

## SAP SCM - The whole nine yards

Purpose of this article is to give an overview of the solution map that SAP SCM provides to realize and fulfill different enterprise/industry wide business processes. It also elaborates SAP SCM best practices for successful go-live.

### **Business process coverage by SAP SCM**

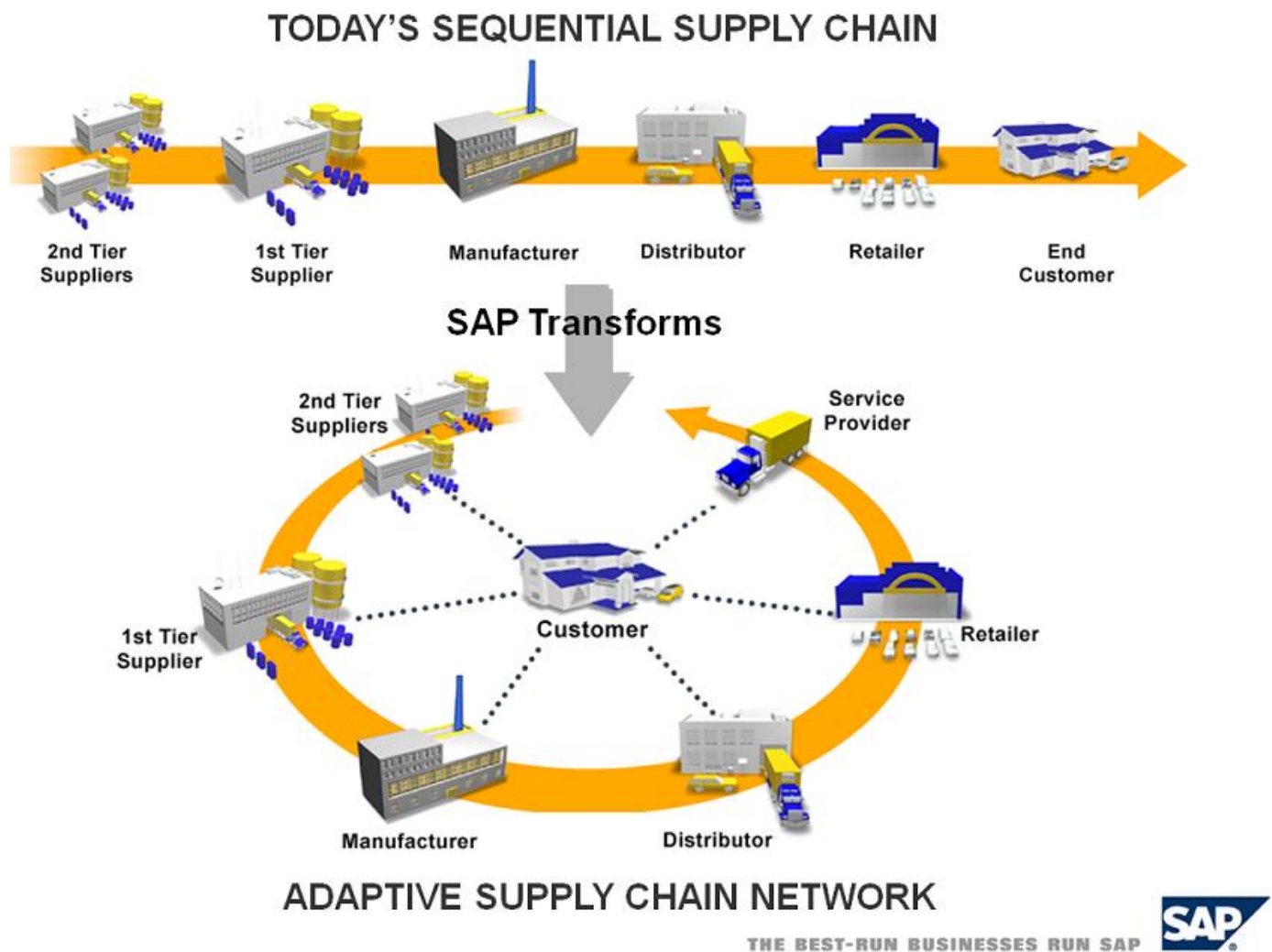
SAP SCM (Supply Chain Management) suite covers entire enterprise wide business processes includes all the major domains (Sales order processing, Planning, Manufacturing, Inventory / Material movements, Logistics, Warehousing, Transportation, Strategic analysis, etc.)

Below is the entire footprint of the Supply Chain processes covered by SAP SCM.

