

PROJECT MANAGEMENT

INTRODUCTION TO NETWORKS



Recap

- Project
- Project Management
- Project Life Cycle
- Stages of Project
- Feasibility Study
- Detailed Project Report



Projects Vary in Complexity

So When We Say Project What Do We Mean?



Dealing With Complex Situations

- Large projects may be complex in nature
- Resolved by a **systematic approach**
- Plan, organize, direct and control



Coord & Control



Manage



Ensure
Availability



Identify



Scheduling in Project

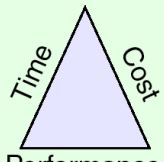
- Project scheduling is part of project management, which relates to the use of schedules to plan and subsequently report progress and apply control within the project environment.
 - Activities are finished in correct order and on time.
 - Project is within budget.
 - Project meets quality goals.
 - People receive info and direction.



Planning, Scheduling, and Controlling

Time / Cost estimates
Engineering diagrams
Cash flow charts
Material availability details

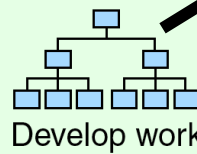
Planning the Project



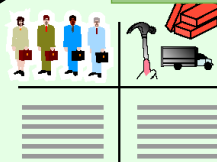
Performance
Set the goals



Define the project

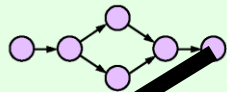


Develop work



Budgets
Delayed activities report
Slack activities report

Scheduling the Project



Sequence activities

Adams	✓					
Smith						✓
Jones				✓		

Assign people



Schedule deliverables

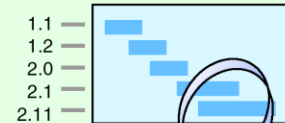
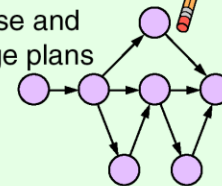
June						
S	M	T	W	T	F	S
1	2	3	4	5	6	
7	8	9	10	11	12	13

Schedule resources

Gantt/Bar charts
Milestone charts
CPM/PERT
Cash flow schedules

Controlling the Project

Revise and
change plans



Monitor resources,
costs, quality

Adams						
Smith	✓					
Jones						✓

Shift resources

Before
project

Start of project
Timeline

During
project



Events and Activities

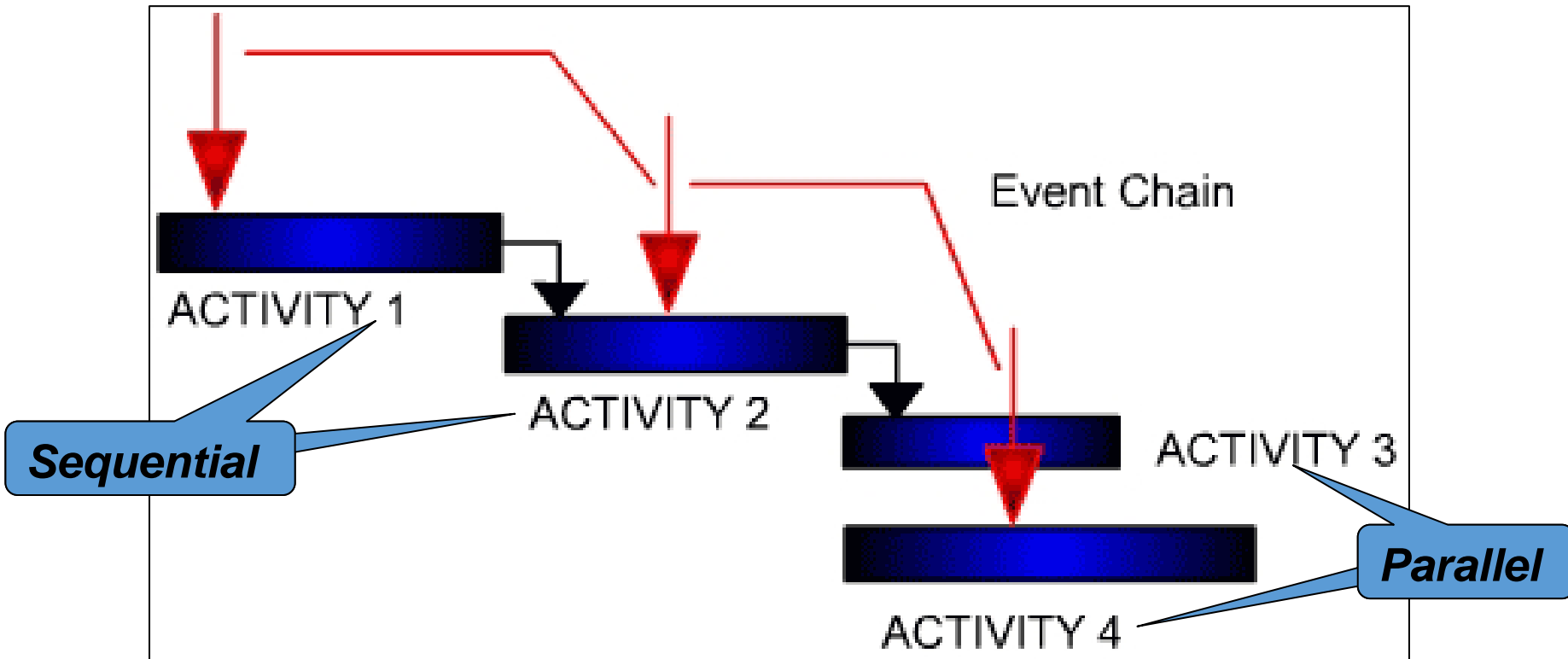
Event

Activity

Duration

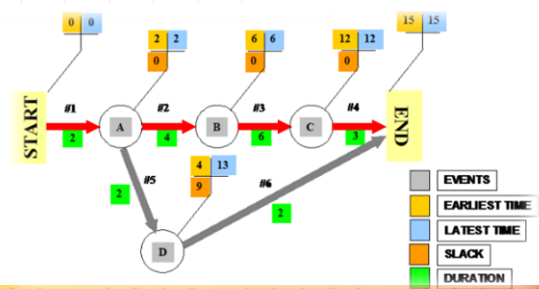
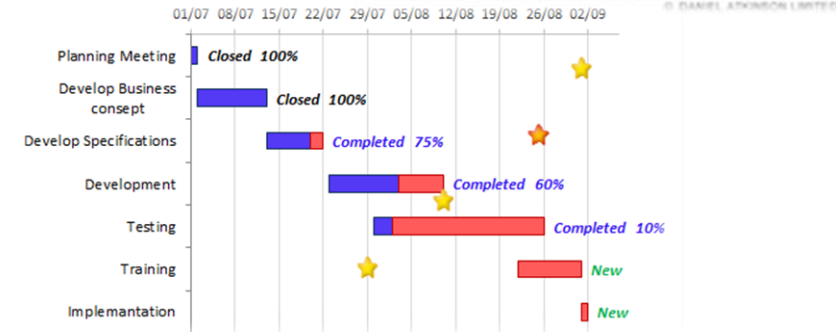
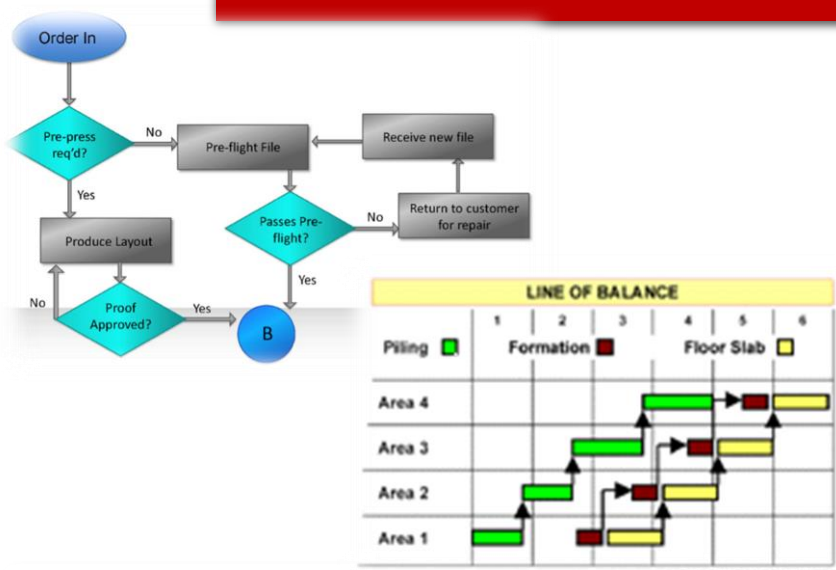


Work Logic / Sequence



A complex task can be broken into smaller **activities**;
All activities will follow a specific **sequence of events**;
Each activity will have specific **duration, resources, cost**

