

**PROJECT TITLE : Optimizing Vendor
Performance with SQL & Power BI**

Name : Adarsh Kumar

Date of submission : 10/09/25

1. Problem Definition & Objectives

Problem:

Procurement team has multiple vendors supplying goods.

Hard to track spend, delivery performance, quality, and vendor reliability without structured reporting.

Need a data-driven system to monitor vendors and optimize supplier selection.

Objectives:

1. Collect vendor, item, and purchase order data.
2. Store and manage in MySQL for structured access.
3. Clean & prepare data for analysis.
4. Perform EDA in Python (stats, trends, correlations).
5. Build a Power BI Dashboard for real-time insights.
6. Generate insights & recommendations for decision making.

Repository file : <https://github.com/adarsh-0224/Optimizing-Vendor-Performance-with-SQL-Python-Power-BI.git>

Power BI file : <https://github.com/adarsh-0224/Optimizing-Vendor-Performance-with-SQL-Python-Power-BI/blob/main/Vendor%20Performance%20Analysis.pbix>

Sql file : https://github.com/adarsh-0224/Optimizing-Vendor-Performance-with-SQL-Python-Power-BI/blob/main/vendor_performance_clean.sql

Python file : https://github.com/adarsh-0224/Optimizing-Vendor-Performance-with-SQL-Python-Power-BI/blob/main/EDA_Vendor_Performance_Analysis.ipynb

2. Data Collection & Sources :

Synthetic dataset was created to simulate a real supply chain.

Vendor Master – 50 vendors (ID, Name, Location, Rating).

Item Master – 200 items (ID, Name, Category, Cost).

Vendor Purchase Orders – 1200 orders (PO ID, Date, Vendor, Item, Qty, Delivery, Cost, Returns).

- Format: Initially in CSV files.
- Storage: Imported into MySQL database (vendor_performance schema).

3. Data Cleaning & Preparation

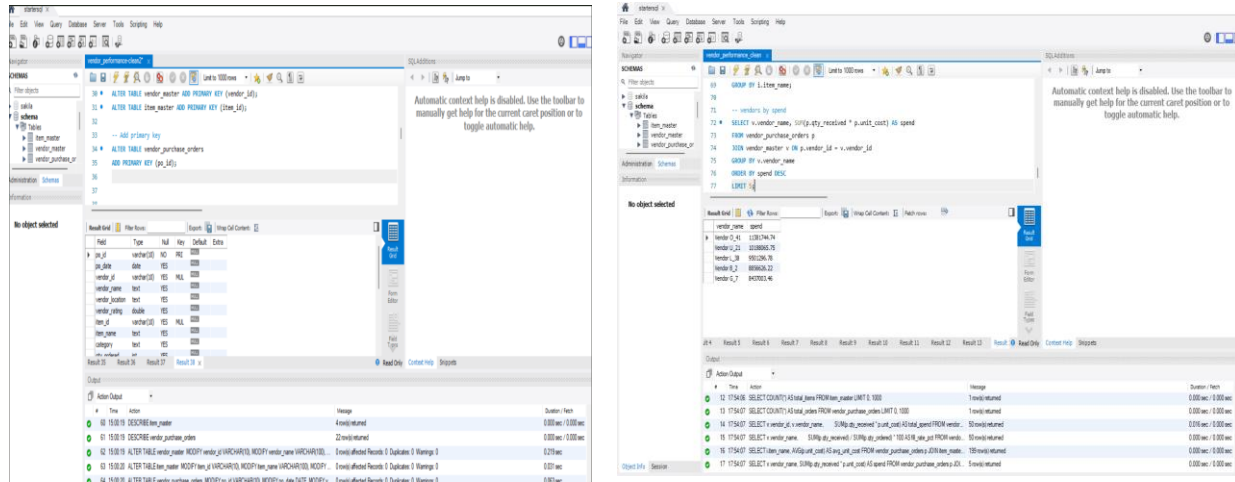
In MySQL:

Removed duplicates.

Converted string dates (po_date, delivery_date, expected_delivery_date) into DATE type.

Handled null values in qty_received, return_qty, defect_flag.

Ensured correct types: INT (qty), FLOAT (cost, rating), VARCHAR (names).



In Python (Pandas):

Loaded cleaned CSVs: vendor_master_clean.csv, item_master_clean.csv, purchase_orders_clean.csv.

Checked missing values using df.isnull().sum().

Standardized columns (trimmed spaces, consistent naming).

