

#### **Tracking & Tracing**

Value creation through contemporary traceability

Vorráðstefna Vörustjórnunarfélags Íslands 7 maí 2019

#### **Gunnar Stefánsson**

Háskóli Íslands Verk- og náttúrufræðisvið gunste @ hi.is

#### **Agenda**

- Setting the Scene definitions
- The 8 attribute framework
- Industry 4.0 and applications on T&T
- Value creation
- What to come ?

#### **T&T** examples of purposes

- Fulfill the legal frameworks for production and distribution, e.g. food industry that traces where the raw material is coming and who the buyer is.
- Follow goods during transport and keep control of inventories.
- Guarantee of products and raw material origin, e.g. food, pharmaceutical and brand products.
- Ethical issues of production and logistics activities.
- Registration of ingrediencies/production for the purpose of evaluation of environmental impacts.
- Create internal traceability e.g. tools and resources.
- Guarantee effective recalls.
- Etc.

# But have different applications in different industries

- Retailers
- Food sector
- Pharmaceutical
- Transport / Logistics
- Construction industry
- OEM producers in various industries
- Utility industry
- Government
- Service providers
- Etc.

## **Defining Tracking & Tracing**

**Track**: The capability to follow the path of a specified unit and/ or lot of trade items downstream through the supply chain as it moves between trading partners. Trade items are tracked routinely for availability, inventory management and logistics purposes (*following the entity* on its way from A to B).

**Trace**: The capability to identify the origin of a particular unit located with the supply chain by reference to the records held upstream in the supply chain (*finding the entity* between A and B).

**Tracking and tracing**: linking up an object, moving from a consigner (A) to a consignee (B) through public space, with an information system.

A T&T system constitutes *the interface* between a physical transportation system and an information system.

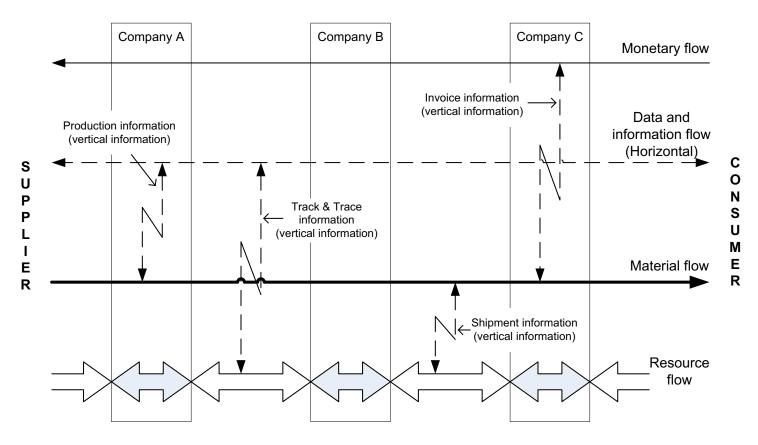
#### Defining T & T, cont.

Internal traceability / Vertical: Traceability within a company's own span of operations to track/ trace a product/ component (i.e. tracing of an object within an organization, company, or partner in the supply chain).

**External, or chain traceability / Horizontal:** Processes that take place between trading partners to track/ trace a product (i.e. tracing of an object between different organizations, companies, or partners in a supply chain).

Whole chain traceability: Vertical + Horizontal traceability

# Track and Trace – the vertical and horizonal integration for Industry 4.0



#### T&T - the 8 attributes

- Goods identification technology;
- Scope of the tracking and tracing systems;
- Registration timing and placing;
- Hierarchical level;
- Attributes recorded;
- Organization of the information system;
- Accessibility of the information system;
- Activity level of the tracking and tracing system.

#### Goods identification technology

- Human readable text
- Bar- or dot-codes
- Radio frequency tags (RFID)