Scheduling Tools and Techniques



☑ *The Flow Chart*

☑ *Gantt Chart*

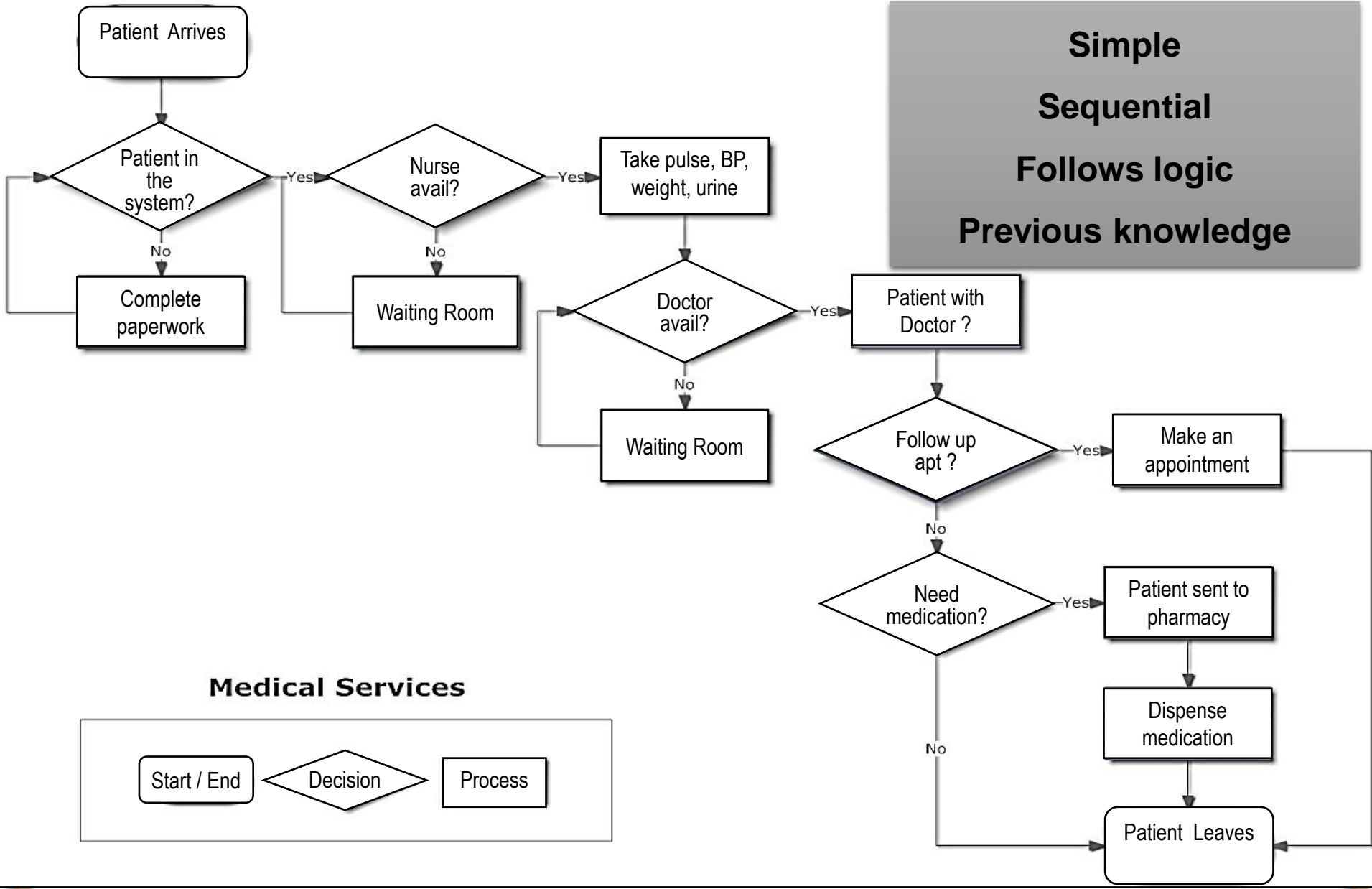
☑ *The Milestone Chart*

☑ *Networks*

☑ *AOA*

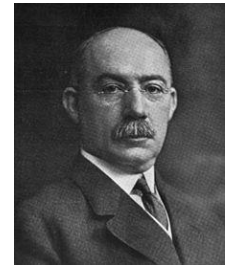
☑ *AON*

Flow Chart



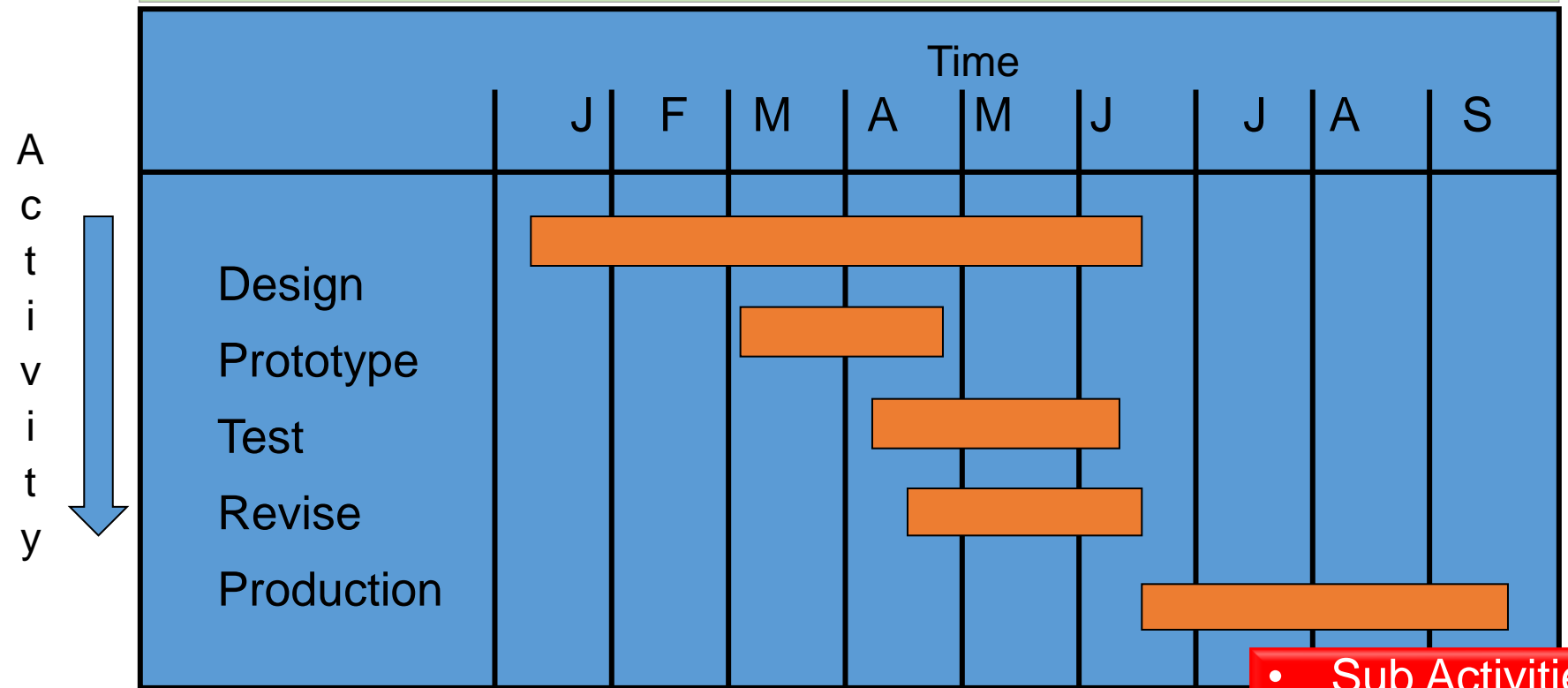
Gantt Chart

- Named after its originator Henry Gantt
- Pictorial **timeline illustration** of work stages of the project on a bar graph, showing -
 - individual tasks / activity (**vertical axis**)
 - subdivided into work units (WCP)
 - according to activity duration (horizontal axis)
 - when each activity will start and finish
- PM tool for **planning and controlling** a work schedule and **recording its progress**



Simple Gantt Chart (Bar Chart)

