

## **Part I Chapter 48 Inventory Management**

- A. Inventory of Supplies.** DGS has the responsibility for general supervision and control over all inventories of supplies belonging to executive agencies.
  
- B. Just-in-Time Purchasing.** DGS strongly advocates the use of Just-in-Time purchasing.
  - 1. Having supplies delivered on site just as they are ready to be used.
  - 2. Continuously seeking to reduce inventory levels, raw materials, and finished goods.
  - 3. Less space is required with lower inventories so there is less chance of products becoming damaged or obsolete.
  - 4. Operations are placed closer together enhancing communication and teamwork.
  
- C. Aims of Just-in-Time Purchasing.**
  - 1. Elimination of Waste.
  - 2. Total Quality Management.
  - 3. Total Employee Involvement.
  - 4. Continuous Improvement.
  
- D. Benefits of Just-in-Time Purchasing.**
  - 1. Increased Flexibility: Spot Buying.
  - 2. Parts Reduction: Reduce Inventory.
  - 3. Increased Quality: Fresh Stock.
  - 4. Simplicity of System: Reliability.