TO: ABC Manufacturing Co.
123 Main Street
Orlando, Florida 32808



PECIAL HANDLING INSTRUCTIONS

APPOINTMENT NUMBER
56789
ORDER TYPE
EXPEDITE
TEM Column, Steel

\_\_\_\_

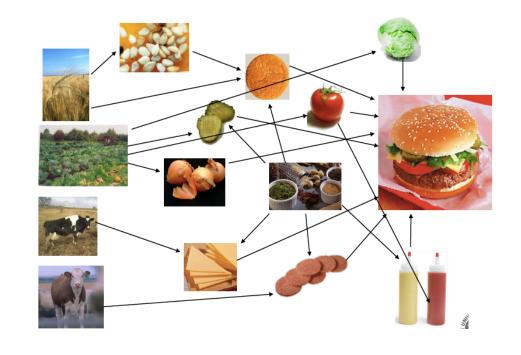






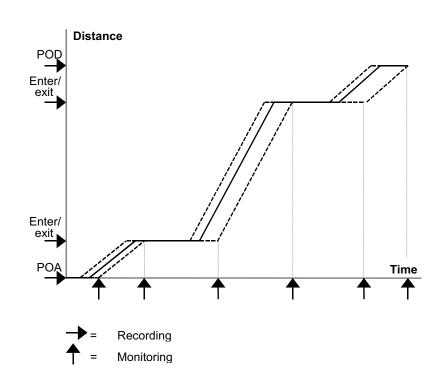
#### Scope of the T&T systems

- Transportation (transformation of place)
- Storage (transformation of time)
- Conversion process (transformation of form)



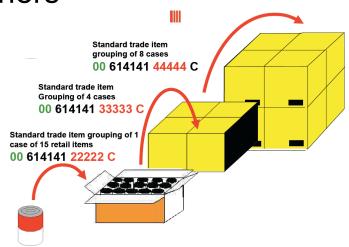
#### Registration time/place

- Various POA
- In-between, from one party to another
- Various POD



#### Hierarchial level of a T&T system

- The product units themselves
- A box cont. several products
- A large box with many smaller ones
- A container loaded with pallets
- A vehicle loaded with pallets / containers
- Several boxes, pallets, or containers together making up a shipment



## Attributes recorded in a T&T system

- The identity
- The current location
- The time
- The quantity
- The quality
- The status



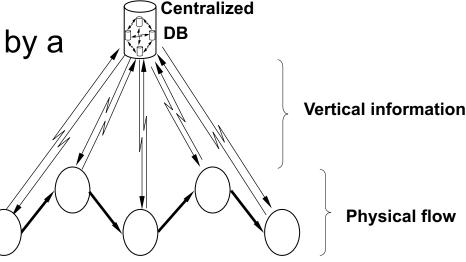
## Organisation of the information system

Each partner

One central system operated by the

most powerful partner

 One central system operated by a third party service provider



DB = Data base

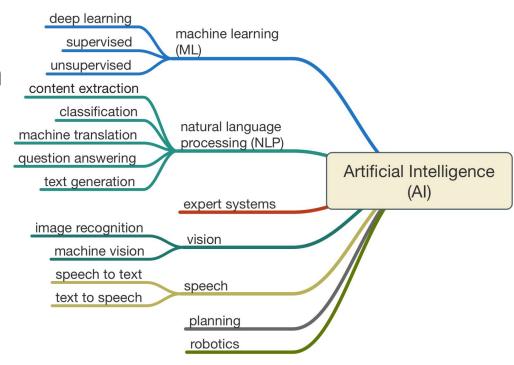
#### Accessibility of a T&T system

- Non-automated
- Semi-automated Automated
- Automated



#### Activity level of a T&T system

- A passiv system
- A semi-active system
- An active system



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- Activity level of the tracking and tracing system.

#### **T&T - the original**

252 Int. J. Technology Management, Vol. 20, Nos. 3/4, 2000

#### Tracking and tracing: principles and practice

#### Gunnar Stefansson and Bernhard Tilanus

Center for Transport and Traffic, Chalmers University of Technology and Gothenburg University, S-412 96 Gothenburg, Sweden E-mail: GuSt@mot.chalmers.se; C.B.Tilanus@tm.tue.nl

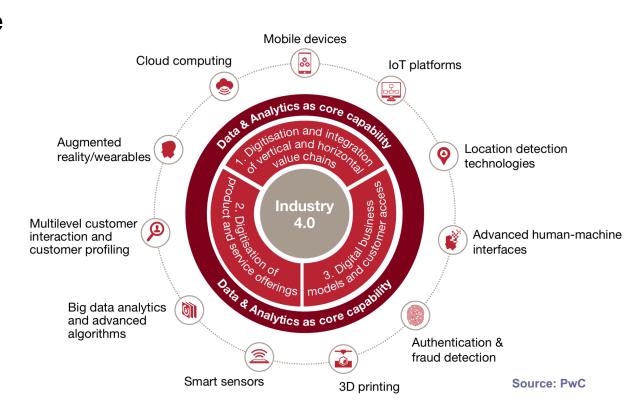
Abstract: The meaning of the concepts tracking and tracing is clarified, trying to avoid overlap and making them a complementary pair. Tracking and tracing systems are classified using eight attributes. Seven applications of tracking and tracing systems are analysed using these attributes. It is seen that most existing tracking and tracing systems are of a relatively simple type, but current plans and designs lead one to expect more advanced systems in the near future.