Production Cycle of a Sniper Rifle



- Sub Activities
- Duration
- Start & End
- Sequencing

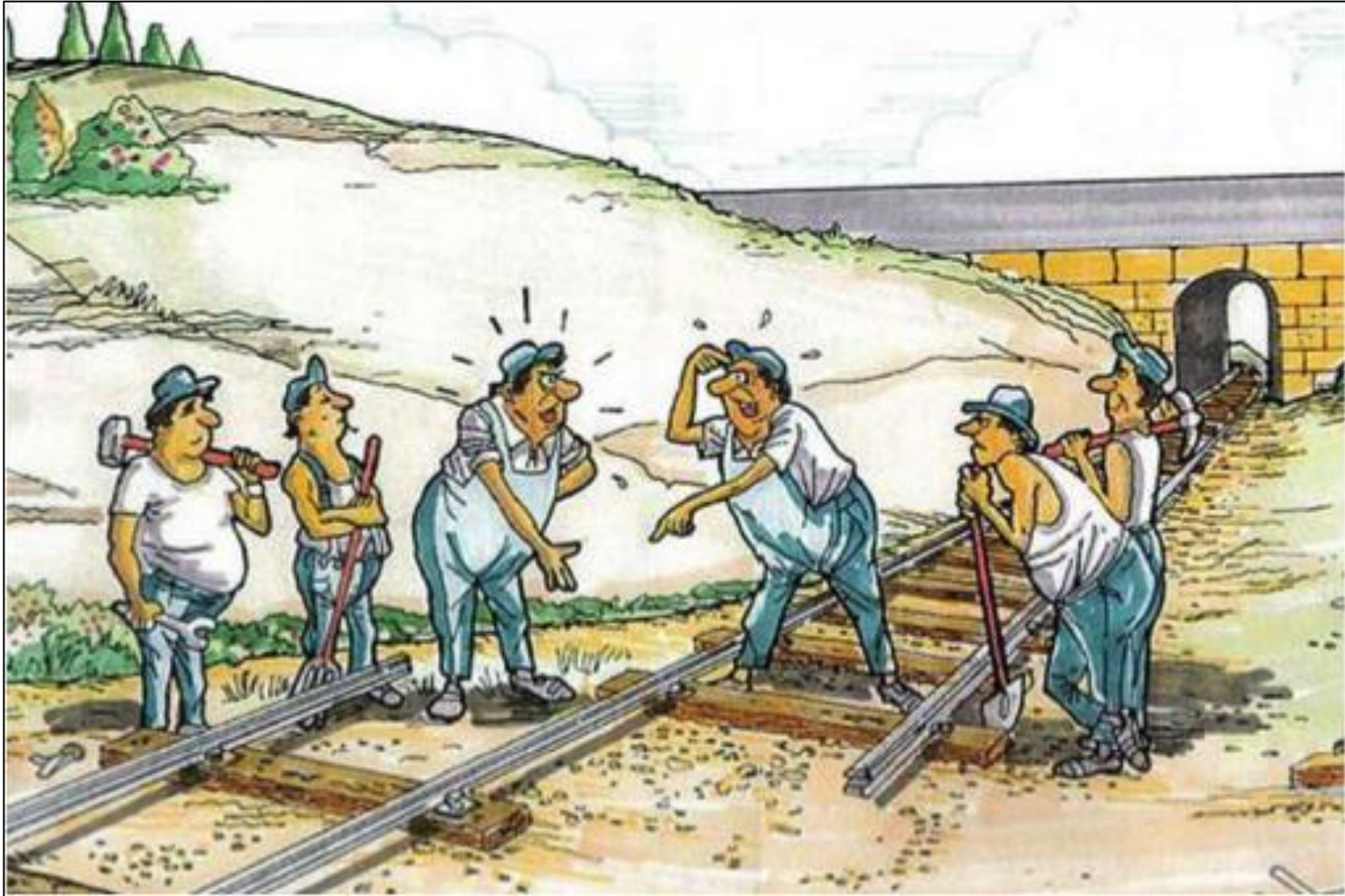


Disadvantages of Simple Gantt Charts (Bar Chart)

- Activity work flow inter-relationships?
- Resource requirement?
- Cost of resources?
- Effect of delay of a sub task on the entire project?
- Project Duration?



No Communication !



I Work You Work
... BUT What was the overall plan!



Overcoming Disadvantages

- Eliminated by NETWORK TECHNIQUE
 - By showing inter-dependence of various activities



Evolution of Network Concept

Network techniques developed in 1950's

*For **planning and control** of projects*

***CPM** by DuPont & Remington Rand Univac for chemical plants
(1957)*

***PERT** by US Navy Special Office with Lockheed Martin and Booz,
Allen & Hamilton - Polaris missile pgme (1958)*

Consider activity relationships and inter-dependencies

Each uses a different estimate of activity times

CPM (Critical Path Method)

Used for jobs that have some past experience

Like plant maint /overhaul, building constr

Tasks with precedence - where activity time estimates can be predicted with considerable certainty

Focus is on arriving at an optimum project schedule that minimises the cost

Tasks where time estimates are certain
DETERMINISTIC



PERT (Program Evaluation Review Technique)

One-time **unique tasks** –
construction of dams, refineries, bridges etc.

Focus is on **minimizing time required at optimum cost**

Tasks of **huge proportion** –
construction / devp of ships / tanks / aircrafts

Tasks where time estimates tend to be quite uncertain
PROBABILISTIC

R&D projects –
development of radars / missiles/spl software

Organizing **large events** –
conferences / rallies



Stages in Application of PERT/CPM

Drawing the network

- *Identify all essential events / activities.*
- *Establish interrelationships to satisfy sequencing.*

Network Analysis

- *Time required for completing each activity.*
- *Determine project duration and critical activity.*
- *Compute the probability of completing the Project or part project in a given specified time.*

Resource Allocation and Scheduling

- *Translate plan into a time schedule based on resources required.*
- *Examine economics (expedite the activities by incurring additional cost) before finalizing the schedule.*

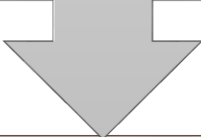
Project control

- *Periodic updating to monitor Project progress.*
- *Amending schedules to ensure timely completion.*



Networks

*A simple concept to **map** and understand **work flows** of the project*



*Gives a clearer picture of the required sequence of **events** and **activities***



*Activities are linked together in the **logical sequence** they need to be carried out*



Why Planning by Networks ?

Diagrammatic cum analytical approach

Eliminates ambiguity

Assists all levels of mgt to :-

- ***Define the work to be carried out.***
- ***Produce better work schedules.***
- ***Establish budgets.***
- ***Monitor progress.***
- ***Control project cost by evaluating cost progress and predicting final project costs.***

Steps in making networks

*Define the project and prepare the **WBS...WCP***

*Develop **relationships** among the activities*

*Draw the network **connecting all activities***

*Assign **time & cost estimates** to each activity*

*Compute the **longest time path** through the network –
'CRITICAL PATH'*

*Use the network to help **plan, schedule, monitor, and control**
the project*



Network Diagrams

2 Types

***Arrow Diagramming
Method (ADM)***

Activity on Arrow (AoA)

***Precedence Diagramming
Method (PDM)***

Activity on Node (AoN)



AOA NETWORKS



INDIAN ARMY KARAN MBT



Type: KARAN MBT (MAIN BATTLE TANK)
Manufacturer: DRDO
By: Indian Army (IAR)
Country: designed: INDIA
Role: Main Battle Tank
Weight: 45,000 kg
Length: 10.5 m
Width: 3.5 m
Height: 3.2 m
Crew: 3
Armament: 125 mm gun, 105 mm mortar, 7.62 mm machine gun, 7.62 mm machine gun, 7.62 mm machine gun, 7.62 mm machine gun
Engine: 1500 hp (1100 kW) MTU MT 883 CA
Max. speed: 60 km/h (37 mph) on road, 30 km/h (19 mph) off road
Range: 400 km (250 miles) on road, 100 km (62 miles) off road
Height: 3.2 m (10 ft 6 in) max. ground clearance
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Height: 3.2 m (10 ft 6 in) max. ground clearance

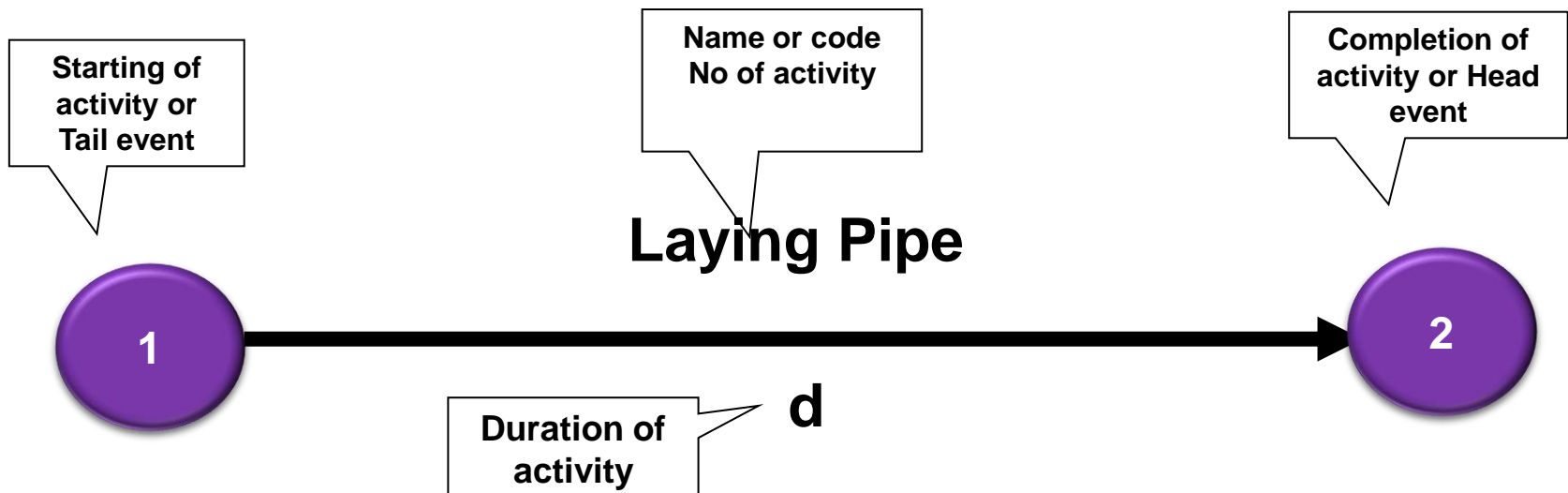


Activity

Work content required to be achieved to complete a task.