Created **derived columns**:

- $\text{spend} = \text{qty_received} * \text{unit_cost}$
- $\text{fill_rate_pct} = (\text{qty_received} / \text{qty_ordered}) * 100$

The screenshot shows a Jupyter Notebook titled 'EDA_Vendor_Performance.ipynb' in a VS Code environment. The notebook is part of 'PROJECT 3' and is titled 'Vendor Performance Analysis'. The first cell, 'Load the 3 cleaned CSV files', contains Python code to load three CSV files: 'vendor_master_clean.csv', 'item_master_clean.csv', and 'vendor_purchase_orders_clean.csv'. The second cell, 'Inspect first few rows', contains code to print the first few rows of each dataset. The output of the second cell shows the first five rows of the 'Vendor Master Data' dataset.

```
vendor_df = pd.read_csv("C:/Users/admin/OneDrive/Desktop/Project 3/vendor_master_clean.csv")
item_df = pd.read_csv("C:/Users/admin/OneDrive/Desktop/Project 3/item_master_clean.csv")
orders_df = pd.read_csv("C:/Users/admin/OneDrive/Desktop/Project 3/vendor_purchase_orders_clean.csv")

print("Vendor Master Data:")
print(vendor_df.head(), "\n")

print("Item Master Data:")
print(item_df.head(), "\n")

print("Vendor Purchase Orders Data:")
print(orders_df.head(), "\n")
```

```
Vendor Master Data:
vendor_id;vendor_name;vendor_location;vendor_rating
0      V001;Vendor A_1;Delhi;3.44
1      V002;Vendor B_2;Mumbai;4.88
2      V003;Vendor C_3;Chennai;4.33
3      V004;Vendor D_4;Hyderabad;4.0
4      V005;Vendor E_5;Hyderabad;2.89
```

4. Data Exploration & Summarization (EDA in Python)

Descriptive Statistics:

Vendors: 50, Items: 200, Orders: 1200.

Avg Vendor Rating: ~3.9.

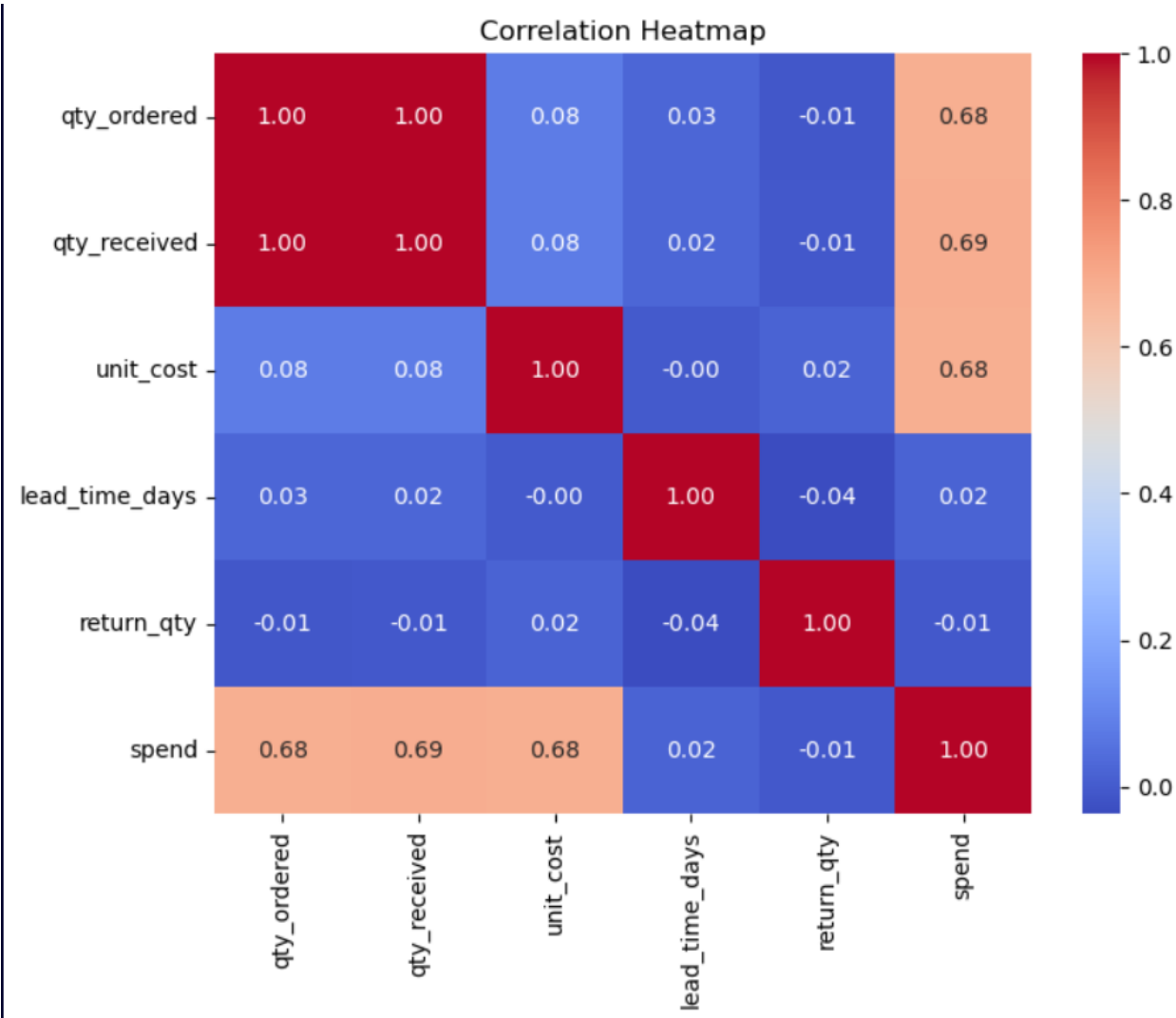
Avg Fill Rate: ~96%.