Strategic Planning	Strategic Supply Chain Design			Strategic Sourcing	
Demand Planning	Forecasting & Lifecycle Planning		Promotion Planning		Consensus Demand Planning
Supply Planning	Safety Stock Planning	Supply Network Planning & Outsourcing	Distribution Planning	Customer Collaboration	Supplier Collaboration
Procurement	Purchase Order Processing		Receipt Confirmation		Invoice Verification
Manufacturing	Production Planning & Detailed Scheduling			Manufacturing Execution	
Warehousing	Inbound Processing	Outbound Processing	Cross Docking	Warehousing & Storage	Physical Inventory
Order Fulfillment	Sales Order Processing		Logistics Coordination		Billing
Transportation	Transportation Planning		Transportation Execution		Freight Costing
Visibility	Procurement Visibility	Manufacturing Visibility	Fulfillment Visibility	Transportation Visibility	Supply Chain Analytics

## **SAP's vision for SCM**

SAP has come up with SCM solutions to transform today's sequential supply chain into the adaptive and Demand Driven Supply Chain that is driven by customer demand then driven by traditional forecasting and sequential process.



## **SAP SCM Supply Chain Planning Solution**

SAP SCM (Previously called - Advanced Planning and Optimization (APO) ) supports comprehensive planning capabilities:

- Supply network planning
- Demand planning
- Supply chain network design
- Collaborative planning processes (demand and supply)
- Production planning
- Transportation planning
- Global available to promise (Global ATP)

## SAP SCM Best Practices

- SAP Best Practices are the **sound foundation** for prepacked ready-to-use business solutions
- SAP Best Practices cover well-proven **business scenarios** that help to exploit the potentials of **mySAP Business Suite**
- Flexible **building block technology** enables you to implement and adapt your solution in a very flexible way

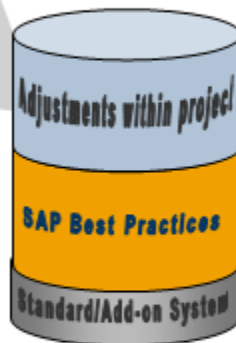


- **Extensive preconfiguration** to set up  
a) the complete system landscape  
b) end-to-end business scenarios
- **Detailed documentation** on settings & processes
- **Clear methodology:** comprehensible step-by-step approach

**Traditional project**



**With SAP Best Practices**



**Time and effort savings**

Enable fast and easy implementation of mySAP Business Suite

Demonstration of a solution that is easy to:

- identify with
- implement
- adapt to specific requirements

Get a living and fully documented prototype within days that you can rapidly turn into a productive solution

**Identification and anticipation of reusable business processes and project activities**

## **SAP SCM Best Practices scenarios**

### **Scenarios for the Consumer Goods Industry**

- Make-to-Stock
- Order Fulfillment with rules-based availability check
- Vendor-Managed Inventory

### **Scenarios for Automotive Suppliers**

- Advanced Repetitive Manufacturing
- Supplier-Managed Inventory

### **Scenarios for Discrete Industries**

- Make-to-Order with Capacity Check
- Make-to-Order with Component Availability Check

## SAP Best Practices Building Blocks

### **Building Blocks**




- are the technical methodology for the **SAP Best Practices** development and delivery
- provide **SAP Best Practices** users with small, flexible, and transparent pieces of functionality (**Building Blocks**), for example a specific scenario that can be implemented like an add-on to an existing solution
- foster inter-operability and reusability by providing the necessary guidelines and tools to enable content developers to create **Building Blocks** that follow a common structure




## SAP Best Practices for SCM Deliverables Structure

**Documentation**

- BP Scenario descriptions
- BP Business process procedures
- Best Practices Scenario Installation Guide
- Best Practices Configuration Guide Step-by-step guide to be used together with the configuration role



Definition and documentation of integrated business processes

All these deliverables can be found on the SAP Best Practices for SCM documentation CD 

## How do I get Started ?

### Prerequisite

- You have installed the software required for your solution in your system landscape (e.g. SAP BW, SAP R/3, SAP SCM)

The **SAP Best Practices for SCM** package contains one component:

- **Documentation CD** with business documentation, technical documentation, documentation templates and configuration & end-user roles



**GO** To prepare for the installation of **SAP Best Practices for SCM**, all you need is the documentation CD.



## SAP Best Practices: Installation

**SAP Best Practices**

**Business Scenario**

- ☒ Scenario 1
- ☒ Scenario 2
- ☐ Scenario 3
- ☐ ....
- ☐ ....

Choose the scenarios that you would like to install

The documentation provided with SAP Best Practices enables you to make a profound decision  
→ Scenario descriptions

**1.**



2.

