# MS&E 260 Introduction to Operations Management

Instructor: Richard Kim, PhD (richhkim@stanford.edu)

Huang Engineering Center, Room 212A

Mobile: (310) 804-2625

Office Hours: Mondays 1:00pm – 2:00pm (Huang 212A)

Tuesdays 10:00am – 11:00am (Huang 212A)

Course Tina Diao (tdiao@stanford.edu)

Assistants: Office Hours: Wednesdays 4:00pm – 5:00pm (Huang 203)

Mondays 7:00pm – 8:00pm (Zoom session

accessible here)

Eline van den Haak (elinevdh@stanford.edu)

Office Hours: Tuesdays 12:00pm – 1:00pm (Huang 203)

Thursdays 12:00pm – 1:00pm (Huang 203)

Class Times: Lectures: Mondays and Wednesdays 10:30am – 11:50am

Problem Sessions: Fridays 10:30am – 11:20am

Location: Thornton 102

Exams: Midterm: Friday, July 19, 2019 (TBD logistics)

Final: Saturday, August 17, 2019 (TBD logistics)

Grading 30% Homework (5 assignments)

Schema: 30% Midterm

30% Final Exam 5% Participation

5% Final Thoughts Paper

Books: No required textbook. Recommended texts: (1) S. Nahmias. Production and

Operations Analysis. 6th Edition. McGraw-Hill/Irwin Series. (2) Operations and

Decision Sciences. 2009 (on reserve at Engineering Library).

Website: <a href="http://canvas.stanford.edu">http://canvas.stanford.edu</a>. Lecture slides and sample problems will be posted to the

course website 1-2 days prior to the corresponding lecture. We recommend that students bring the lecture notes (either hard or soft copy) to each class to facilitate note taking. Q&A will be managed on Piazza (https://piazza.com/class/juu4gn8cxyh3b8). Please see Lecture 1 notes regarding

our Piazza management policy.

## Course Overview:

Operations management focuses on the effective planning, scheduling, and control of manufacturing and service entities. This course introduces students to a broad range of key issues in operations management. Topics include determination of production planning, optimal timing and sizing of capacity expansion, inventory control, dynamic lot sizing, and supply chain management.

# Course Objectives:

By the end of this course, you will:

- Be familiar with a range of problems faced in operations management
- Know how to develop and apply mathematical and analytical models to solve these problems
- Understand the implications of operations decisions at the strategic, tactical, and operational levels and the appropriate solution methodology to support each type of decision
- Understand the social and environmental sustainability considerations associated with inventory control and production processes

Prerequisites: An understanding of probability at the level of MS&E 120 (Probabilistic Analysis) and optimization is a prerequisite for this course. You are allowed to take the class without meeting the prerequisite at your own risk.

#### **Policies and Procedures**

## **Academic Integrity**

Please familiarize yourself with the Stanford Honor Code (honorcode.stanford.edu); violations will be prosecuted to the fullest extent of the (Stanford) law. You may work together on homework assignments, but each student must turn in his/her own written solutions in his/her own words.

#### **Preparing for Class**

All handouts will be posted on the coursework website before the class. We recommend you to print and bring a hardcopy of the lecture slides to each class to facilitate taking notes. We will also make use of the black board so be prepared with paper and pen to take notes.

#### **Consulting with Instructors**

If you are having difficulty (for whatever reason), find help right away – do not wait until you fall even further behind! Your instructors are available for advice or to answer questions and help you throughout the quarter and we encourage you to consult us as necessary. Feel free to drop by during our office hours or contact us to make an appointment if you cannot make it to office hours.

#### **Students Requiring Disability Accommodations**

Please contact the Office of Accessible Education (OAE) (https://studentaffairs.stanford.edu/oae/faculty/process) by the end of the first week of class. We also highly recommend that you inform the instructor about your application so that all the necessary arrangements for the exams can be made in a timely manner.

#### **Exam and Homework Grading**

If you believe that an error was made in grading the homework, you should write a short justification of your claim and attach it to the original homework assignment in question. Then, give the justification and homework assignment (stapled together) back to us. You have one week after the homework is returned to the class to request a regrade. The same procedure applies to exams. Please note that solutions will be regraded fully, meaning your grade could increase, decrease, or not change at all.

