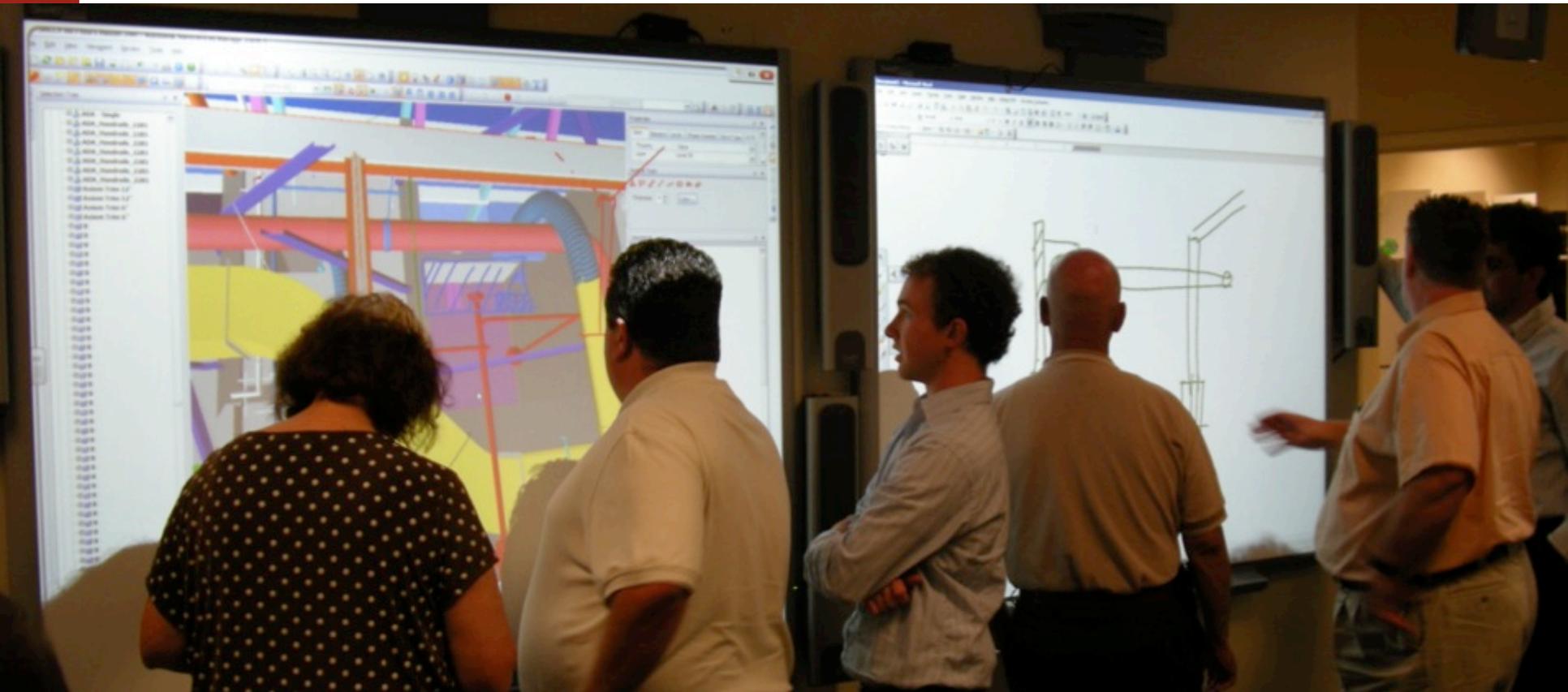
→ Create VDC methods for your work, including

- Performance targets
- BIM
- Revised workflow
- Revised collaboration

# BIM offers an integrated information basis



# Integrated Concurrent Engineering is a method for collaboration



# Rethink your work processes given the combination of collaboration and BIM

**1. Develop Strategic Goals and Objectives for MEP Coordination**

**2. Organize a multi-disciplinary team for coordination**

**3. Co-develop performance and outcome objectives**

**4. Co-Develop Technical Logistics to manage coordination**

**5. Develop Pull Schedule to structure the work based on construction sequence**

**6. Manage against the performance objectives**

# Set performance targets and track them

<b>Outcome Metrics</b>	<b>Case Study 1:</b>	<b>Case Study 2:</b>
Mechanical Prefabrication %	90%	30%
Plumbing Prefabrication %	90%	0%
Electrical Prefabrication %	40%	25%
RFIs due to Conflicts during Construction	2 of 677	30 of 200
Number of Change Orders due to conflicts during Construction	0 of 311	30 of 230
Minutes per day Superintendent spent resolving issues between MEP trades	20 - 30	180
Average Planned Percent Complete	80%	Did not track
% Rework Hours compared to Total Hours	Less than 1%	20%

# The Business Perspective

“Automated execution of processes changes everything.”