Clearly defined proj element, a job or a task.

Takes time , consumes resources.

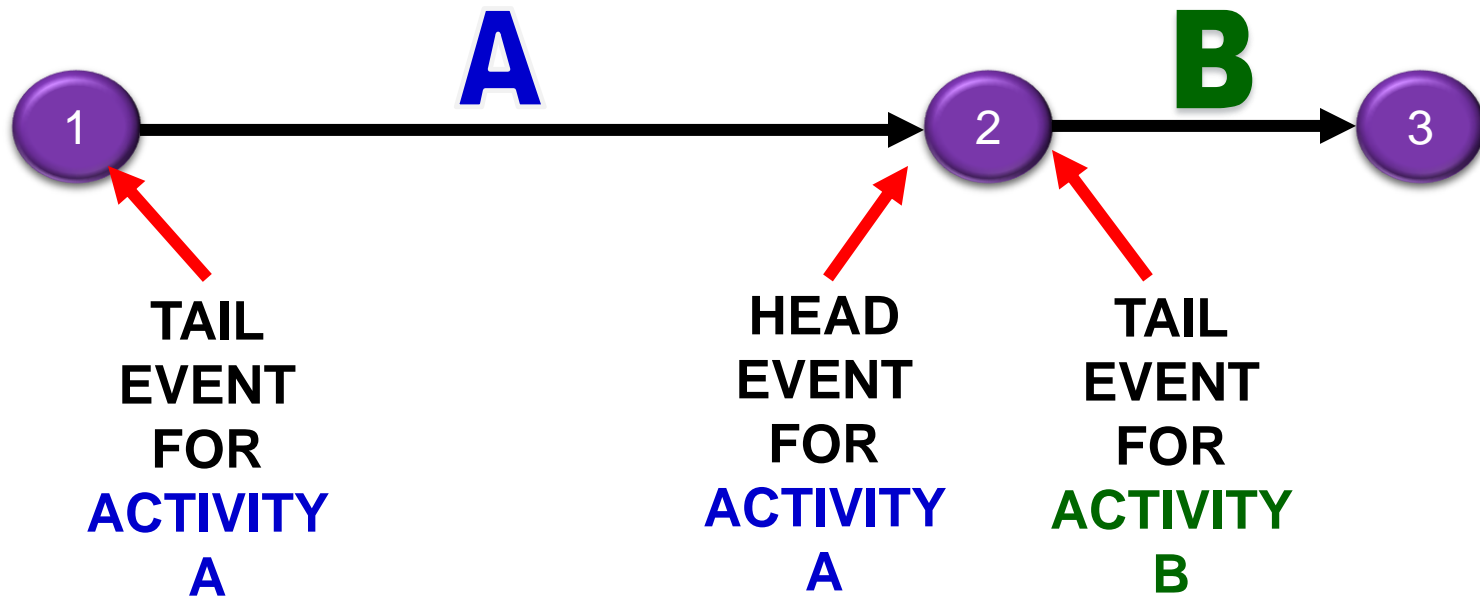


Length (and slope) of the arrow has no significance.

Event

An event or a node is a point in time when certain activity(s) start or end.

Takes NO time, consumes NO resources.



