Business Process Improvement Using Model-Based And Integrated Process Improvement Methodology in SBU GMF Power Services

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Abstract- SBU GMF Power Services is one of Business Units of PT. GMF AeroAsia and is a new diversification business. SBU GMF Power Services has some lines of business to accommodate industrial gas turbine, power generation and rotating equipment's maintenance, repair and overhaul in Indonesia and abroad. In ruuning the business, especially in the gas turbine component repair there are still some problems. Problems that occur related to the absence of supporting documents in their business processes. The recording errors on the serial number of components to be repaired cause delays in project execution. This paper proposes a business process improvement for repairing processes in SBU GMF Power Services. The result is the redesign of business process for gas turbine component repair SBU GMF Power Services using Business Process Improvement (BPI) with Model-Based and Integrated Process Improvement. With the new business process, the company can run the business more effectively and efficiently.

Index Terms— business process improvement, business process re-design, efficiency, model-based and integrated process improvement

I. INTRODUCTION

PT. Garuda Maintenance Facility (GMF) AeroAsia is a largest aircraft maintenance company in Indonesia. PT. GMF promote safety, excellence and precision as well as the application of technology to support reliable and experienced profesionals [1]. MRO company's role as a provider of maintenance, repair, and overhaul of aircraft in the aviation industry is to ensure that the aircraft in good condition before it airs and achieve the schedule without any interruption [2]. In addition, GMF also serve MRO (maintenance, repair, and overhaul) for industries that use gas turbines and power generators. The business unit is performed by GMF Power Services.

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GMF Power Services ("GPS") is a business unit which serves non aviation sector, i.e.: providing services of overhaul maintenance for industrial gas turbin engines [3]. One of executive repair at GMF Power Services is a unit of Gas Turbine Component Repair. This unit is engaged in repair of gas turbine components. Each component from the customer recorded through the Preliminary Inspection Report (PIR) based on the Serial Number (SN). PIR results are used by the Engineering division to make Planning Data Sheet (PD Sheet). PD Sheet contains corrective measures against the component to be processed by the production division. But at the time of execution, there are any mistakes when writing the serial number. The error allows the creation of documentation errors for the components that being processed.

From the observations know that error of the serial number is caused by absence of an introductory document serial number from customer. So GMF Power Service should make the process of recording the serial number manually. From the existing business process in the company, it is known that the focus of the problem occurs in the process of handling orders and production process.

Based on the company's conditions, it can be said that there are problems in the system that has been running in the company that need to be improved so that problems can be overcome. Therefore, improvements of business processes to improve enterprise system. One of method in designing business processes is the Business Process Improvement (BPI). Business process improvement (BPI) is a challenge to organizations trying to continually improve the quality of their services and to keep up their competitiveness [4]. The purpose of business process improvement is to meet customer demands and business goals more effectively. By focusing on business processes, an organization is better able to meet or exceed its customers expectations [5].

II. METHOD

Application of Business Process Improvement (BPI) conducted using the methodology of the Model-Based and Integrated Process Improvement (MIPI). MIPI methodology consists of seven procedural steps approach as a guide for actions and decisions implementation [6]. This methodology describe "what" to do and "how" to make it happen [7]. Business Process Improvement methodology are asses readiness, outline process under review, detailed data collection, form model of current process, asses and

redesign process, implement process, and review process. Steps implementation of MIPI is shown on Fig. 1. Steps in the implementations of BPI in this case are identify initial business processes, business process analysis, include

Step 1:

identifying the needs of the business process, and redesign process. It is figured in Fig.2. Then, the other step of MIPI will do in the next research. Detail of BPI steps is shown in Table I.

	Understand Business Needs		
	Step 7: Review	Step 2: Understand the	
	Process	Process	
		identifying the needs of	îthe
		business process	
	Goal of Methodology:		
	To guide a project in the improvement of a	identify initial busir	iess processes
	Step 6: Assess New business process	Step 3: Model & Analyse	
	Process &	Process	
	Methodology	business process	analysis
	Step 5: Step 4	redesign pro	cess
	New Process Proces	35	
Fig.	1. Steps Implementation of MIPI	Fig.2. Step Implementatio	n of BPI
		TABLE I	
		BPI STEPS AND TECHNIQUES	
	Step	Step Description	Techniques
1	Understand business needs	Develop vision and strategic objectives	Organization model
		Perform competitor analysis	SWOT analysis
		Develop organizational model	Force field analysis
		Evaluate current practices, prioritize objectives	Readiness assessment
		Scope change	Stakenoider analysis
		Establish measurable targets	Process prioritization matrix Pareto analysis
		Obtain approval and initial project resource	Process performance table
		Benchmark the process	rocess performance able
2	Understand the process	Identify the business process architecture	Xpat process
		Scope and define the process	IDEF0
		Capture and model AS IS process information	Walkthrough
		Model the process	Process flowchart
			ABC
			Cause and effect analysis
3	Model and analyze the process	Verify and validate the model	Value added analysis
5	woder and analyze the process	Measure the existing process performance	value added analysis
		Analyze the business process	
		······)-······························	
4	Redesign process	Benchmark the process	Benchmarking
		Identify performance criteria for re-design process	Creative silent workshop
		Identify focus of re-design activity	Brainstorming
		Model and validate new TO BE process model	
		Identify IT requirements	
		Estimate performance of re-designed process	
E	T		
3	Implement new process	Obtain implementation approval	
		Review change management plan	
		Communicate the change	
		Technological development	
		Make new process operational	
		Train staff	
		Roll-out changes	
6			
6	Assess new process and methodology	Conduct process deployment and performance data reflections	Action plan
		kevise organizatonai approacn	Evaluation measurement report
			Customer measurement survey
7	Review new process	Develop strategic view of the business	Process improvement matrix
		Set process tergets and performance	4
		Develop a plan to meet targets	
		Implement	

III. RESULT AND ANALYSIS

Results of this questionnaires is derived from interviews with workers who perform the Preliminary Inspection Report (PIR). It is known that the cause of the error in writing Serial Number (SN) is covering of the human factor, machine, material, method, and environment. After knowing these factors, the study continued with the analysis of the Analytical Hierarchy Process (AHP) to conduct a priority weighting of the factors.

