

Productivity Analysis of Crude Palm Oil (CPO) in PT. Ramajaya Pramukti Using Value Stream Mapping Approach

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ABSTRACT

This study aims to analyze the productivity of CPO processing using Value Stream Mapping (VSM) approach. A case study conducted in PT. Ramajaya Pramukti, Indonesia. The research method used the VSM and Process Activity Mapping (PAM) to determine wastes in the process flow of CPO production. The data was collected in 1 month. The preliminary result of CPO productivity process was average of 73.67%. Based the Future Value Stream Mapping (FVSM) the CPO processing time can be efficient from 1.981 seconds/kg to 1.963 seconds/kg. The productivity processing for value added 1.525 seconds/kg, which non value added of 0.012 and the non necessary value added of 0.383 seconds/kg. The quality of raw materials was the biggest waste contributor. It was caused a longer processing time due to poor quality of raw materials.

KEY WORDS: *Crude Palm Oil, Value Stream Mapping, Analytical Hierarchy Process.*

1.0 INTRODUCTION

To maintain the company's existence, various strategies and policies are carried out so that increasing productivity and efficiency of the company encourages companies to win in market competition [1-3]. In the process of processing Fresh Fruit Bunches (FFB) into Crude Palm Oil (CPO) there is the waste that can reduce the productivity and efficiency of company's products [4]. The company's efficiency is threatened to decrease due to waste, which can be eliminated by adoption of lean manufacturing approaches [5-7]. Lean manufacturing is a systematic approach to identify and eliminate waste through continuous improvement, in order to create an optimal production process flow with fast lead times and minimal waste [8-9]. One of the lean manufacturing tool

and technique to efficient and effective the production process is Value Stream Mapping (VSM).

The value stream mapping method is a lean mapping method to see the process flow and information flow in the production process [10-11]. This technique has been widely used because of its ability to collect, analyze and present information in a short time [12]. The main purpose of this method is to identify the type of waste [13-14]. Waste can be defined as all work activities that do not provide added value in the process of transforming inputs into outputs along the value stream mapping. Waste is classified into overproduction, waiting, transportation, improper processing, useless inventory, useless movement and defects in the Toyota Production System [12,15].

Activities that occur in the production process (Hines & Taylor, 2000) [16]: (1) value adding activity, is an activity that is able to provide added value to a product, (2) non value adding activity, is an activity that does not provide added value to a product. This activity is included in the (waste) that must be eliminated in the production system, (3) necessary non value adding activity, namely activities that do not add value to the product, but this activity is needed in existing production procedures or processes. The Value Stream Mapping (VSM) method can be used to increase the productivity of CPO processing [14]. It can be evaluated the performance of production process of CPO to find out the causes of waste. Therefore, it can be evaluated in the production processes; there is no waste of time, material that occurred in manufacturing process of CPO in the company.

PT. Ramajaya Pramukti is one of the agro-industrial companies (plantations and palm oil mills) that produce the CPO and palm kernel. Problems or waste that arise at PT. Ramajaya Pramukti occurs in the production process, namely the time for the next production process from the previous process, thus causing a waste of time so as to reduce productivity. The problem of production time in the form of palm fruit at the sorting station because workers who supply palm fruit from the sorting station to the ramp loading station do not have a standard time when the palm fruit must be supplied to the loading ramp station and the old lorry is sent from the threshing station to the loading ram. The time for company's standard boiling is 90 minutes, while in the field it takes a boiling cycle of up to 111 minutes. This is due to the poor quality of raw materials so that it requires a longer boiling

time than the company's provisions. In this paper is conducted to analyze the productivity of CPO processing in PT. Ramajaya Pramukti based the lean manufacturing approach, namely the VSM (Value Stream Mapping).

2.0 METHOD

In this CPO productivity analysis research using quantitative methods by making direct observations at PT. Ramajaya Pramukti, Riau Province. Data collection was carried out on November 23 to December 03, 2020. The workstations that were used as objects of research were: weighing, sorting, loading ramp, sterilizer (boiling), shelling, pressing, purification and storage

2.1 Data Collection

The data needed in this study were:

- Primary data is data obtained from direct observation and research in the field. Primary data collection was carried out by observing directly at the research site and interviewing operators who were directly involved in operations to obtain information. The data collection was carried out such as the number of FFB that can be processed and CPO produced on each work shift and on every working day (2 shifts). Effective working time on the production floor of PT. Ramajaya Pramukti was 25 working days/month (Monday to Saturday) with a total of 9 hours/shift. The data collection method for processing time at each station was repeated 10 times in 1 workstation using a stopwatch. Data retrieval to determine the cause of waste was done by interviewing the operator and direct observation at each station.
- Secondary data comes from documents and archives as supporting primary data in research. This data was from the company documentation. The data was collected the composition of fresh fruit bunches at PT. Ramajaya Pramukti. It was used to determine the amount of CPO that

should be produced from the amount of FFB processed to be compared with that produced in the field. Then, the data collected was working shifts at PT. Ramajaya Pramukti to find out how much FFB can be processed and the amount of CPO produced per work shift.