It is denoted by a circle with a number

No two activities can have same Head AND Tail events



Identification – Event/ Activity

Inspection started

Writing a report

Machinery arrived

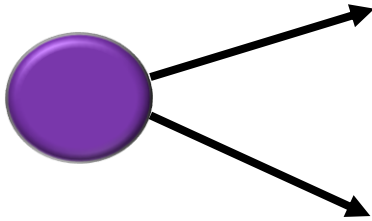
Construction of Runway

Bde attack phase 1 completed

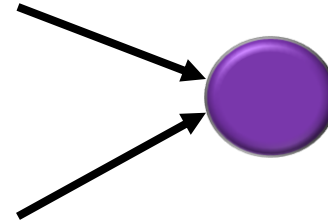


Types of Events

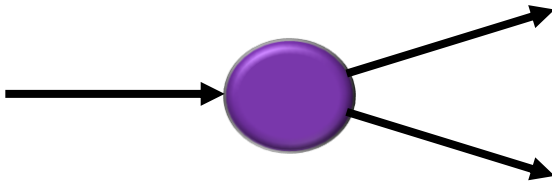
Start Event



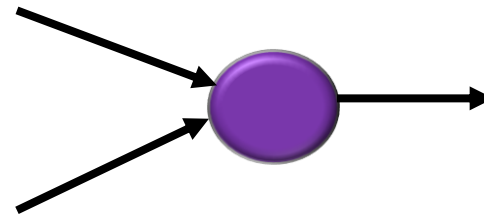
End Event



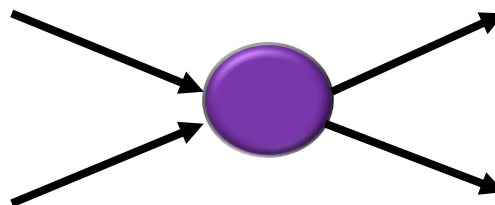
Burst Event



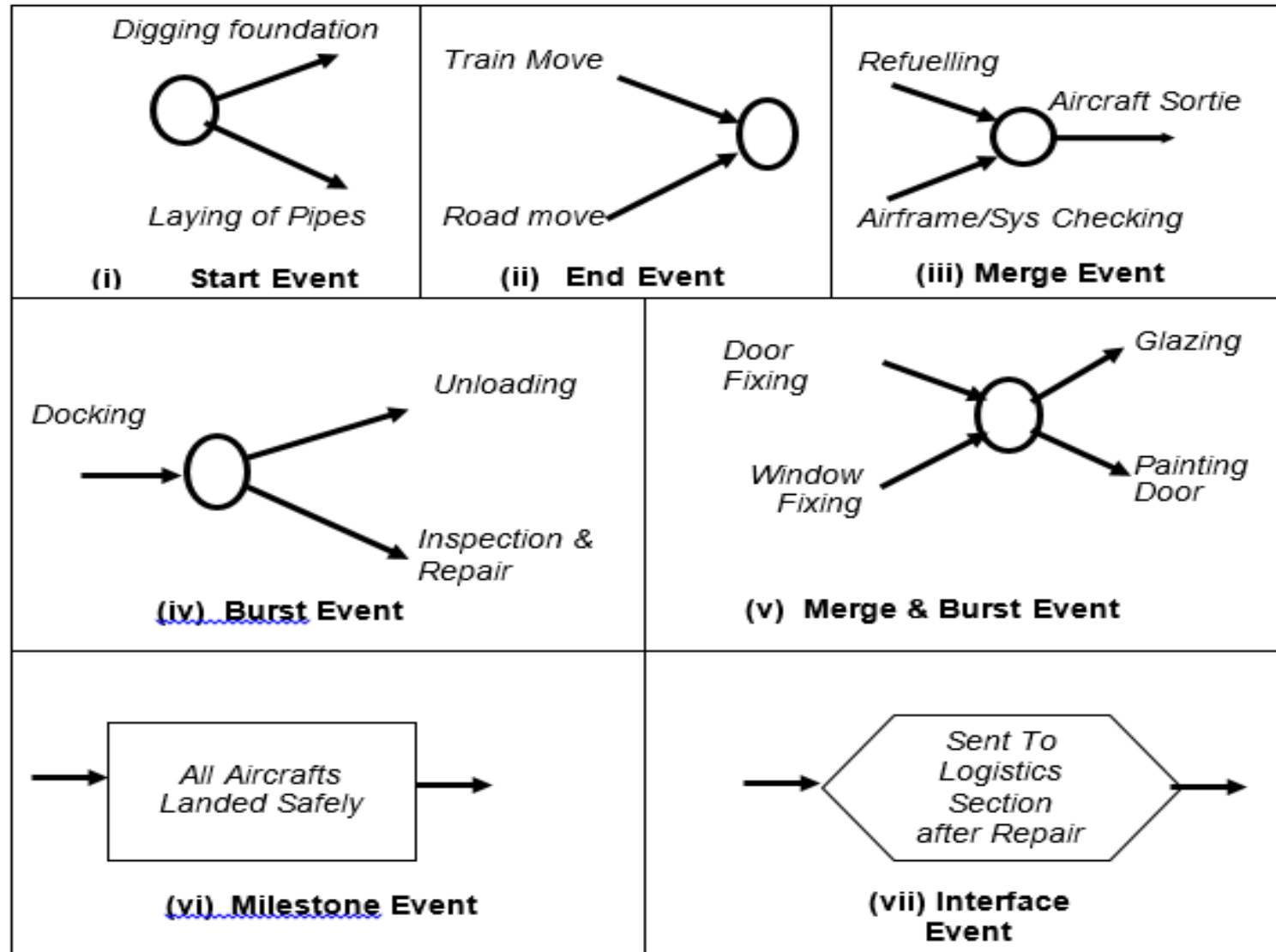
Merge Event



Merge- Burst Event



Types of Events

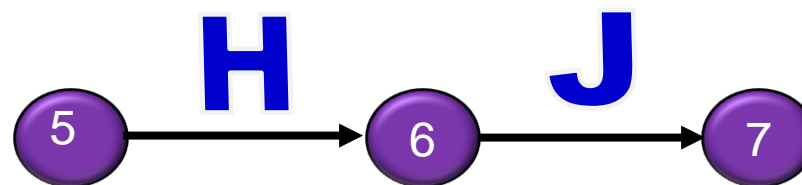


Activity Relationship

Inter-relationship among activities by indicating its precedence -
immediate preceding or succeeding activity,
usually expressed as:-

- J follows H
- H is followed by J
- H controls J
- J is controlled by H
- $J > H$

All mean same



Dummy Activity

- **An imaginary activity that does not consume any time or resource.**
- **Used to represent a connection between events in order to maintain a logic in the network.**
- There are two types of dummy activities :-
 - Logic Dummy.
 - Identity Dummy.
- **It is denoted by a dotted arrow.**

Dummy Activity

- Identity Dummy
 - It helps keep the designation of each activity unique or different from another
- Logic Dummy
 - It helps maintain logic i.e. correct precedence of a given relationship

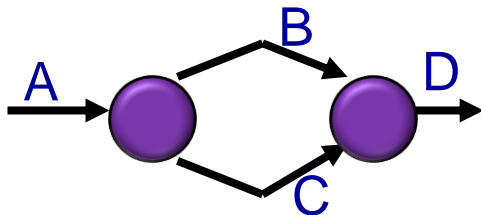


Dummy Activity

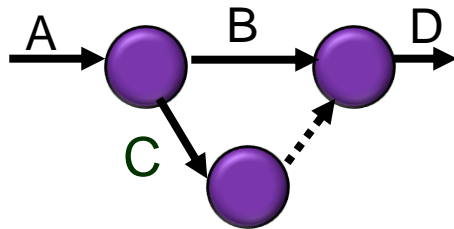
Identity Dummy

When indep activities have same head and tail events.

- B > A
- C > A
- D > B, C



WRONG

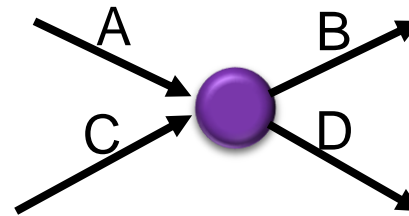


RIGHT

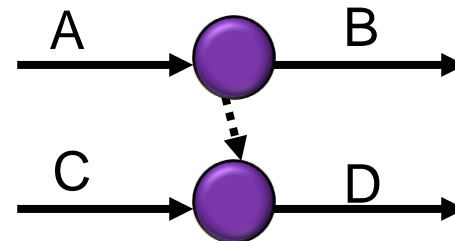
Logic Dummy

When two activities converge at a common event but are indep of one another.

- B > A
- D > A, C



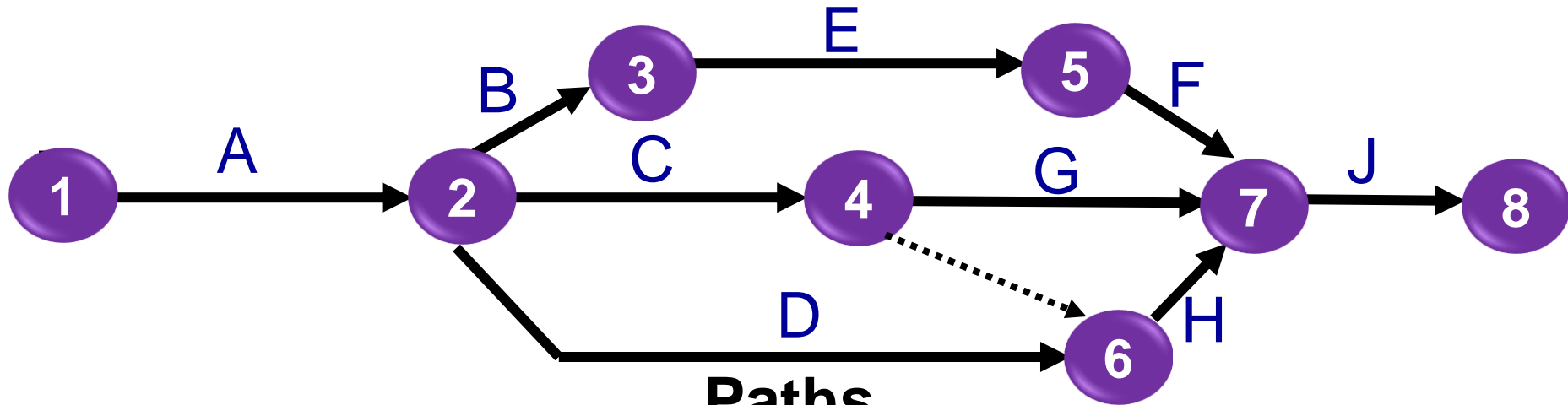
WRONG



RIGHT

Path

A path is defined as an unbroken chain of activities from the initial node to some other node, generally to the last node indicating the end or completion of the project.



Paths

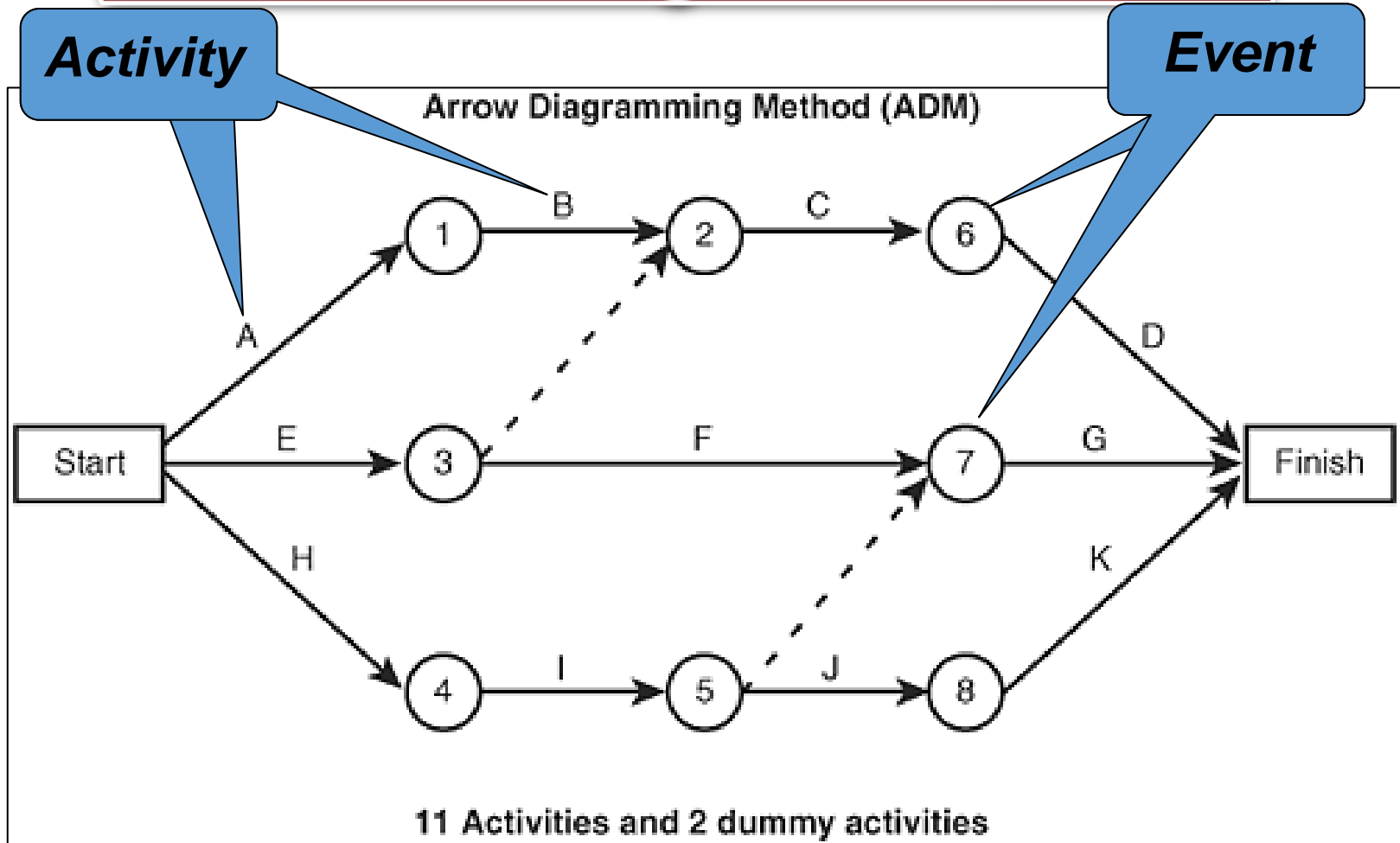
- A-B-E-F-J
- A-C-G-J
- A-C-H-J
- A-D-H-J