A. Survey Result

Data processing using Analytical Hierarchy Process (AHP) is done by distributing questionnaires to workers who are directly doing the Preliminary Inspection Report (PIR).

From the results of the questionnaire, respondents in determining the level of interest the priority factor affecting respondents in choosing the factors that influence the Preliminary Inspection Report (PIR) obtained an answer based on a rating scale of 1, 3, 5, 7, and 9. Weighting elements expressed in percentages is shown in Table II.

From Table II, it can be seen that the assessment of several Respondents criteria indicate that the method influences the level of interest with weight 0,278 (27,80%). Thus, there is need improvement of the working method in the company. The improvement can be applied on business processes GMF Power Services. With the improvement of business processes is expected to facilitate the work of the company.

B. Identifying The Needs of The Business Process

Activities performed at this stage is to collect information regarding the company's business process flow for receiving part, document or transactions form used and the company's internal information and the needs or complaints that required the company. The needs of the business process include the needs of the business processes in customer, marketing, planning, engineering, and production. The needs of the business process of each section is presented in the Table III.

TABLE II		
THE WEIGHT OF CRITERIA FACTOR		

Criteria	V	Weight	
Material	0,216	21,64%	2
Man	0,150	14,97%	5
Environment	0,191	19,11%	3
Method	0,278	27,80%	1
Machine	0,165	16,48%	4
Total	1,000	100,00%	

TABLE III

The Needs Of The Business Process				
Division	Complaint	Needs		
Customer	The absence of an	Form input serial		
	introductory document	number and list defect		
	from customers	from customers		
Marketing	Business processes have	Business Process		
	not been standardized and	Improvement		
	effective			
Planning	There was delay in	Business Process		
	delivery part	Improvement		
Engineering	There is no defect report	List defect from		
	from customer	customers		
Production	There is no documents of	Form input serial		
	serial number from	number from		
	customers	customers		

C. Identify Initial Business Processes

Business processes of GMF Power Services generally starting from order entry for repair to delivery the components that already completed repair to the customer. The generally business process of GMF Power Service is shown in Fig.3.

The business process of GMF Power Service also defined by IDEF0 techniques. IDEF0 was derived from a wellestablished graphical language known as the structured analysis and design technique (SADT) [9,10]. The IDEF0 (function modelling method) is designed to model the decision, actions, and activities of a manufacturing organization or system in a structured grapical form [11]. The modelling from business process with IDEF0 is shown by Fig. 4.



Fig. 3. Business Process of SBU Power Services



Fig. 4. Business Process with IDEF0

D. Business Process Analysis

Once a process has been selected and objectives for improvement defined, it is necessary to understand the targeted process [12]. Business process analysis was performed using value added analysis. The analysis of added value is an essential tool to improve the effectiveness and efficiency of business processes, whether the goal is to effect fundamental change in the direction of the company, as solve a present operational problem [13]. Value added activity analysis involves determining the activity of each of the initial business process that adds value, not value-added but necessary and not value-added.

Activities are categorized namely value added activities required to produce the output of a process and contribute to meet costumer expectations. Activities are categorized necessary non value added activities that are required in the needs of business requirements but does not add value from the standpoint of the customer. Activities are categorized non-value added activities that do not contribute to meet costumer expectations and do not support business processes, as well as activities which when removed had no effect on the final product or service. Identification of value added analysis is done to eliminate processes that do not value added to the costumer and improve the efficiency of the processes that are not value-added but necessary in order to achieve business processes more effective and efficient.

E. Redesign Process

After achieving a good understanding of the process as it is, what follows is the generation and evaluation of alternatives for process repair. The design of the proposed business process done by discussion with the company. The proposed design of business processes based on the needs of the business processes and business process analysis. Table IV presents the comparison between the initial business processes with business process re-design.

IV. CONCLUSION

Business process improvement conducted using Business Process Improvement (BPI) that its application refers to the methodology of the Model-based and Integrated Process Improvement (MIPI). Business process improvement made at order handling process, so that the procedure of the company's business processes run more effectively and efficiently.

Further research can be conducted by implementing new process and assess new process in the company. After that, review new process and make an improvement if it necessary.

Process	initial business processes	business process re-design	Description
Order Handling process by Marketing	The absence of an introductory document on the Serial Number and Part Number of the component to be repaired	Company requesting introduction documents from the customer includes data Serial Number and Part Number	Data components to be repaired can be known with certainty
Scheduling and Procurement Process	The absence of activity records of incoming and outgoing goods warehouse	The conduct of the activity recording of goods that enter and leave the warehouse on card stock	Information on the number and status of inventory can be seen clearly and definitely
Document Preparation for the production process by Engineering	Making the Planning Data Sheet is based on results of Preliminary Inspection Report	Making the Planning Data Sheet is based on the introduction of the Costumer Data	Speeding up processing time
Production process	Recording Serial Number performed beginning	Recording Serial Number performed after Blasting processes based on data Serial Number of the customer	The data is more accurate and Serial Number Serial Number typing error can be minimized

TABLE IV THE COMPARISON BETWEEN INITIAL BUSINESS PROCESSES WITH BUSINESS PROCESSES PROPOSALS

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