

# 5

# WARNING SIGNS OF ASSET MISMANAGEMENT

by Apex Supply Chain Technologies®

Running out of critical assets can literally shut down operations. Look out for these five asset mismanagement warning signs to ensure this doesn't happen to your business.

## 1



### Spending Time Off-Task

Workers check assets in or out during shift change. And they might need special tools during their shift. If these assets are managed manually, this translates into workers spending time off task. In a year, this can add up to several days of unproductive time.

## 2



### Searching for Missing Assets

The labor cost incurred when workers search for equipment is significant. To calculate this cost: take minutes spent locating assets, multiply by the number of these searches in a year and multiply by the average hourly wage of the position.

## 3



### Delaying Jobs & Services

If one worker can't do their job because the correct equipment isn't available, the entire production process can be impacted. In a warehouse, delays translate into late orders, higher costs, rush deliveries and unhappy customers.

## 4



### Increasing Labor Costs & Overtime

When jobs are not completed on schedule, businesses usually hire temporary staff, who often require a higher wage level as well as safety and job training. This adds cost to delayed jobs.

## 5



### Increasing Unplanned Costs

A shift in production times impacts shipping costs, particularly when there is a deadline. When unplanned costs are mounting, businesses tend to look for a new supplier. But the real cause is often within their own operation.

To find out how automating your asset management program can reduce replacement costs by as much as 40 percent and increase worker accountability by as much as 45 percent, contact Apex Supply Chain Technologies via email [info@apexsupplychain.com](mailto:info@apexsupplychain.com) or via phone a **800.229.7912**. or online: [ApexSupplyChain.com/asset-management](http://ApexSupplyChain.com/asset-management).

Technology That Counts

