

701 E. Chocolate Avenue, Suite 200, Hershey PA 17033-1240, USA Tel: 717/533-8845; Fax 717/533-8661; URL-http://www.idea-group.com

This paper appears in the publication, Supply Chain Management: Issues in the New Era of Collaboration and Competition edited by William Yu Chung Wang , Michael S. H. Heng , Patrick Y. K. Chau © 2007, Idea Group Inc.

Chapter I

Implementing Supply Chain Management in the New Era: A Replenishment Framework for the Supply Chain Operations Reference Model

William Y. C. Wang, University of South Australia, Australia

Michael S. H. Heng, Universitas 21 Global, Singapore

Patrick Y. K. Chau, The University of Hong Kong, Hong Kong

Abstract

Combining with the collaborations between business customers and suppliers, traditional purchasing and logistics functions have evolved into a broader concept of materials and distribution management, namely, supply chain management (SCM) (Tan, 2001). This chapter reviews the literature of SCM from several paths that can be the basis of a proposed framework for SCM within academic and managerial contexts. In addition, it includes the

approaches of supply chain operations reference (SCOR) model, which was developed by the Supply Chain Council and is recognised as a diagnostic tool for SCM worldwide. This chapter also summarises the literature of performance control and risk issues in SCM and the SCOR Model and discusses a proposed framework for the future research.

Introduction

A supply chain is established when there is an integration of operations across its constituent entities, namely, the suppliers, partners, and business customers (Narasimhan & Mahapatra, 2004). It is an observation that individual firms compete as integral parts of supply chains in the global markets. Moreover, the evolution of information technology (IT) has particularly generated growing attention on searching for ways to improve product quality, customer services, and operation efficiency and remaining competitive by supply chain collaboration. As noted by Strader, Lin, and Shaw (1999), "...there has been a general movement towards organizing as partnerships between more specialised firms or business units as IT enables the costs of coordination decrease" (p. 361), implying the impact of IT and potential advances of supply chain management (SCM). A number of researchers and practitioners have, therefore, devoted their efforts to various approaches to manage the constituents and activities of a supply chain since the early 1980s. Yet conceptually, the management of supply chains has not been well organised or understood. Academia has continuously highlighted the necessity for clear definitional constructs and frameworks on SCM (Croom, Romano, & Giannakis, 2000; New & Mitropoulos, 1995; Saunders, 1997).

However, SCM research, which draws on industrial economics, information systems, marketing, financing, logistics and interorganisational behaviour, has a fragmented nature and lacks a universal model. Hence, what we set out to construct in this chapter are the general theoretical and managerial domains of SCM, thereby, attempting to contribute to the development of such discipline. The literature is surveyed to identify the cognitive components of the current subject, as it is a key question for any applied social research that concerns the strategic approach taken to its mapping (Tranfield & Starkey, 1998).

Theoretical models are needed in order to inform the understanding of the supply chain phenomena. An illustration of industrial dynamics in Forrester's (1958) model in fact instantiates the possibility of such applications that aid the comprehension of material flows along the supply chain. Further, it has remarkably laid the foundation for subsequent advancement of supply chain analyses

20 more pages are available in the full version of this document, which may be purchased using the "Add to Cart" button on the publisher's webpage: www.igi-

global.com/chapter/implementing-supply-chain-managementnew/29996

Related Content

Characterizing Coordination in Humanitarian Supply Chains: A Case Study in Colombia

Juan David Suarez, Mateo Pachón Rincónand Carlos Osorio Ramirez (2019). Handbook of Research on Urban and Humanitarian Logistics (pp. 263-276). www.irma-international.org/chapter/characterizing-coordination-in-humanitarian-supply-chains/231976

Sourcing Decision in a Multi-Period Model under Demand and Supply Uncertainty

Shantanu Shankar Bagchiand Sourabh Bhattacharya (2014). *International Journal of Information Systems and Supply Chain Management (pp. 50-68).*

 $\frac{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-international.org/article/sourcing-decision-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}{\text{www.irma-internation-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}}{\text{www.irma-internation-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}}{\text{www.irma-in-a-multi-period-model-under-demand-and-supply-uncertainty/120161}}}$

Metaheuristic Approaches for Vehicle Routing Problems

M. Saravananand K.A.Sundararaman (2013). International Journal of Information Systems and Supply Chain Management (pp. 17-32).

www.irma-international.org/article/metaheuristic-approaches-for-vehicle-routing-problems/80167

Evaluating the Use of Electronic Door Seals (E-Seals) on Shipping Containers

Edward McCormack, Mark Jensenand Al Hovde (2012). *Innovations in Logistics and Supply Chain Management Technologies for Dynamic Economies (pp. 283-299).*www.irma-international.org/chapter/evaluating-use-electronic-door-seals/63728

Application of Cold-Chain Logistics and Distribution Systems Using Deliver Schedule Management

Qingwei Yinand Qian Tian (2022). *International Journal of Information Systems and Supply Chain Management (pp. 1-20).*

 $\frac{\text{www.irma-international.org/article/application-of-cold-chain-logistics-and-distribution-systems-using-deliver-schedule-management/305844}$