**The Scenario Installation Guide tells you which steps you need to perform to install a specific scenario.**



SAP Best Practices



SAP SCM 4.1  
November 2004  
English

**Scenario  
Installation  
Guide**

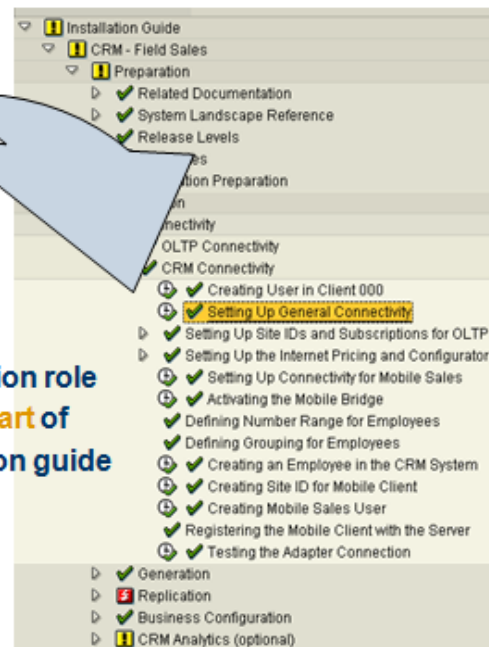
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3.

• **The configuration role is the counterpart of the configuration guide**

• **It supports a step-by-step approach to set up a prototyping environment**



Load user roles containing configuration activities for required building blocks into respective system and assign users to these roles.

4.

Work through user menu to install required building blocks

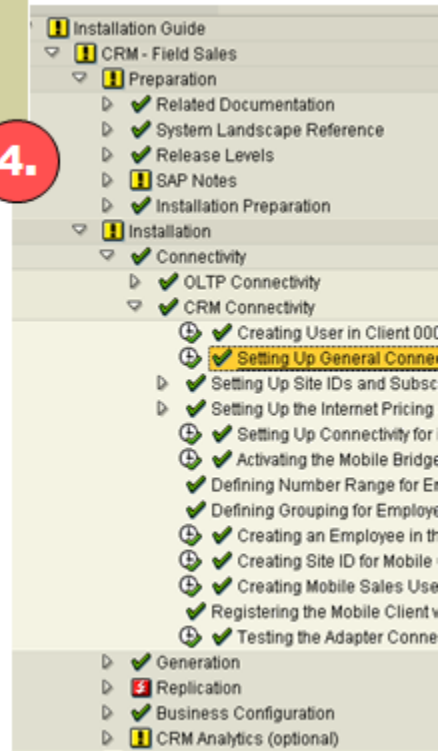
5.

Simply enter your personal data according the documentation

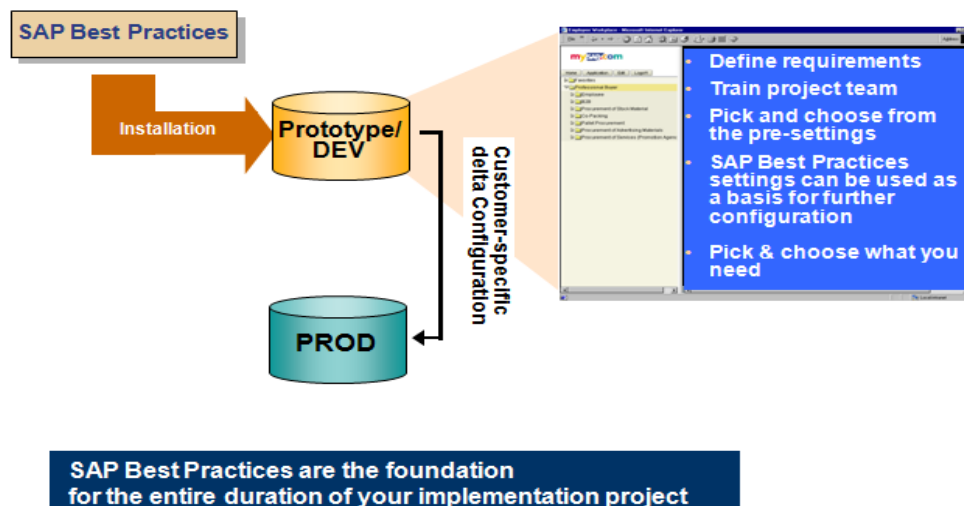
All steps are documented in the configuration guide

Your personal solution prototype

6.



## Finally, SAP Best Practices: Installation, Configuration and Go-Live





## **Benefits of SAP SCM Best Practices**

**Save time and money**

and achieve predicted results

**Less risks**

avoid common e-Bbusiness beginners' mistakes

**Empowerment**

through competitive business expertise

**Fast track**

to extending your business solution with new business processes

**No trial runs**

start straight off with a fully documented prototype that is fully reusable

**Failure is not an option!**

it works: what you see is what you get for implementation

**Ccommunication**

among project team members and executives becomes more effective

**Business platform for partners**

evaluation, joint development, own development

**Cconsistent approach**

focusing on integrated end-to-end business processes

## **Summary**

While SAP SCM offers solution to wide varieties of business processes, successful implementation can be best leveraged by SAP best practices.

Please contact us at <http://www.teknokret.com> if you are interested to learn more or looking for supply chain solution in this or other topics.