ADM (AOA) Network Diagram

- Representation
 - Activities – Arrows
 - Events – Circles (one activity to another)
 - Duration – along the Arrow
- Also called Activity On Arrow
- Can Show only Finish to Start relationships



ADM (AOA) Network Diagram



Shows how tasks will flow from beginning to end

Depicts correct sequence of tasks & their relationships

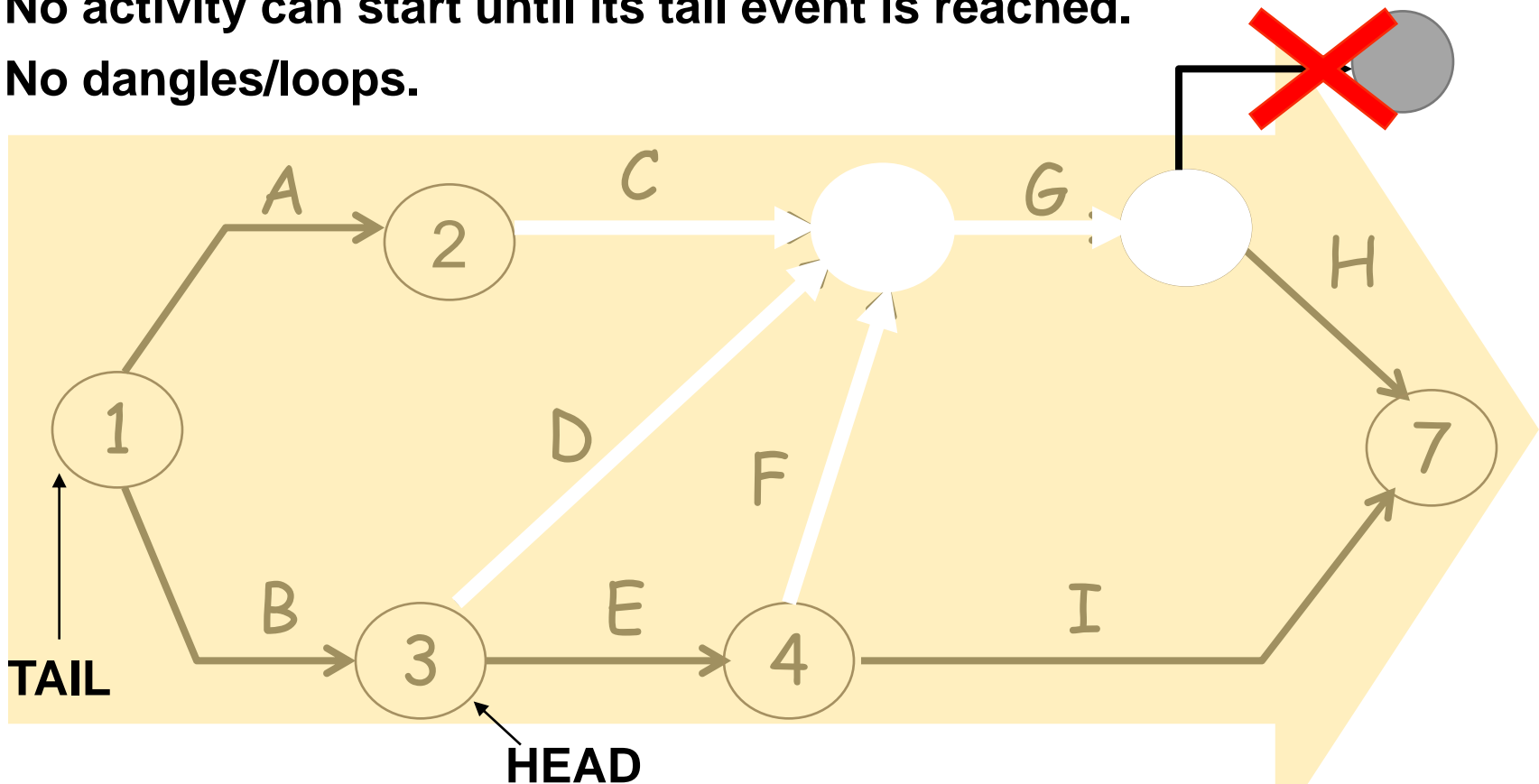
Gen Rules for Drawing Networks

- Only one Start & one End Node.
- List Activities.
- Decide precedence relationships.
- Logic flow from left to right.
- No crossing of arrows/ loops, No dangles
- If Start of an activity is hanging, connect to 'Start' of the project.
- Finish of all the activities should be controlling some activity.
- If not, then connect to 'Finish' of the project.



AoA Network Logic

- TIME flows from left to right.
- Identity No of HEAD event is bigger than TAIL event.
- An event cannot occur unless all activities leading to it are completed.
- No activity can start until its tail event is reached.
- No dangles/loops.



Lets Draw

- **Project Data**
 - **A, B, C start the project**
 - **D, G, E follow B**
 - **F follows A, D**
 - **H follows C, E**
 - **J follows F**
 - **K follows H**
 - **L follows F, G**
 - **J, L, K end the project**