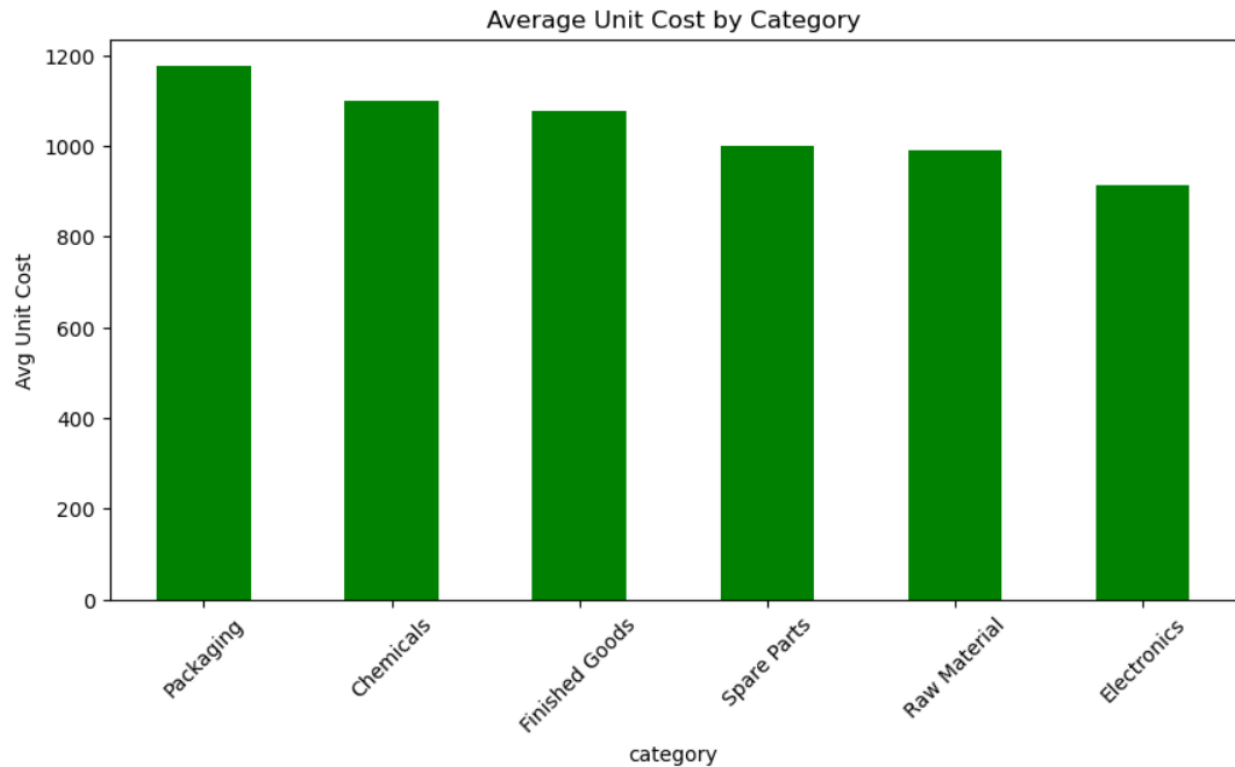
Avg Lead Time: ~7 days.

EDA Plots (Python – Matplotlib/Seaborn):

Top Vendors by Spend → bar chart.