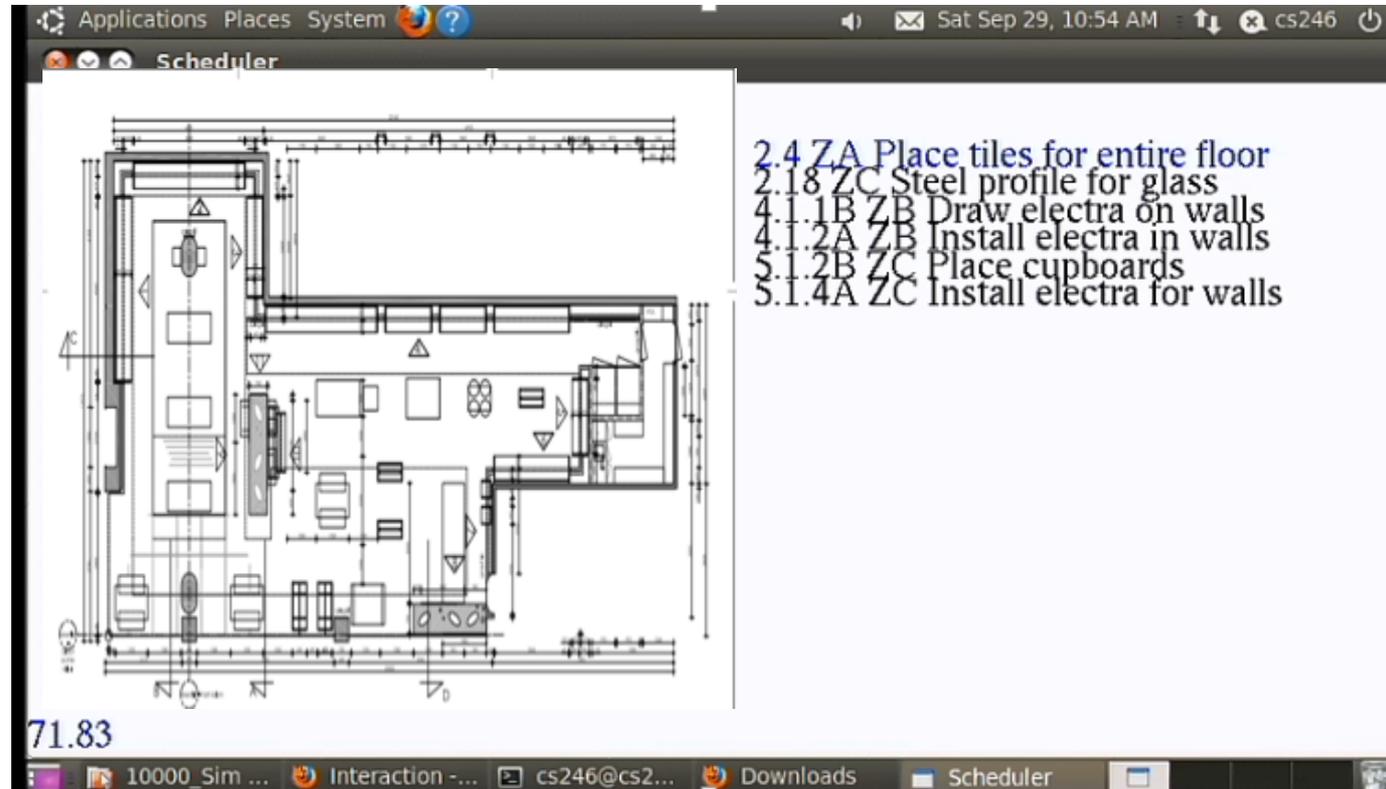
(Alan Perlis, 1961)

# The Scientific Perspective

“Science is knowledge which we understand so well that we can teach it to a computer; and if we don't fully understand something, it is an art to deal with it. Since the notion of an algorithm or a computer program provides us with an extremely useful test for the depth of our knowledge about any given subject, the process of going from an art to a science means that we learn how to automate something.”

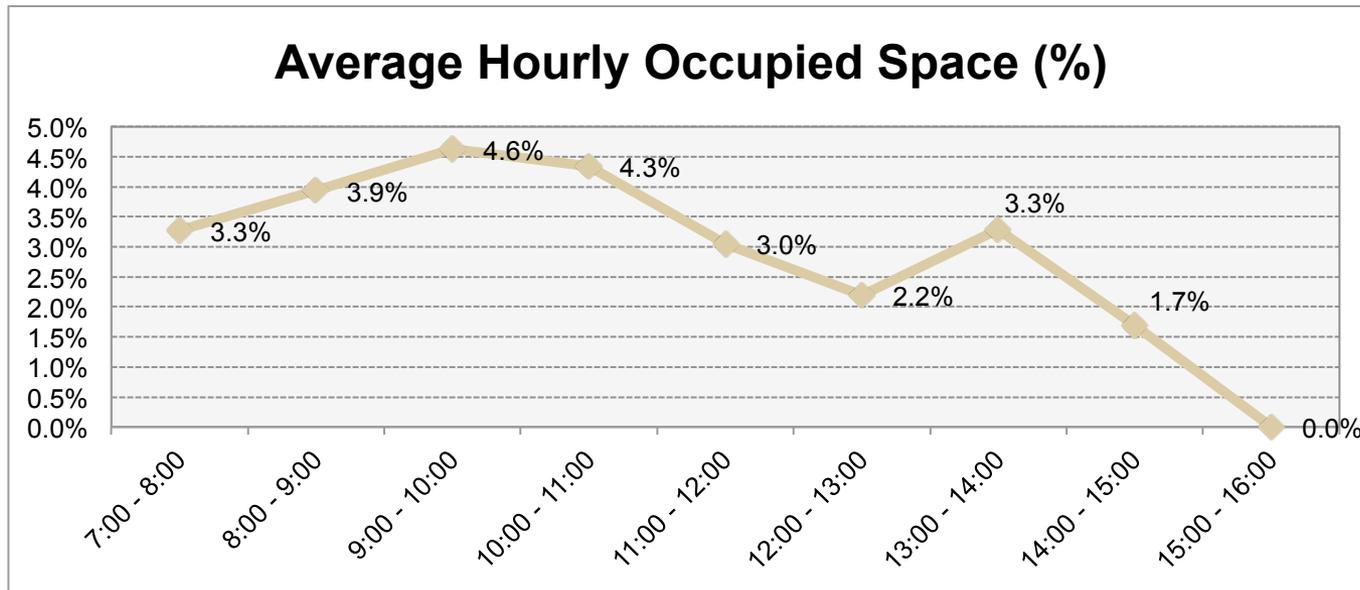
(Donald Knuth, Computer Programming as an Art, CACM, Dec. 1974)

# Tri-Constraint Method (work by Rene Morkos)



- Three types of constraints
  - Precedence
  - Discrete (Labor)
  - Disjunctive (Workspace)
- Automated scheduler
- Varies sequence (thousands of viable schedules)
- Maximize space utilization
- Eliminate spatial clashes