Draw an AoA
Network for
the Project

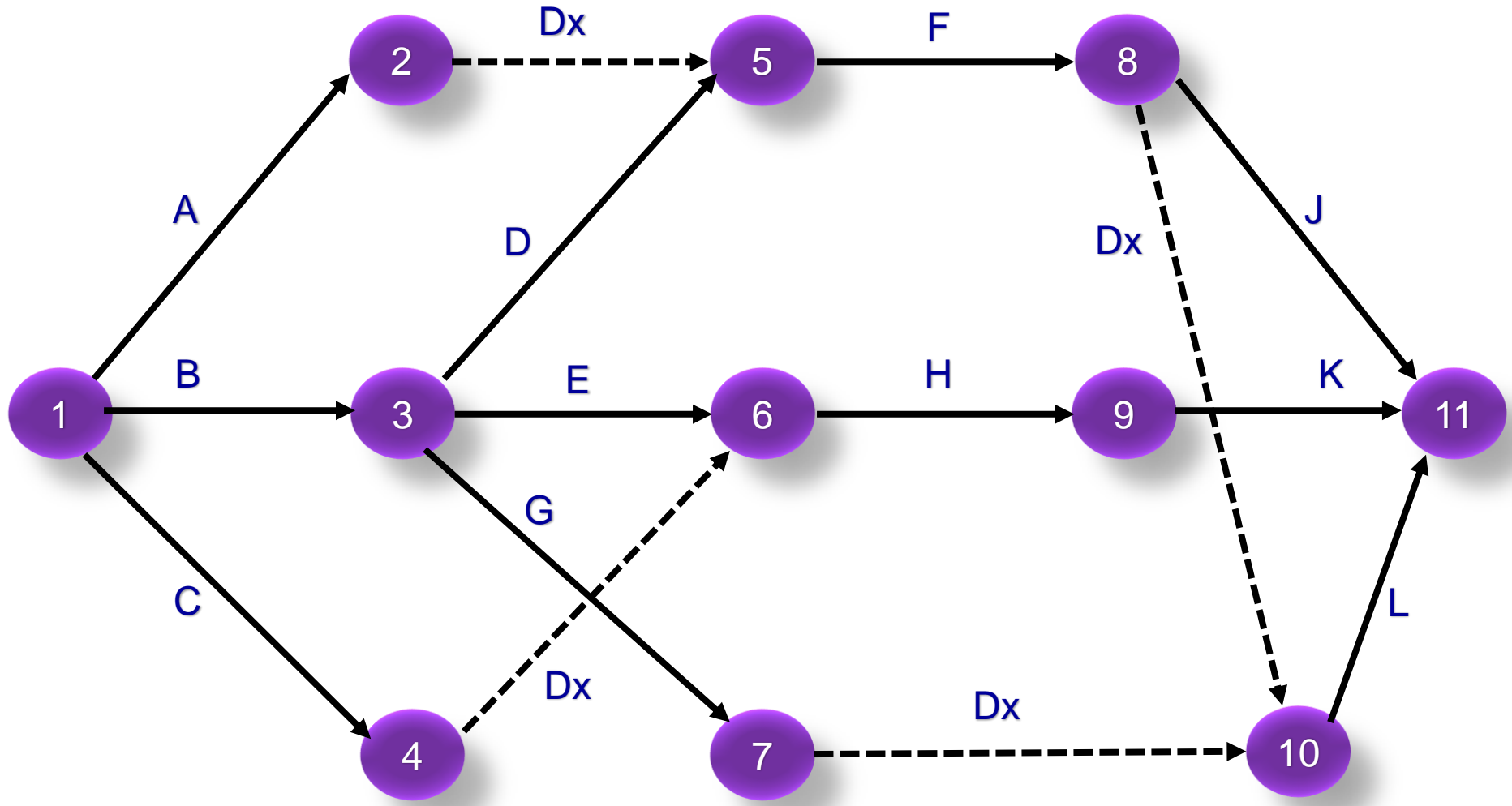


Tabulating Network Data

<u>Activity</u>	<u>Dependency</u>	<u>Remarks</u>	<u>Duration</u>
A	-	Starts Project	6
B	-	Starts Project	4
C	-	Starts Project	8
D	Follows B	-	8
E	Follows B	-	6
F	Starts after A & D	-	2
G	Controlled by B	-	10
H	After C and E	-	12
J	After F	Ends Project	8
K	Follows H	Ends Project	6
L	>F and >G	Ends Project	4



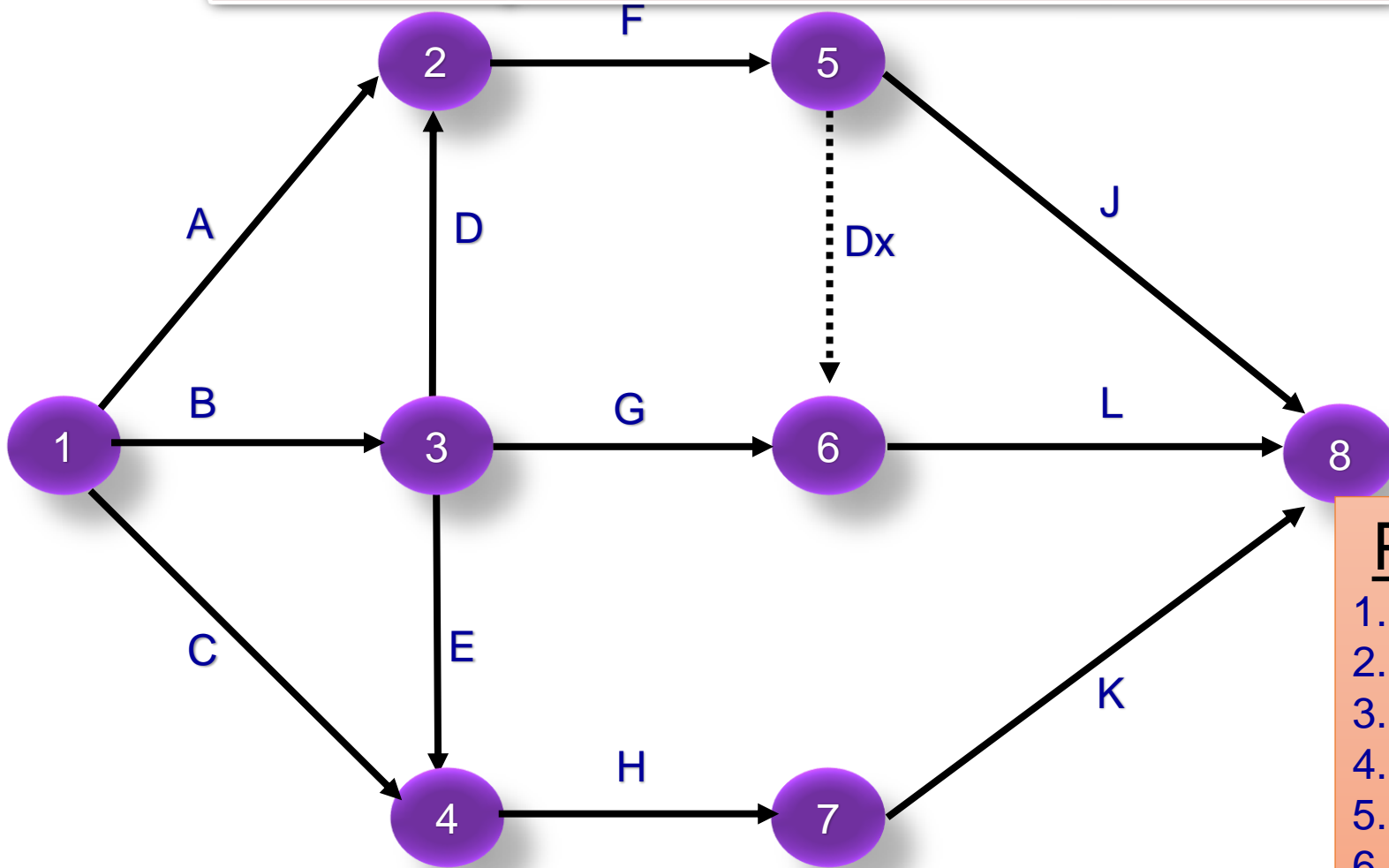
Lets Draw Possible AoA Network



Too many cross overs ... complex!



Lets Draw Simpler AoA Network ...



Paths?