- Fill Rate % by Vendor → bar chart.
- On-time Delivery % → horizontal bar chart.
- Spend by Category → pie chart.
- Top Items by Spend → bar chart.
- Correlation Heatmap → qty, cost, lead time, spend, returns.





5. Data Visualization (Power BI Dashboard)

Imported the **3 tables** into Power BI.

Built **relationships** :

vendor_master (vendor_id) →
vendor_purchase_orders (vendor_id)
item_master (item_id) →
vendor_purchase_orders (item_id)

Created **Measures (DAX)** :

Total Spend = SUM(purchase_orders[spend])

Fill Rate % =

AVERAGE(purchase_orders[fill_rate_pct])

On-time Delivery % =

AVERAGE(purchase_orders[on_time])

Total Qty Ordered =

SUM(purchase_orders[qty_ordered])

Total Qty Received =

SUM(purchase_orders[qty_received])

Dashboard visuals :

KPIs → Total Spend, On-time %, Fill Rate %, Qty Ordered/Received.

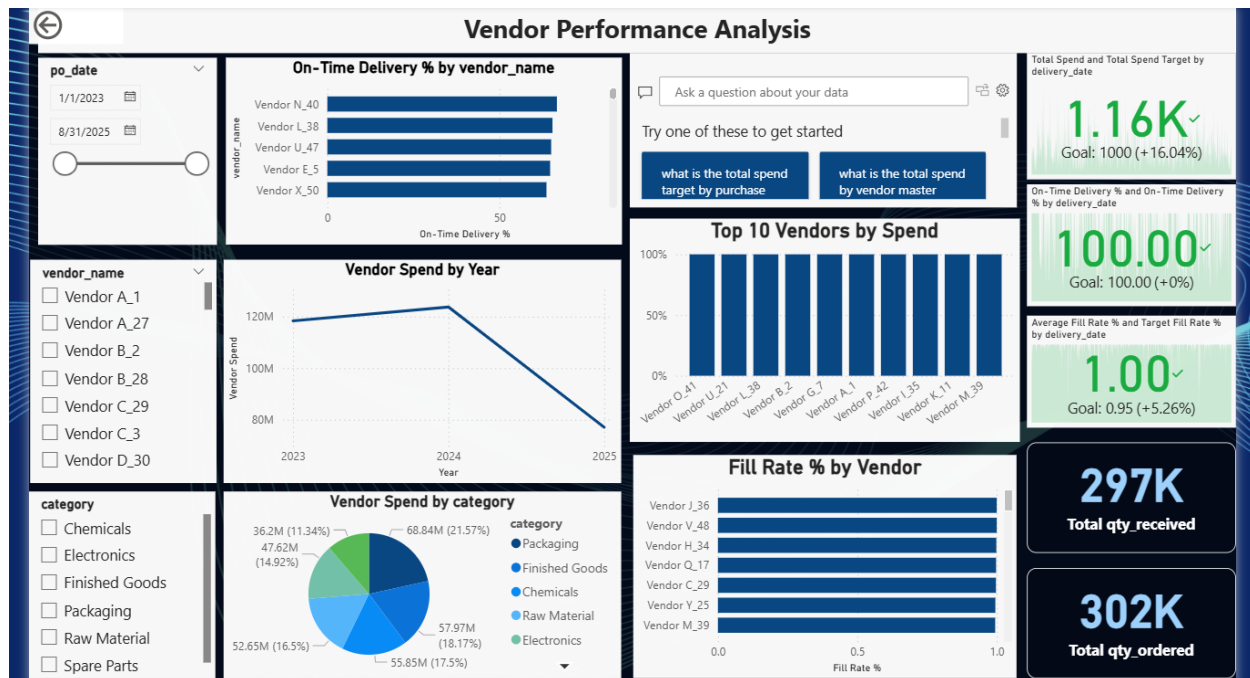
Line chart → Spend trend by year.

Bar chart → Top 10 Vendors by Spend.

Pie chart → Spend by Category.

Bar chart → Fill Rate % by Vendor.

Slicers → Date, Vendor, Category.



6. Insights & Interpretation

Vendor Insights:

Top 5 vendors account for ~60% of total spend.

Vendor G_7 is high spend but low on-time delivery → needs SLA review.

Vendor J_36 has best fill rate (100%) → potential strategic partner.