2.2 Data Processing

The stages of data processing carried out in this study were calculated the processing time of CPO, followed by making Current Value Stream Mapping (CVSM). More, It was conducted the Process Activity Mapping (PAM) on CPO Processing and identification of cause-and-effect diagrams (fishbone). Finally, it was made the Future Value Stream Mapping (FVSM) and calculating the productivity of the resulting CPO.

3.0 RESULT AND DISCUSSION

Based the data results of time process for each station with a total weight of FFB 676,759 kg, for a working time of 2 shifts (18 hours) can be seen in Table 1.

Table 1: Data of process time at each station

| No | Station | Process Time |
|----|---------------|------------------|
| 1 | Weighing | 0.097 seconds/kg |
| 2 | Sorting | 0.097 seconds/kg |
| 3 | Loading Ramp | 0.136 seconds/kg |
| 4 | Sterilizer | 0.059 seconds/kg |
| 5 | Threshing | 0.134 seconds/kg |
| 6 | pressing | 0.142 seconds/kg |
| 7 | Purification | 0.227 seconds/kg |
| 8 | Storage Tanks | 0.547 seconds/kg |

From Table 1, it is found that the entire time process of FFB processing into CPO. Based data in Table 1 was constructed the

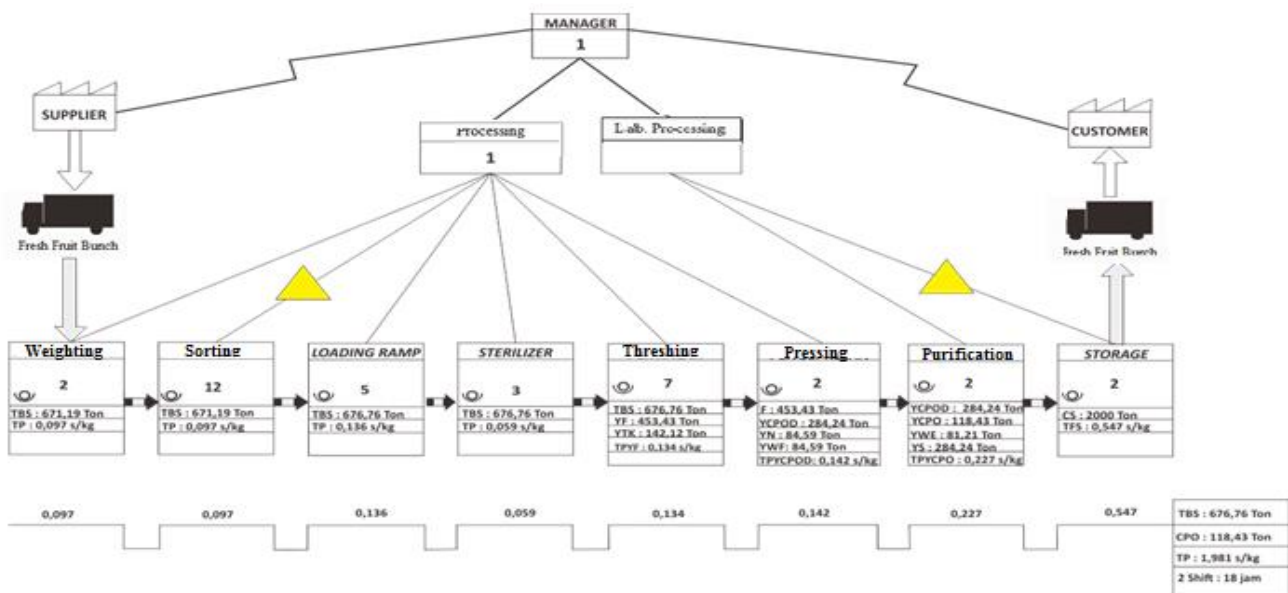


Figure 1: Current value stream mapping in case study company

Current Value Stream Mapping (CVSM). The current value stream mapping is the starting point to identify the process flow before making improvements. The CVSM is a tool to describe a system as a whole along with the value stream contained in the company. According to the current value stream mapping, information and physical flow in the system can be known. The required process time for each work station for the CVSM in the company that can be seen in Figure 1.