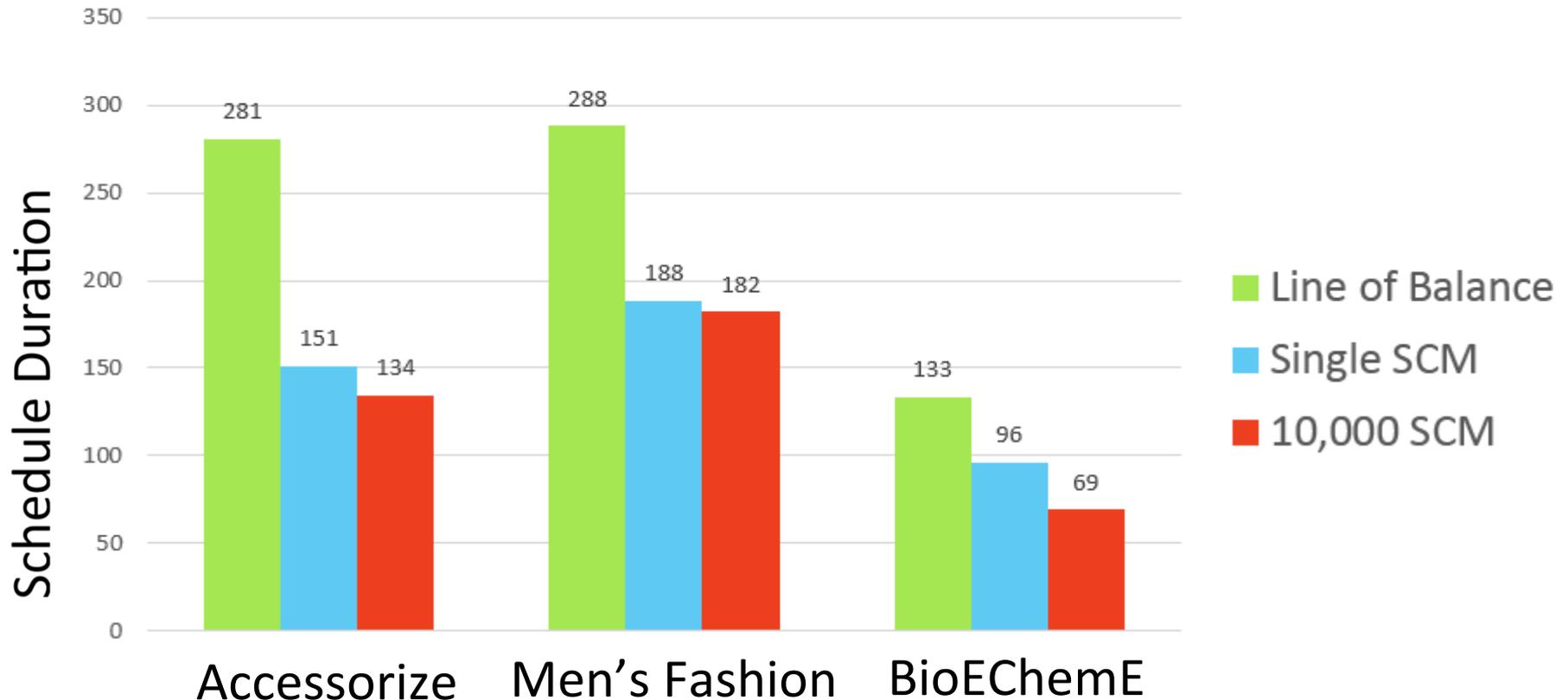
# Space is underutilized on some construction sites



