

## Delayed delivery

Using event-based analytics to understand shifts in the supply chain

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## Disruptions to supply chain processes

#### Reactive change

- Ship backlog from delays en route
- Processing times for import containers
- Processing times from export transhipment to export

#### Deliberate change

- Shipping line schedule adjustment
- Shipping line service adjustment
- Port re-direction : Auckland to Northport / Tauranga





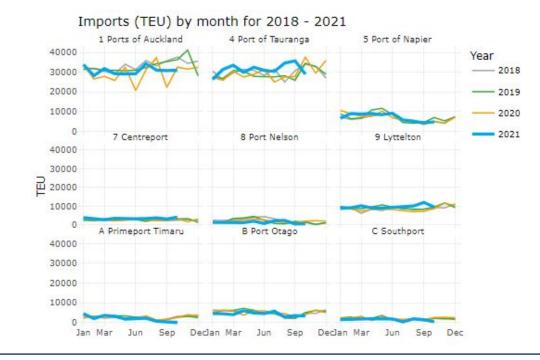
## Misfit metrics

Existing indicators are fit for a different purpose

### **Macro indicators for macroeconomic trends**

#### Useful for macroeconomic monitoring.

- Difficulties at POAL in June and September 2021 and POT accommodating more TEU after September 2021.
- POAL stability restored in 2021.

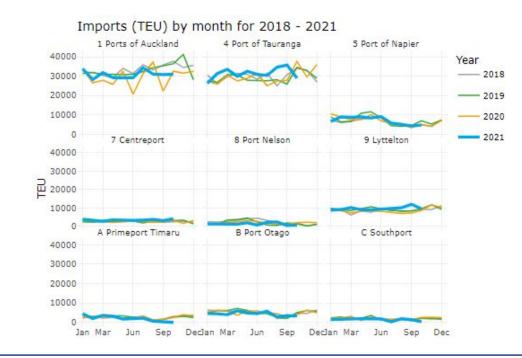




### **Macro indicators disconnected from processes**

## Cannot be used to <u>analyse</u> the impact on underlying processes.

- Where and why are containers getting stuck?
- Effect of busy / full distribution hubs?
- Are ports getting too congested?





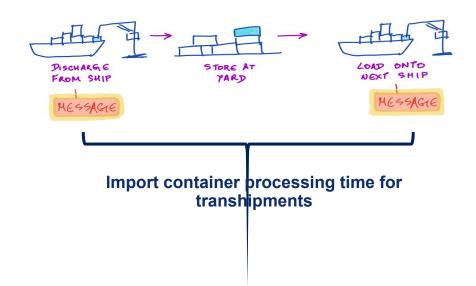


## Event analytics

Connecting metrics to the real world

### Single stream event analytics with container messages

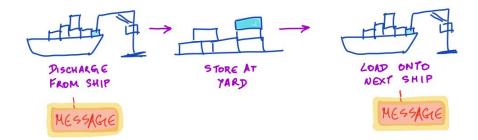
- FIGS container data stream is comprised of 4 container movement messages: discharge, load, gate in, gate out.
- Metrics like measuring time between different events are better suited for deeper analyses.





### **Metric I: Import container processing time (for import transhipment)**

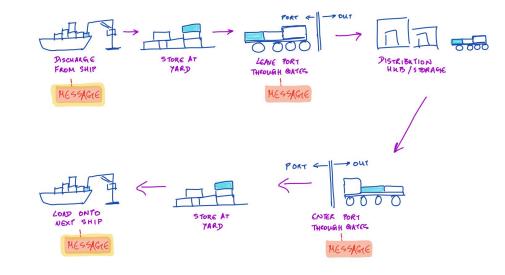
- Time from import container discharge to load onto next ship (taking container to another NZ port).
- Captures the time spent at port (at various states: yard, loading area etc.), loading onto inland transport.





#### **Metric II: Import container processing time (for domestic)**

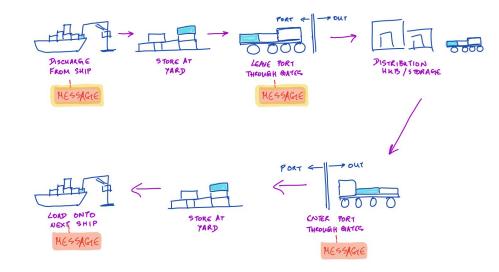
- Time from import container discharge to load onto next ship (taking container to another NZ port).
- Captures processing times at distribution hubs / storage depots and any road/rail congestion issues.