After the CVSM was obtained, then a description of Process Activity mapping that was constructed, which the PAM method functions to identify activities that occur (value added, non value added and necessary non value added). The PAM result is depicted in Figure 2.

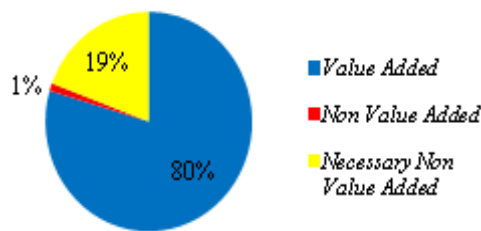


Figure 2: Percentage of time on the production floor

The next stage was to design the Future Value Stream Mapping (FVSM) that supports the proposed improvement. With the application of Future Value Stream Mapping, it is expected to reduce production time, so as to increase productivity in CPO processing at PT. Ramajaya Pramukti. The Future Value Stream Mapping was based on the Current Value Stream Mapping, then the result analyzing for the recommendations might be given. The time comparison between CVSM and FVSM can be seen in Table 2.

Table 2: The productivity comparison, CVSM versus FVSM

| Comparison | Current VSM | Future VSM |
|-----------------------|-------------|------------|
| FFB processed | 676,759 kg | 676,759 kg |
| CPO produced | 118,430 kg | 128,580 kg |
| Total processing time | 1.981 s/kg | 1.920 s/kg |
| Total VA | 1.576 s/kg | 1.568 s/kg |
| Total NVA | 0.022 s/kg | 0.012 s/kg |
| Total NNVA | 0.383 s/kg | 0.383 s/kg |

From the comparison between the processing time of CVSM and FVSM, the CPO productivity value can be calculated used the formula [13-15] below:

$$\text{Productivity of CPO (\%)} = \frac{\text{Resulting CPO productivity}}{\text{Planning CPO productivity}} \times 100\%$$

$$= \frac{118.43 \text{ Ton}}{171 \text{ Ton}} \times 100\%$$

$$= 69.26\%$$

The value of CPO productivity was obtained in the field can be seen in Table 3.

Table 3: The CPO data of productivity

| No | Year 2020 | Total TBS (Ton) | CPO produced (Ton) | Target CPO of company | Productivity |
|----|-----------|-----------------|--------------------|-----------------------|--------------|
| 1 | 23 Nov. | 677 | 118.43 | 171 | 69.26% |
| 2 | 24 Nov. | 762 | 133.43 | 171 | 78.03% |
| 3 | 25 Nov. | 821 | 143.69 | 171 | 84.03% |
| 4 | 26 Nov. | 758 | 132.57 | 171 | 77.53% |
| 5 | 27 Nov. | 493 | 86.23T | 171 | 50.43% |
| 6 | 28 Nov. | 398 | 69.65T | 171 | 40.74% |
| 7 | 30 Nov. | 832 | 145.59 | 171 | 85.14% |
| 8 | 01 Dec. | 838 | 146.60 | 171 | 85.74% |
| 9 | 02 Dec. | 842 | 147.27 | 171 | 86.13% |
| 10 | 03 Dec. | 778 | 136.23 | 171 | 79.67% |