Average bay occupancy 3.1%

**Need a method to maximize work density**

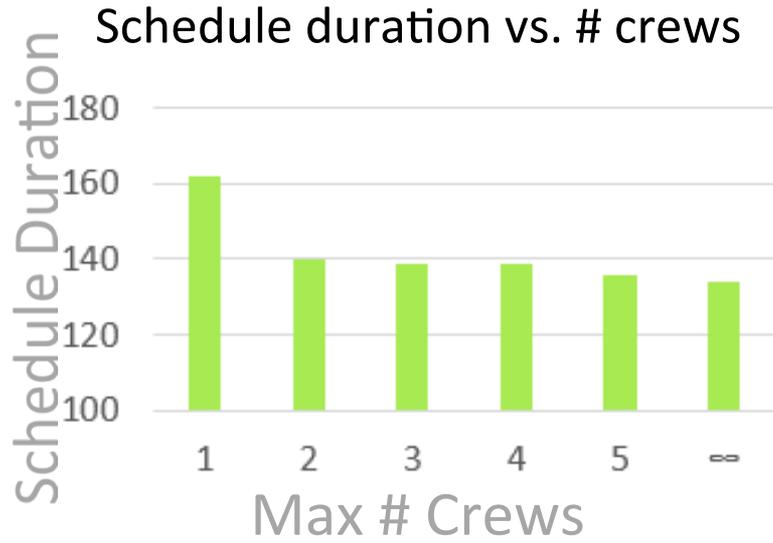
# TCM Basic Results



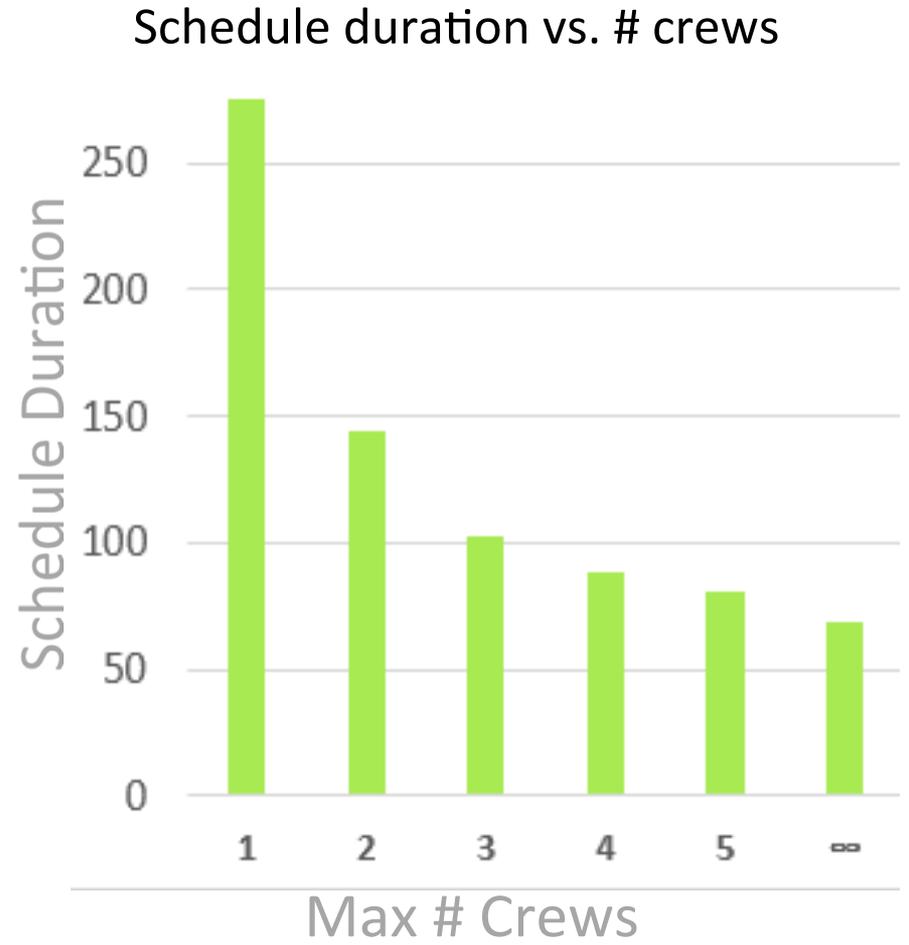
**SCM schedule durations on average 47% shorter than LOB**

# TCM models labor resources

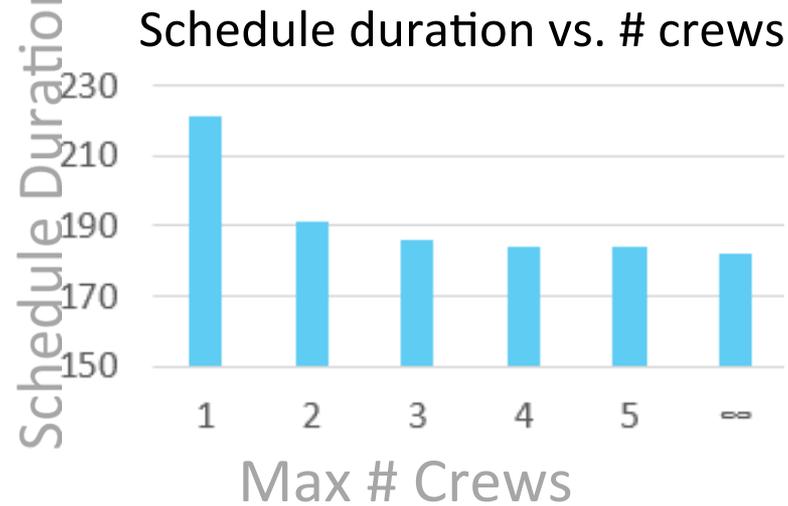
## Accessorize Project



## BioEChemE Project



## Men's Fashion Project



2014-15 CIFE Seed Research Project

# Simulation-Based Approach to Accounting for Uncertainty and Variability in Look-Ahead Planning

With Nelly Garcia-Lopez and James Choo

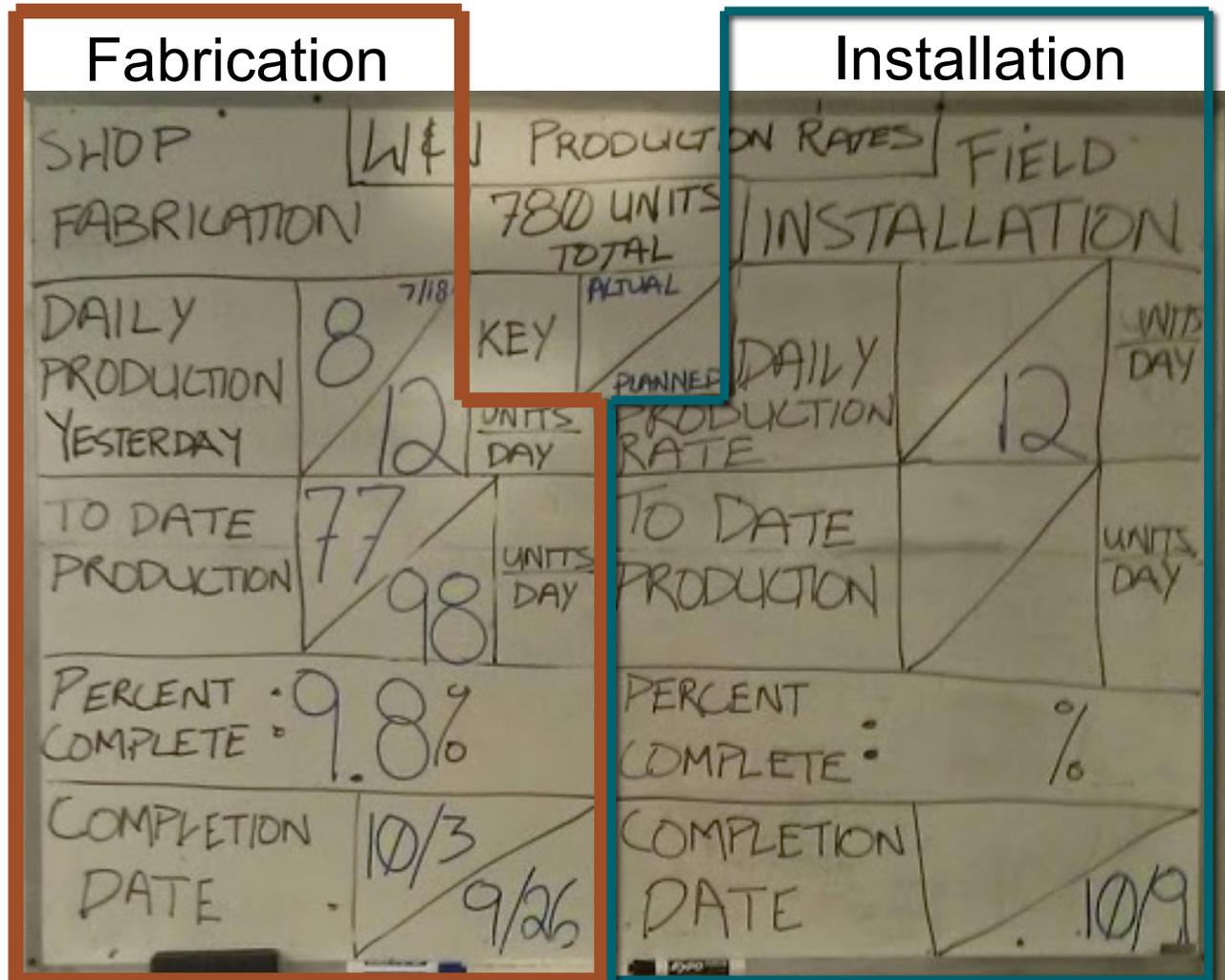
## Motivating case: Curtain Wall Installation in 7-story office building in South San Francisco