### Metric III: Import container processing time (processing at port)

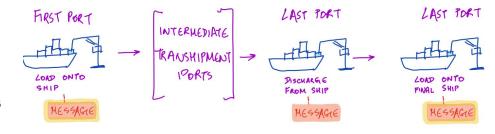
- Time from import container discharge to leaving port gates on inland transport.
- Captures the time spent at port (at various states: yard, loading area etc.), loading onto inland transport.





### **Metric IV: Export container processing time**

- Time from export container load at first NZ port to final load onto ship going out of NZ.
- Captures the full journey time for exports including coastal shipping, road, rail and multiple port efficiencies.







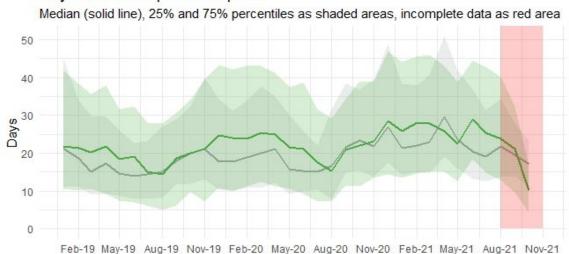
# Insights

Connecting metrics to policy

#### Import container processing time

- Combined metrics I and II
- Auckland (NZAKL) and Tauranga (NZTRG) both have similar historical turnarounds for moving import containers.
- Disruptions have moved the median of ~16 days in 2019 to 22 days in 2021 at Auckland. From 19 days to 25 days at Tauranga.

#### Days to next NZ port for imports



Port - NZAKL - NZTRG

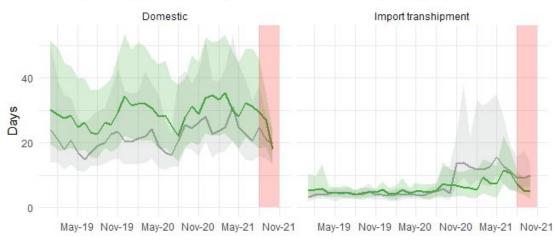


#### **Decomposing aggregate metrics**

- Domestic = Metric II.Import transhipment = Metric I
- Higher volatility for transhipments at Auckland.
- Higher median since November 2020.

#### Days to next NZ port for imports

Median (solid line), 25% and 75% percentiles as shaded areas, incomplete data as red area



Port - NZAKL - NZTRG

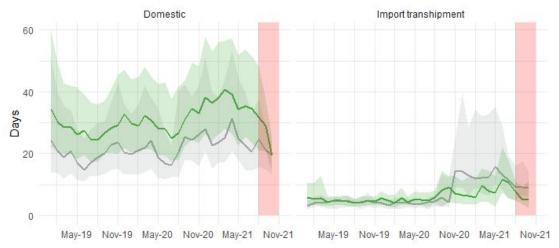


### **Faceting metrics by categories**

 Trend in container processing times are driven by full import containers.

#### Days to next NZ port for full imports

Median (solid line), 25% and 75% percentiles as shaded areas, incomplete data as red area



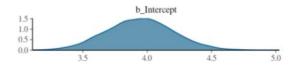
Port - NZAKL - NZTRG

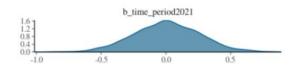


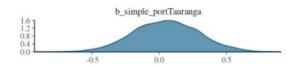
### **Next steps**

- Single stream analytics so far just messages about container movements.
- Multi-streams to include other types of events e.g. ship visits, movements on other modes like rail / road etc.
- Modelling extent of delays (e.g. lag periods) for key period of shocks.
- Impact of seasonality, relative busy-ness (number of ships being processed concurrently), size of ship etc. on container processing times.

#### Population-Level Effects: Estimate Est.Error 1-95% CI u-95% CI Rhat Bulk ESS Tail ESS 3.94 3.45 Intercept 0.26 4.46 1.00 4105 3038 time period2021 0.01 0.26 -0.50 0.52 1.00 2842 3979 simple\_portTauranga 0.05 -0.42 0.53 1.00 3912 2763











## **END**

Thank you!