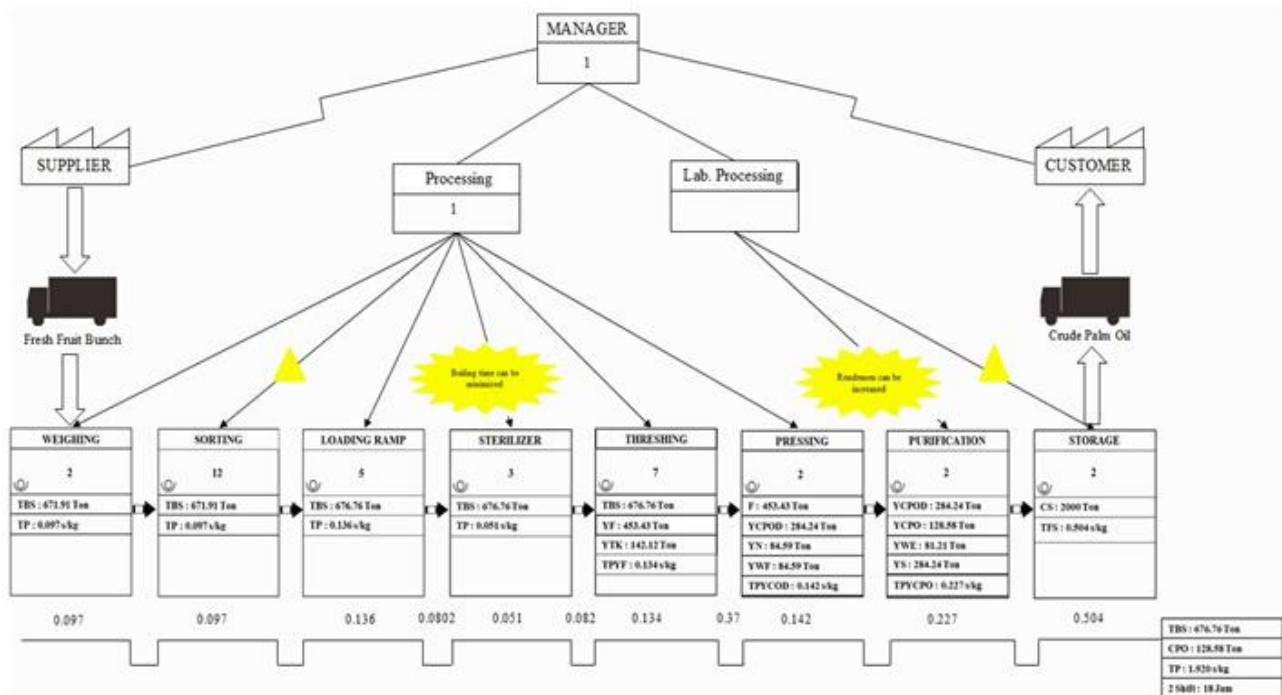


Figure 3: Future Value Stream Mapping (FVSM) in case study company

It can be seen in Table 3 the productivity value of CPO processing with an average of 73.67%. This result was obtained from improvements that were made to several stations (sorting, loading rams, sterilizer stations, purification stations and storage stations).

In the sorting of work station occurred the waste due to the quality of raw FFB was not good. Sequences, that can increase the processing time for FFB to CPO. Then, the producing oil was not according to company standards. In addition, the quality of raw materials can be caused a longer processing time at the weighing and sorting stations due to poor quality of raw materials. That might be solved by applying the automatic separation system using microcontroller to separate the raw palm fruits based on the level of the palm fruit's maturity [17].

In the loading ramp station, that occurred the waste such the raw materials processed were poor quality. It would be cause a longer boiling time for fresh fruit bunches and the use of steam to boil more consumptive. If the poor quality of the raw material that was processed, it make difficult to separate the shell from the fiber of palm fruit. So, there were still a lot of fibers attached to the shell, which difficult to break the shell seeds. The poor quality raw materials also contain a small amount of oil.

According the FVSM in the sterilizer station, the boiling time was improved from 6,210 seconds per cycle to 5,400 seconds per cycle. This can be done with good quality of raw materials (FFB maturity level) and the pressure achieved. At the refining station of 100% processed FFB, there was only 17.5% CPO (PT. Ramajaya Pramukti). This amount can be changed to 19% by improving the boiling time of FFB, because the proper boiling time (according to the standard) would reduce the amount of water content in the oil and also the amount of oil attached to the sludge. Beside, to improving the boiling time, the company must also supply more FFB, which contains more CPO yields than the duration type of FFB.

4.0 CONCLUSION

There are several wastes that occur in CPO processing at PT. Ramajaya Pramukti, namely the factors of raw materials, motion, work machines/equipment, work environment and methods used in doing the work. Raw materials are a factor that greatly influences the waste that occurs, because the quality of the raw materials obtained is not good, it will prolong the processing time such as sorting and boiling. Based the Future Value Stream Mapping (FVSM), it is found that the processing time of Fresh Fruit Bunches (FFB) into Crude Palm Oil (CPO) at PT. Ramajaya Pramukti. The FFB processing of 676,759 kg obtained the processing time of 1.981 seconds/kg with a value added of 1.576 seconds/kg, non-value added 0.022 seconds/kg and necessary non value added of 0.383 seconds/kg. For the processing time of 1.963 seconds/kg with value added 1.568 seconds/kg, non value added 0.012 seconds/kg and necessary non value added of 0.383 seconds/kg. Then, the productivity value was obtained in CPO processing at PT. Ramajaya Pramukti on 23 November 2020 to 03 December 2020 with an average of 73.67%. While, the waste time in the CPO processing from 23 November 2020 to 03 December 2020 was 26.33%.

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