- Critical path activity
- Opens up work for other trades (e.g., finishes)
- Disrupts ongoing work (6ft staging area around the perimeter)
- Vulnerable to variability
- Field managers were concerned about the installation crew outpacing the fabrication crew

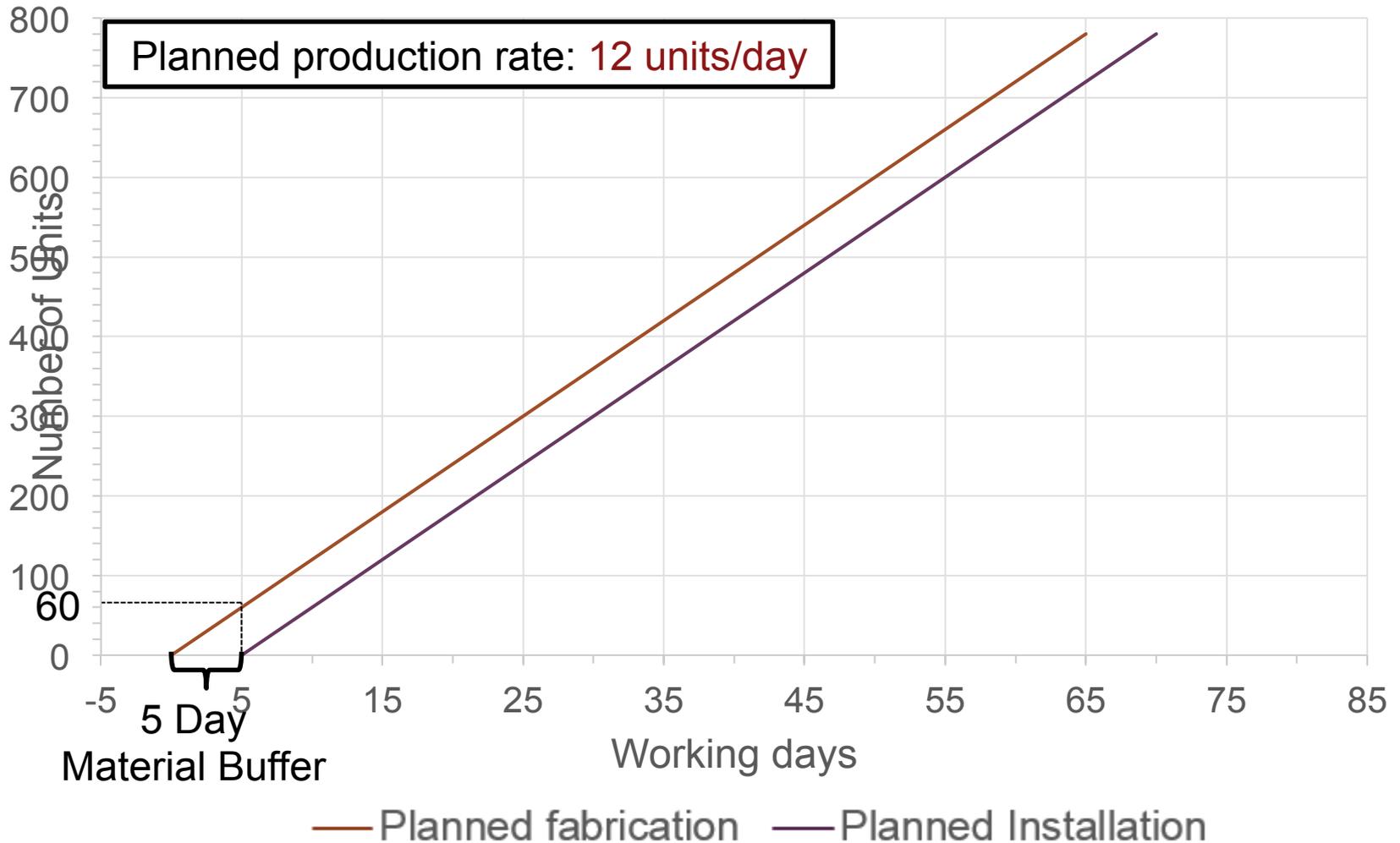


Source: Genzyme Corp  
<http://www.sotawall.com/portfolio/United%20States/GenzymeCorporation-8568/>