Keywords: Tracking; tracing; goodsflows; external logistics; transportation.

#### Industri 4.0

Digital transformation is the enabler! It includes:

- Big data
- Advanced analytics
- Augmented reality.
- Internet of Things (IoT)
- Artificial Intelligence (AI)
- Smart sensors
- Additive manufacturing(3D printing)
- Blockchain
- Cloud computing
- •Etc.



#### **T&T link to Industry 4.0**

Industry 4.0 parameters:  The T&T 8 attributes:	Big data	Advanced analytics	Augmented reality.	Internet of Things (IoT)	Artificial Intelligence (AI)	Smars sensors	Blockchain	Cloud computing
Goods identification technology;			Χ	Χ		Χ		
Scope of the tracking and tracing systems;	Χ	Χ						
Registration timing and placing;	Χ	X						
Hierarchical level;				Χ	X			X
Attributes recorded;	Χ	Χ				X		
Organization of the information system;							Χ	Χ
Accessibility of the information system;							Χ	Χ
Activity level of the tracking and tracing system.		Χ	Χ		Χ			

#### **T&T link to Smart sensors**

Industry 4.0 parameters:  The T&T 8 attributes:  Goods identification technology;  Scope of the tracking and tracing systems;  Registration timing and placing;  Hierarchical level;  Attributes recorded;  Accessibility of the information system;  Accessibility of the information system;  Activity level of the tracking and tracing system.  X X X X X X X X X X X X X X X X X X X							$\wedge$		
Goods identification technology;  Scope of the tracking and tracing systems;  Registration timing and placing;  Hierarchical level:  Attributes recorded;  Organization of the information system;  Accessibility of the information system;  X X X X X X X X X X X X X X X X X X X	parameters: The T&T 8			Augmented reality.	of Things	Intelligence		Blockchain	Cloud computing
Registration timing and placing; X X X	Goods identification technology;			Χ	Χ				
Hierarchical level: X X X  Attributes recorded; X X X  Organization of the information system; X X  Accessibility of the information system; X X X	Scope of the tracking and tracing systems;	Χ	Х						
Attributes recorded; X X X  Organization of the information system; X X X  Accessibility of the information system; X X X	Registration timing and placing;	Χ	X						
Organization of the information system;  Accessibility of the information system;  X X X	Hierarchical level;				Χ	Х			Χ
Accessibility of the information system; X X	Attributes recorded;	Χ	X				X		
	Organization of the information system;							Х	X
Activity level of the tracking and tracing system. X X X	Accessibility of the information system;							X	X
	Activity level of the tracking and tracing system.		X	X		X			

#### **T&T link to Blockchain**

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Industry 4.0 parameters:  The T&T 8 attributes:	Big data	Advanced analytics	Augmented reality.	Internet of Things (IoT)	Artificial Intelligence (AI)	Smars sensors	Blockchain	Cloud computing
Goods identification technology;			Χ	Χ		Х		
Scope of the tracking and tracing systems;	Χ	X						
Registration timing and placing;	Χ	X						
Hierarchical level;				Χ	X			Χ
Attributes recorded;	X	X				Х		
Organization of the information system:							X	<b>&gt;</b> X
Accessibility of the information system;							X	<b>&gt;</b> X
Activity level of the tracking and tracing system.		X	Χ		Χ			

#### ... and even more futuristic



# What to come?

9:10	Breaking through in a hyperconnected world
	Robert Beideman, Chief Solutions & Innovation Officer GS1 Global
10:00	Kaffihlé
10:30	Hvernig mætum við upplýsingaþörf neytenda í breyttu umhverfi Valur Gunnlaugsson, sérfræðingur Matís
10:55	Vision of EndToEnd traceability in the icelandic fishing industry - Heildarrekjanleiki hjá íslensku sjávarútvegsfyrirtæki, dæmi um notkun IoT rekjanleikakerfis (EPCIS) Gagnalaug ehf, Douglas Hill project manager
11:15	Hvernig hindrar lyfjaiðnaðurinn sölu á fölsuðum lyfjum VISTOR, Gunnur Helgadóttir forstjóri
11:30	Rekjanleiki í byggingariðnaðinum, til að byggja visthús þarf áreiðanleika, rekjanleika og traust. BYKO, Finnur Sveinsson Umhverfisfræðingur
11:50	Samantekt Ráðstefnustjóri tekur saman efni ráðstefnu og rýnir í þær breytingar sem framundan eru Sigurður Hjalti Kristjánsson, sviðstjóri og ráðgjafi hjá Capacent

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