#### **Homework (30% of Final Grade)**

Assignments will be posted on the course website and due dates are shown on the course schedule. Homework assignments are due at 10:30am PDT in Canvas (online submission only) on the due date specified. Late assignments will NOT be accepted. Each homework assignment counts toward your final grade. We do not drop the lowest homework score.

Weekly Schedule (order of topics subject to change)

|                              | Weekly Schedule (order of topics subject to change)                           |                  |
|------------------------------|---|------------------|
| Day                          | Торіс   | Deadlines        |
|                              | Week 1  |                  |
| Mon, Jun. 24                 | Introduction/Course Overview  |                  |
| W 1 I 26                     | Inventory Management Overview   | XXXX !!! 1 1     |
| Wed, Jun. 26                 | Inventory Management with Deterministic Demand (EOQ                           | HW #1 released   |
|                              | Model)  |                  |
| Fri, Jun. 28                 | Problem Session, Tina   |                  |
| M I-1 1                      | Week 2  |                  |
| Mon, Jul. 1                  | Inventory Management with Uncertain Demand                                    |                  |
| Wad Int 2                    | (Newsvendor Model)  | HW #1 due        |
| Wed, Jul. 3                  | Inventory Management with Uncertain Demand [(Q,R)                             |                  |
| Eni Iul 5                    | Systems]  | HW #2 released   |
| Fri, Jul. 5                  | Problem Session, Eline  |                  |
| Mon Jul 9                    | Week 3  |                  |
| Mon, Jul. 8                  | Service Level in (Q,R) Systems  Letter dustion to Connecity and Weiting Times | 11XX #2 does     |
| Wed, Jul. 10                 | Introduction to Capacity and Waiting Times                                    | HW #2 due        |
| Fri, Jul. 12                 | Problem Session, Tina   |                  |
| Man. I1. 15                  | Week 4  |                  |
| Mon, Jul. 15                 | Capacity and Waiting Times, continued   |                  |
| W. J. L.1. 17                | Loads and Capacities  Midterm Review  | IIIV #2 released |
| Wed, Jul. 17                 | Midterm Exam  | HW #3 released   |
| Fri, Jul. 19                 | Week 5  | Midterm Exam     |
| Mon Jul 22                   |   |                  |
| Mon, Jul. 22<br>Wed, Jul. 24 | Supply Chain Contracts  | HW #3 due        |
| wed, Jul. 24                 | Supply Chain Management  Cuest Speeker: Colin Kessinger, PhD                  | HW #4 released   |
| Fri, Jul. 26                 | Guest Speaker: Colin Kessinger, PhD Problem Session, Eline                    | n w #4 leleaseu  |
| F11, Jul. 20                 | Week 6  |                  |
| Mon, Jul. 29                 | Revenue Management  |                  |
| Wed, Jul. 31                 | Revenue Management, continued   | HW #4 due        |
| wed, Jul. 31                 | Revenue Management, Continued   | HW #5 released   |
| Fri, Aug. 2                  | Problem Session, Tina   | 11 W π3 Teleased |
| 111, Aug. 2                  | Week 7  |                  |
| Mon, Aug. 5                  | Decision Analysis   |                  |
| Wed, Aug. 7                  | Lean Techniques   | Final Thoughts   |
|                              | Guest Speaker: Alejandro Martinez, PhD  | Paper released   |
| Fri, Aug. 9                  | Problem Session, Tina   | HW #5 due        |
| 111, 11ug. )                 | Week 8  | 1111 113 duc     |
| Mon, Aug. 12                 | Case Study: Managing Space Surveillance Systems                               |                  |
| Wed, Aug. 14                 | Final Exam Review Session, Eline  | Final Thoughts   |
| wed, Aug. 14                 | I mai Laam Review Session, Eine   | Paper due        |
|                              |   | 1 aper due       |
| Final Exam: Satu             | urday, August 17, 2019 (TBD logistics)  |                  |
| i mai Lamii. Batt            | induy, magdot 17, 2017 (1DD logistics)  |                  |