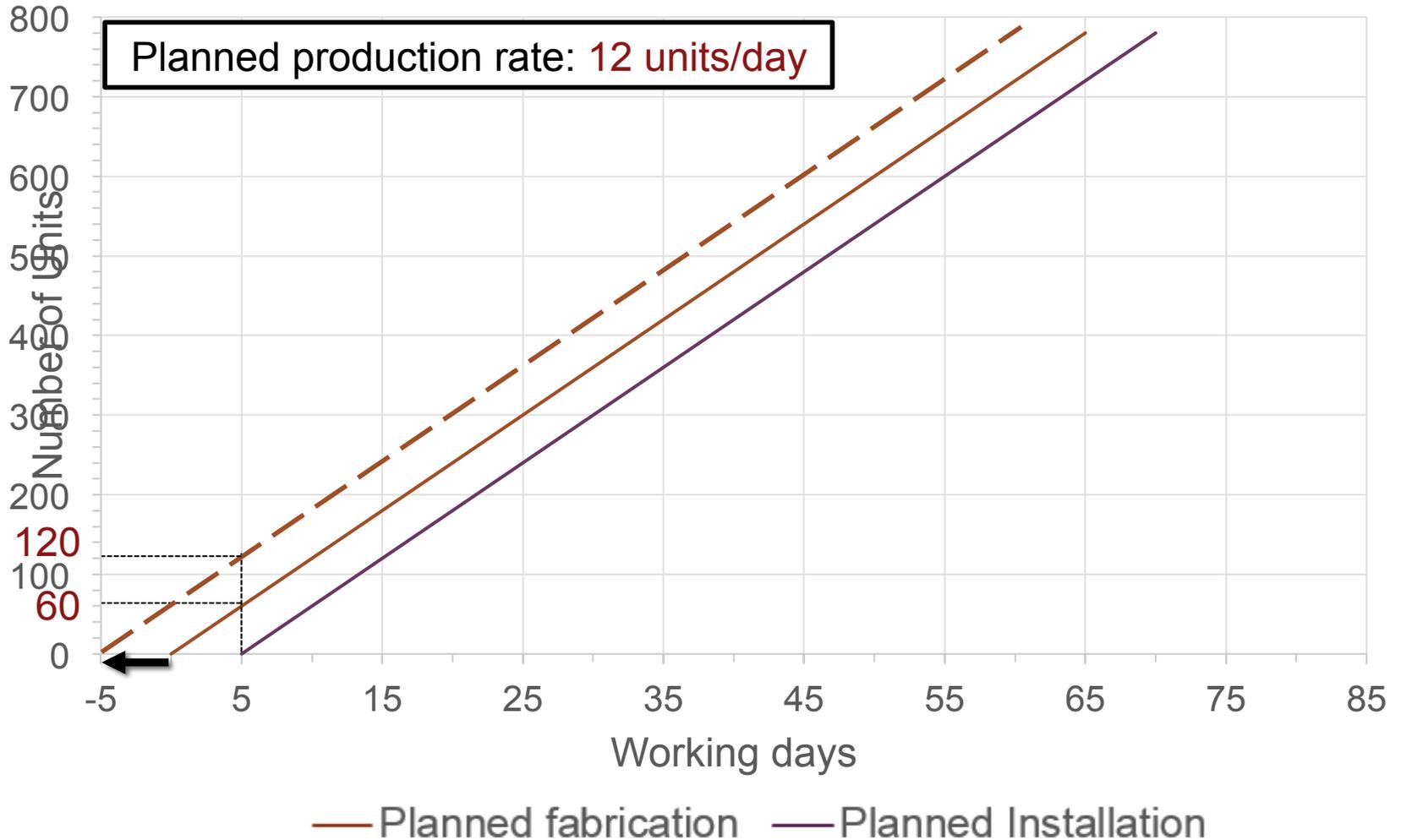
They tracked the fabrication and installation production and updated the chart daily



