Inventory Reordering System

Submitted By: Vimal Menon K

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Company: TechNeurons

1. Introduction

Efficient inventory management is essential for ensuring that stock levels meet demand without incurring unnecessary costs. The **Inventory Reordering System** optimizes the reordering process by calculating the required stock while minimizing costs.

2. Problem Statement

Design an algorithm to determine a **reordering schedule** for warehouse inventory that ensures:

- No item goes out of stock.
- Total reordering cost is minimized (considering batch sizes and unit costs).

3. Inputs & Outputs

Inputs:

Each inventory item includes:

- 1. item id Unique identifier for the item.
- 2. current_stock Current inventory level.
- 3. forecasted_demand Demand forecast for the next period.
- 4. reorder_cost_per_unit Cost of ordering one unit.
- 5. batch_size Minimum batch quantity for reordering.

Outputs:

A reordering plan with the following details:

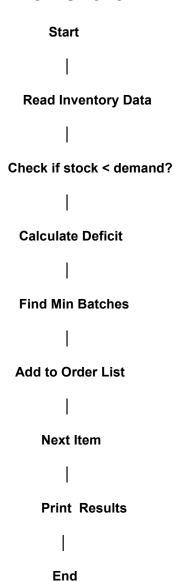
- Item ID
- Units to Order

4. Algorithm Explanation

The algorithm follows these steps:

- 1. Read inventory data for all items.
- 2. Check if the current stock is less than the forecasted demand.
- 3. **If stock is low, calculate the deficit** (forecasted_demand current_stock).
- 4. **Determine the number of batches required** to meet demand.
- 5. Compute total units to order based on batch size.
- 6. Add the item to the reorder plan.
- 7. Return the reorder plan with optimized stock levels.

5. Flowchart



Conclusion

The **Inventory Reordering System** successfully determines when and how much to reorder while ensuring stock levels meet demand and costs remain minimal. This implementation follows industry best practices in **algorithm design and C# programming**.