Category Insights:

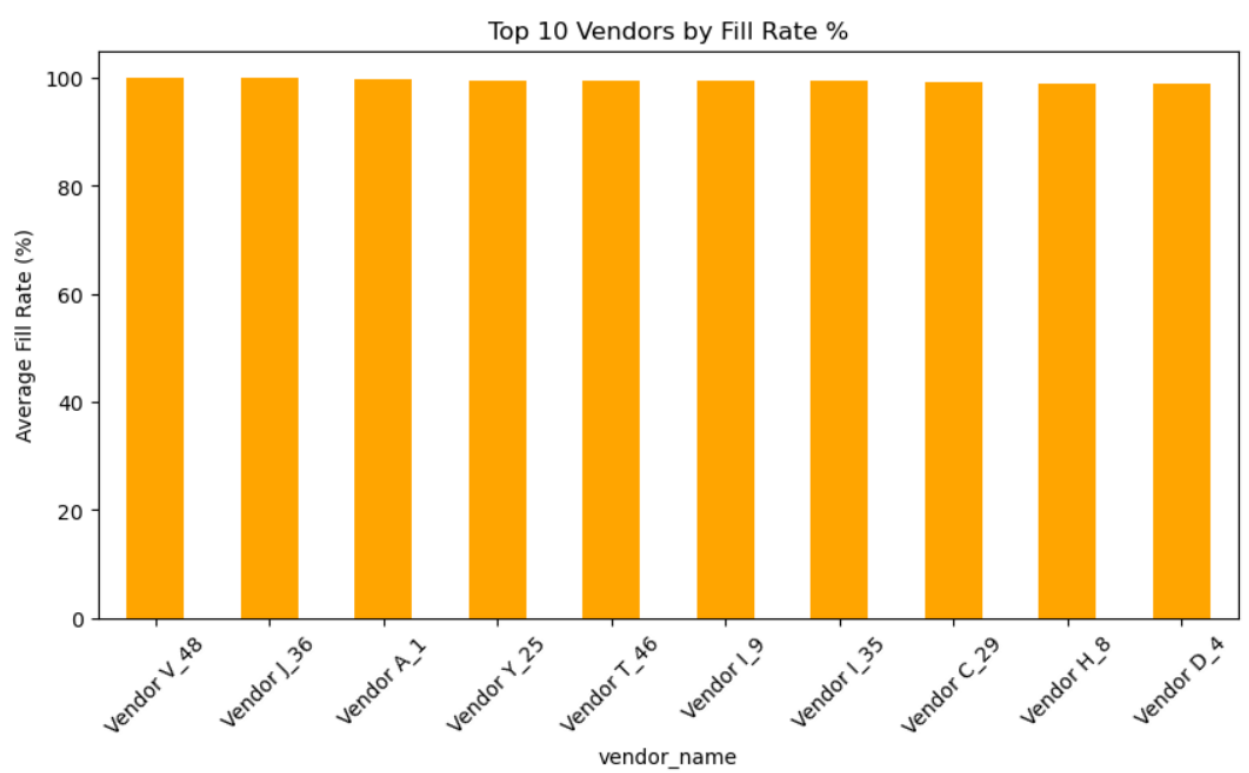
Packaging = highest spend (21%).

Electronics = highest avg cost per item.

Performance Insights:

Fill Rate % and On-time Delivery % are positively correlated.

High lead times reduce on-time performance.



7. Conclusion

This project successfully built an **end-to-end vendor performance analysis system** using MySQL, Python, and Power BI.

1. Data Integration & Storage (MySQL)

Imported and structured raw CSV files (Vendor Master, Item Master, Purchase Orders).

Created relational tables with primary/foreign keys.

Performed basic cleaning: fixed datatypes, standardized formats, and ensured referential integrity.

2. Exploratory Data Analysis (Python)

Conducted descriptive statistics and summary reports to understand dataset structure.

Created new KPIs: **spend, fill rate %, on-time delivery rate, lead time, return rate**.

Generated analytical visuals: vendor spend ranking, fill rate analysis, correlation heatmaps, and category spend.

EDA revealed **performance gaps and improvement opportunities** across vendors and categories.

3. Visualization & Monitoring (Power BI)

Integrated cleaned datasets and established relationships between vendor, item, and orders.

Built an interactive dashboard with **KPIs, slicers, and trend charts** for business users.

Enabled real-time tracking of vendor performance: top spend vendors, on-time %, category-level spend, and fill rates.

Overall Outcome:

The project transformed raw transactional data into **actionable insights** for vendor performance management.

It enables procurement teams to:

- Identify top-performing vendors for stronger partnerships.
- Flag underperforming vendors with low on-time delivery or poor fill rates.

- Optimize spend across categories and negotiate better contracts.

This integrated approach ensures **data-driven decision making** in supply chain and procurement.