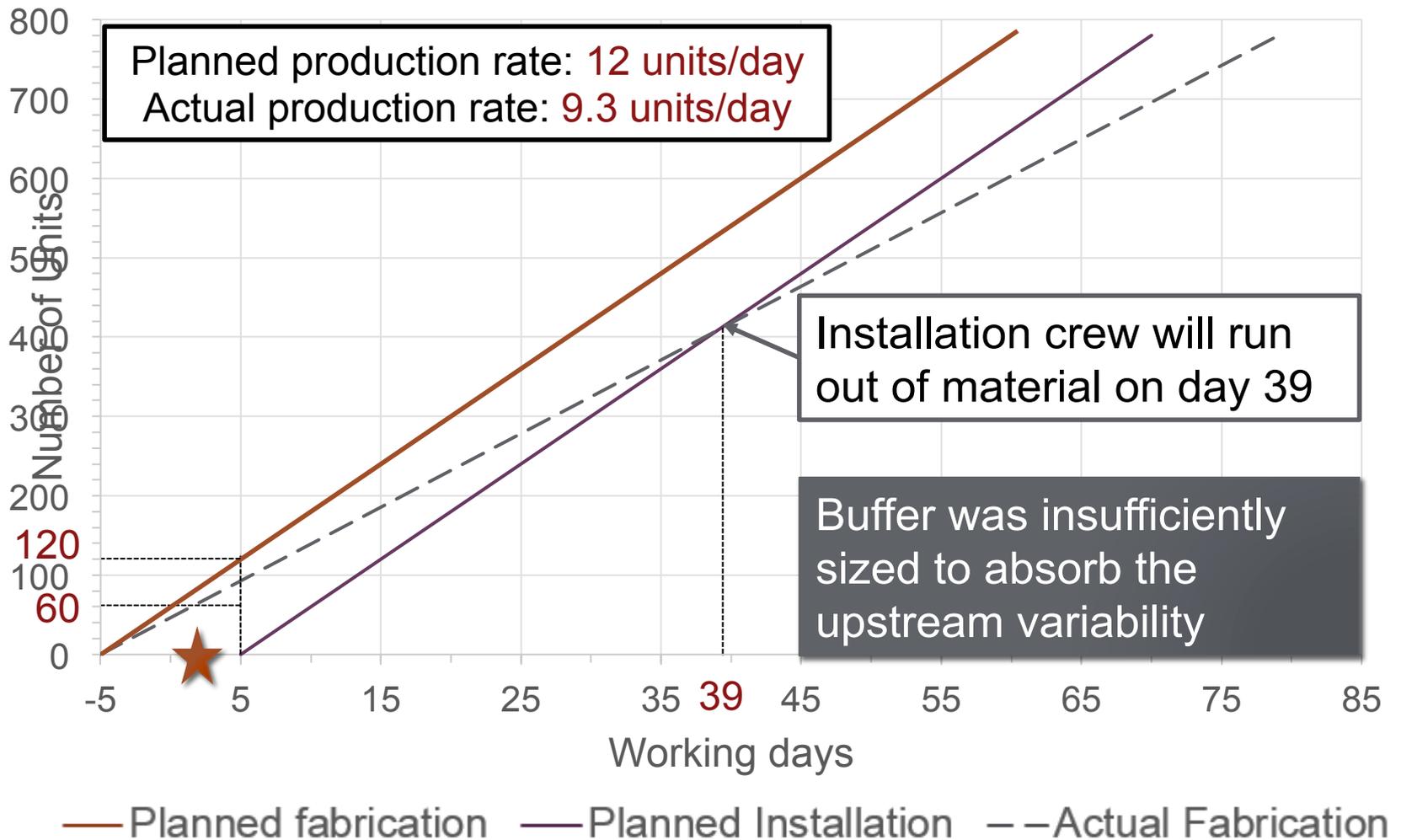
# Line of Balance View of Curtain Wall Fabrication vs Installation



# Subcontractor started fabrication earlier than planned

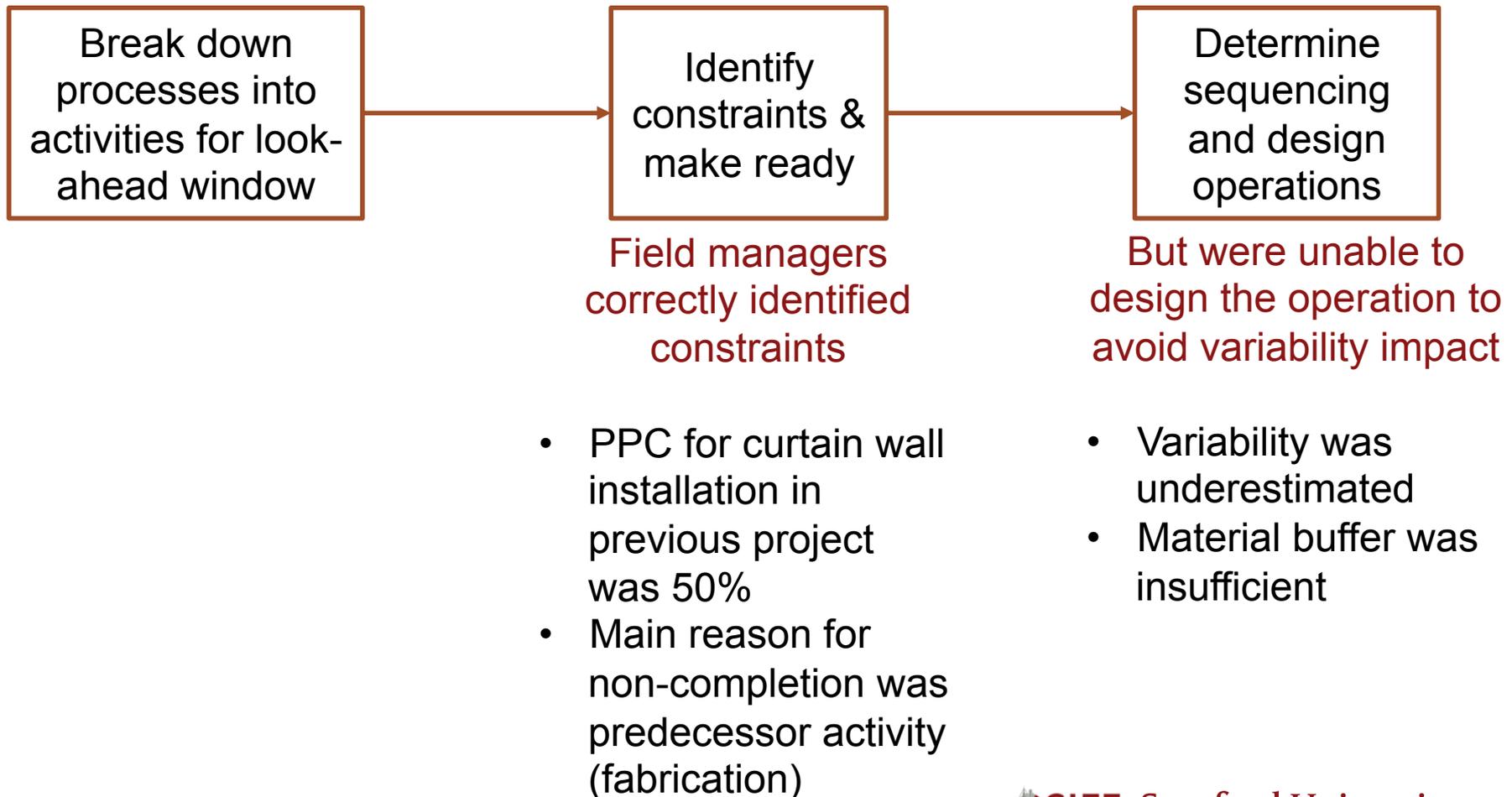


# Actual fabrication rate was 22% slower than planned



# Identifying variability factors and tracking them is not sufficient to size buffers appropriately

Look-ahead process (Hamzeh, Ballard & Tommelein 2011)



# Case summary: Construction managers want to manage variability but lack a formal method to do so

Aware of impact of variability

Constraint checking during look-ahead planning

Intuitive management of variability

Create inventory buffer to shield installation from variability in fabrication

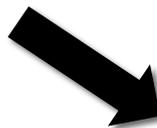
No formal methods to analyze variability factors and predict impact

Will fabrication over/under-supply the site?  
How is installation affected?

# Activity execution is affected by activity variability factors and schedule variability factors

## Activity variability factors:

- Labor
- Tools & Equipment
- Materials and components
- Information/plans
- Previous work
- Site conditions
- External



affect

Activity execution

leads to



## Variability in execution:

- Start date
- Activity duration

(Ballard & Howell 1998, Thomas et al. 2002, Tommelein et al. 1999)

## Schedule variability factors:

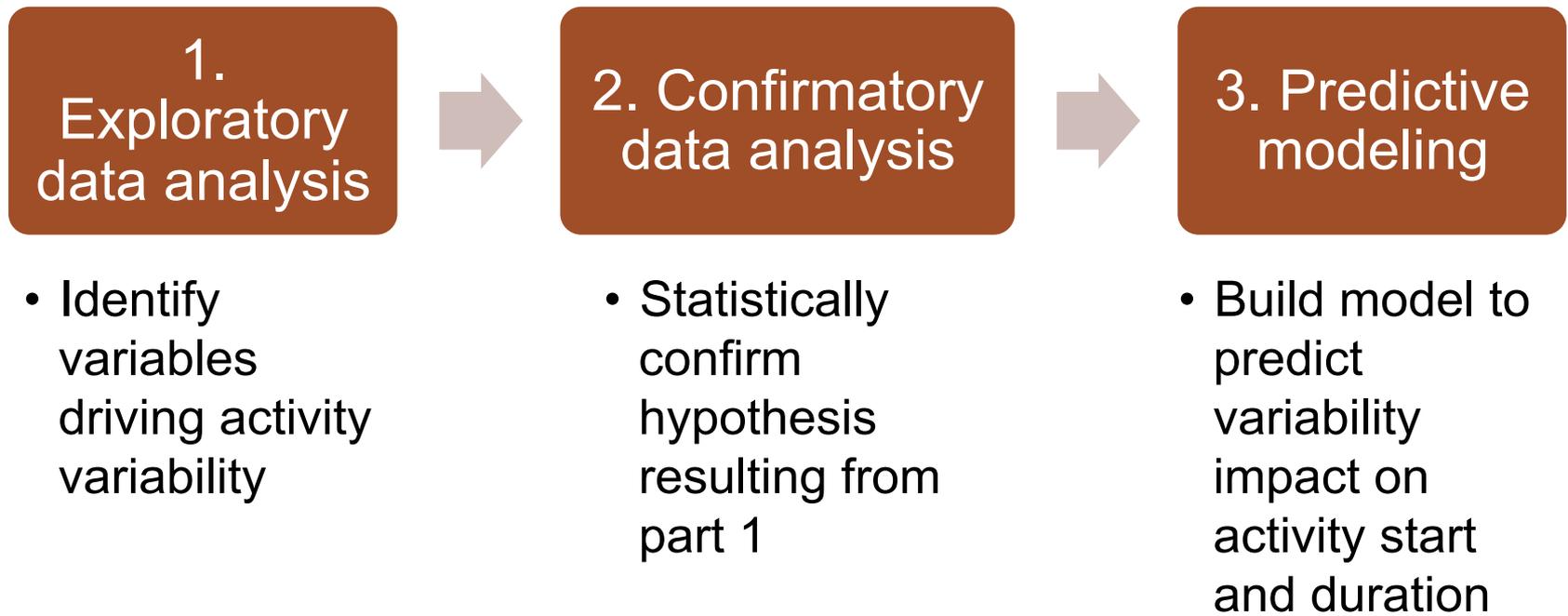
- Work in process (Gonzalez et al. 2011)
- Site congestion (Morkos et al. 2014)



Activity variability analysis needs to incorporate interdependencies between variability factors

# Research method

Quantitative data analysis (Kuhn & Johnson 2012)



## Data acquired to date

Activity tracking data collected daily at a hospital building project by a CIFE partner over a period of 31 months (Nov 2011 – June 2014)

- 30,000 total activity entries
- We cleansed the data-set:
  - 25,170 activities entries with valid dates entered
  - Manually classified into 761 activity types and Unifomat categories

## Data request

We need activity tracking data for building projects that have implemented Last Planner:

Data needed per activity:

- Activity Description
- Subcontractor/Team performing activity
- Planned start, planned finish, planned duration
- Actual start, actual finish, actual duration
- Reason for non-completion (category and root cause), reasons for changes in start dates and duration
- Predecessors, successors (or schedule network)

Please contact Professor Martin Fischer ([fischer@stanford.edu](mailto:fischer@stanford.edu)) or Nelly Garcia-Lopez ([ngarcial@stanford.edu](mailto:ngarcial@stanford.edu)) if you would like to be involved in this project.

# Develop a unifying theory of project production management

Virtual vs. Physical Production

- Tradeoffs

- Automation

- Product-Organization-Process

Production Physics and Organizational Chemistry

How to estimate capacity

Multi-scale workflow examples

Rapid learning cycles

Controllable Factors → Production Performance → Outcome Performance

Optimization

- What: EEE Performance

- How