1. A-F-J
2. A-F-L
3. B-D-F-J
4. B-D-F-L
5. B-G-L
6. B-E-H-K
7. C-H-K

NETWORK ANALYSIS



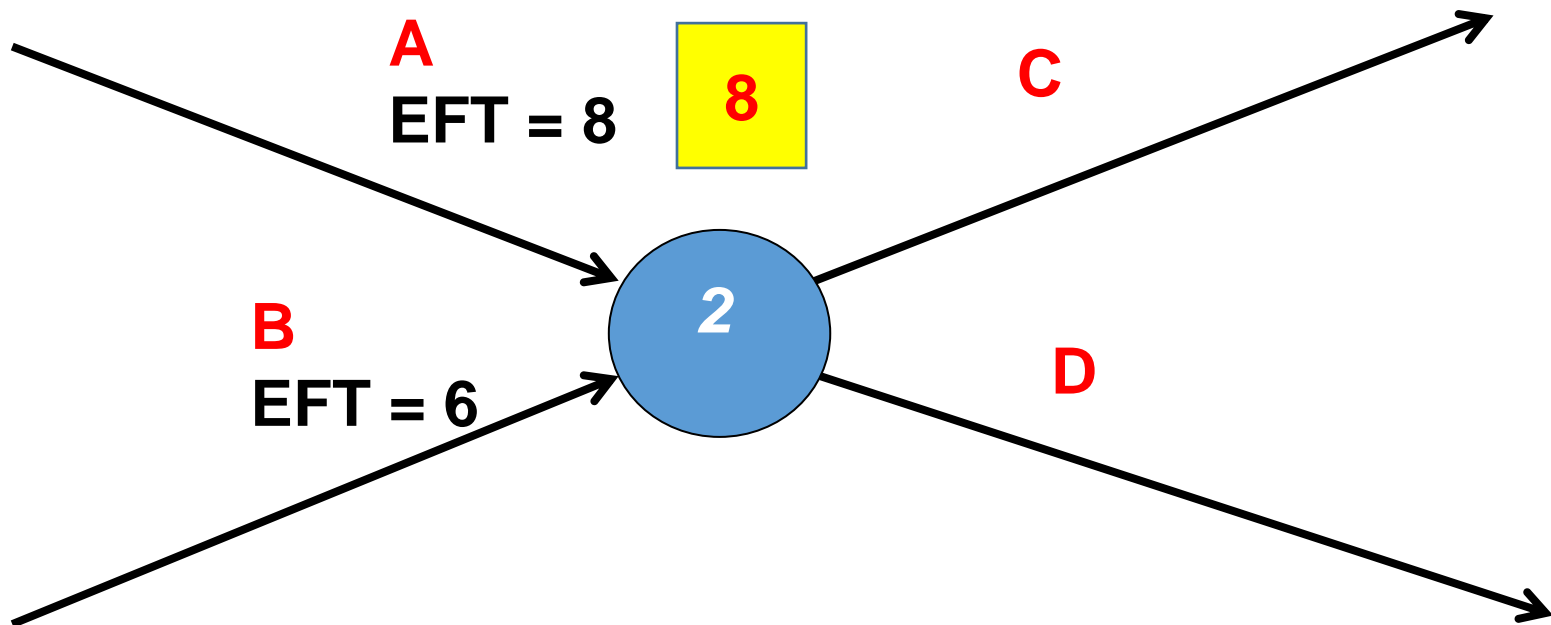
Time Features of Event / Activity

Event

- Duration - Nil
- Earliest Occurrence - EOT
- Latest Occurrence - LOT

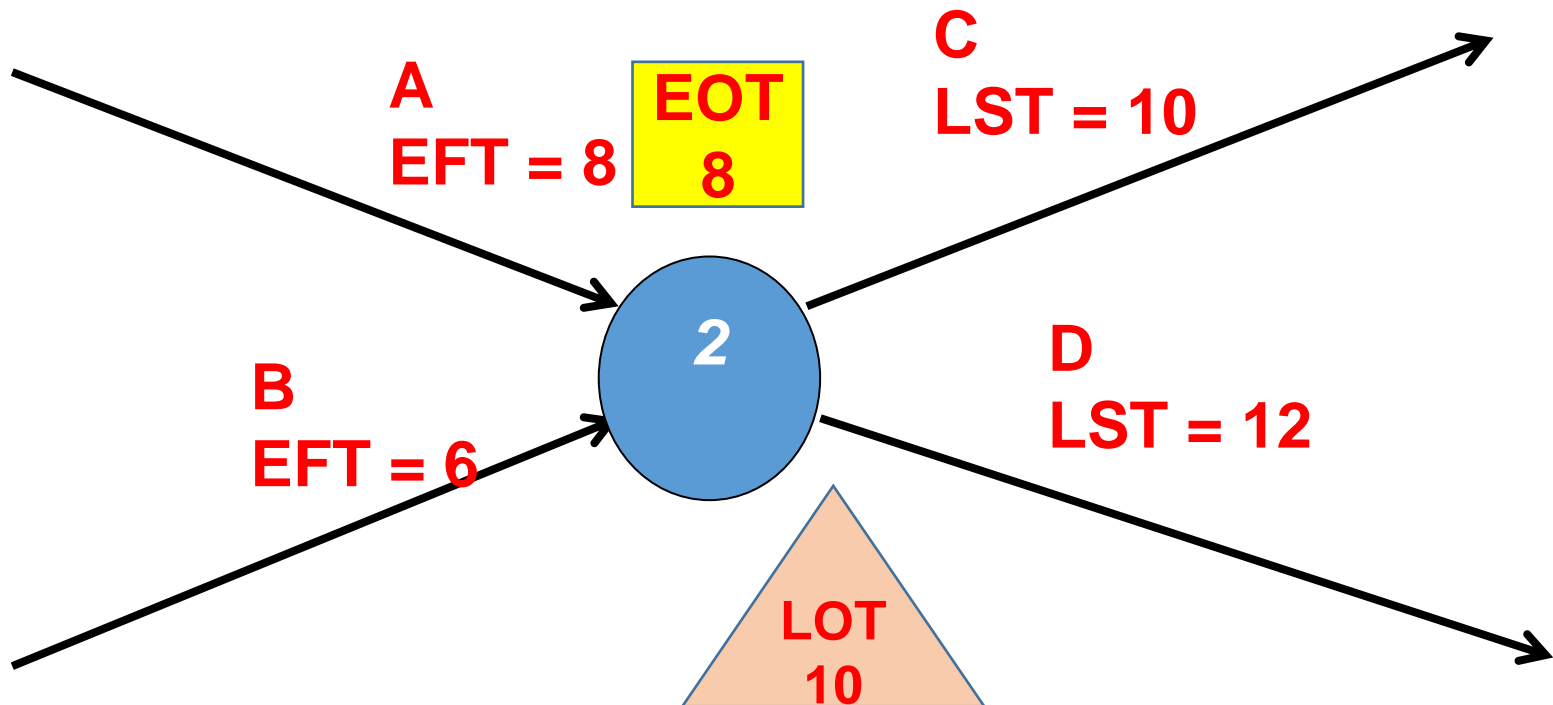
Earliest Occurrence Time

- **EOT** of an event corresponds to the **largest** of the **earliest finish time** of the activities **ending** at the event.
- Denoted in a square box above an event.



Latest Occurrence Time

- LOT of an event corresponds to the **smallest** of the **latest start time** of the activities **starting** at the event.
- Denoted by Triangle below.



Analysis Of Networks

- **Earliest possible time an event can take place (EOT)**
- **Latest allowable time by which an event must take place (LOT)**
- **Project Duration**
- **Critical Path and critical activities**
- **Time cushion (slack / float) available for other activities**

Assist mgt in :-

- Scheduling
- Monitoring
- Controlling

The Project

Forward & Backward Pass Computation

■ Forward Pass

- Earliest Occurrence Time (EOT)
- Project Duration

■ Backward Pass

- Latest Occurrence Time (LOT)
- Critical Path

Occurrence Times associated with
Events.

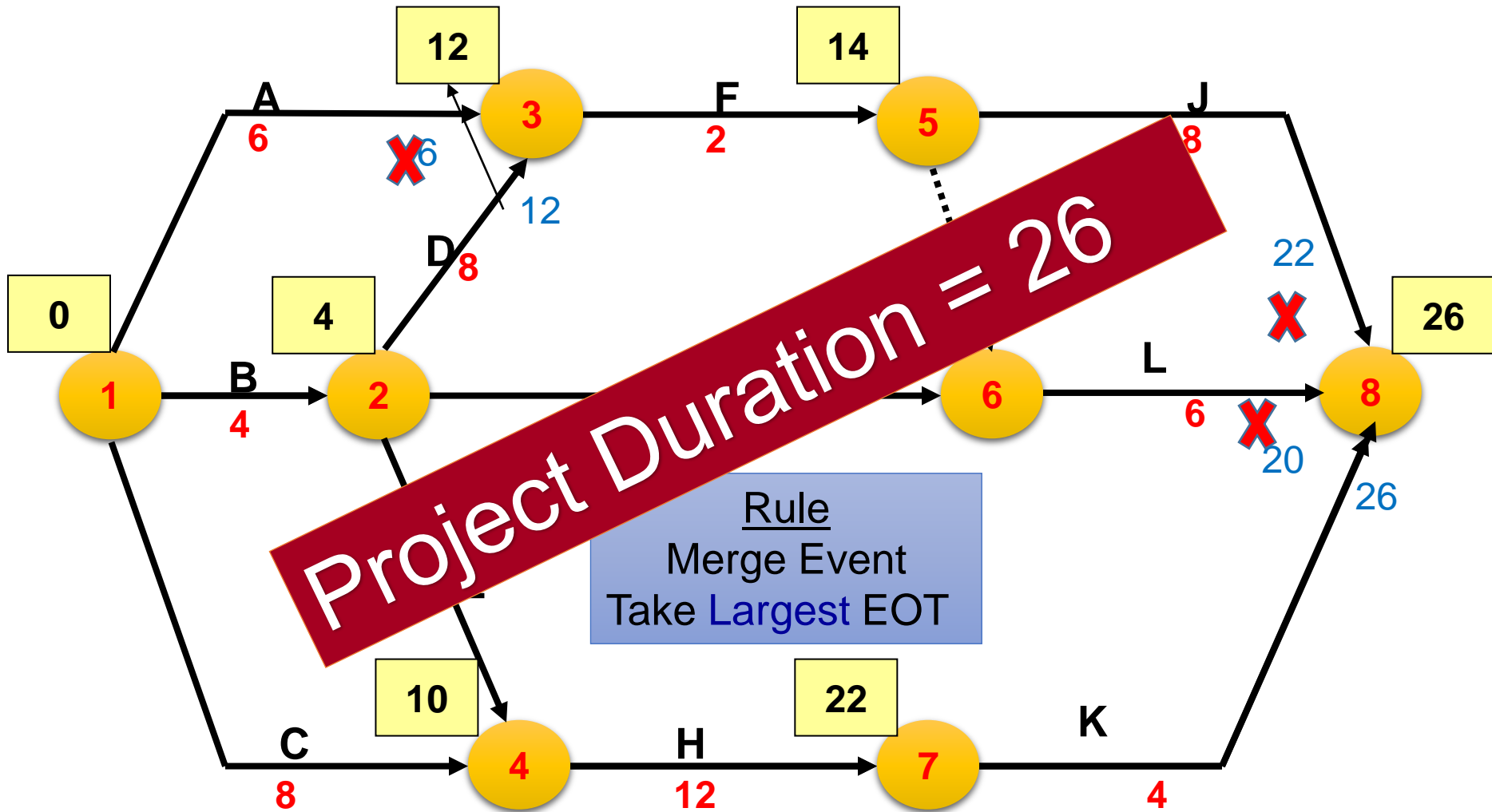
Start & Finish Times associated with
Activities.

Analyse Network

<u>Activity</u>	<u>Dependency</u>	<u>Remarks</u>	<u>Duration</u>
A	-	Starts Project	6
B	-	Starts Project	4
C	-	Starts Project	8
D	Follows B	-	8
E	Follows B	-	6
F	Starts after A & D	-	2
G	Controlled by B	-	10
H	After C and E	-	12
J	After F	Ends Project	8
K	>F and >G	Ends Project	6
L	Follows H	Ends Project	4



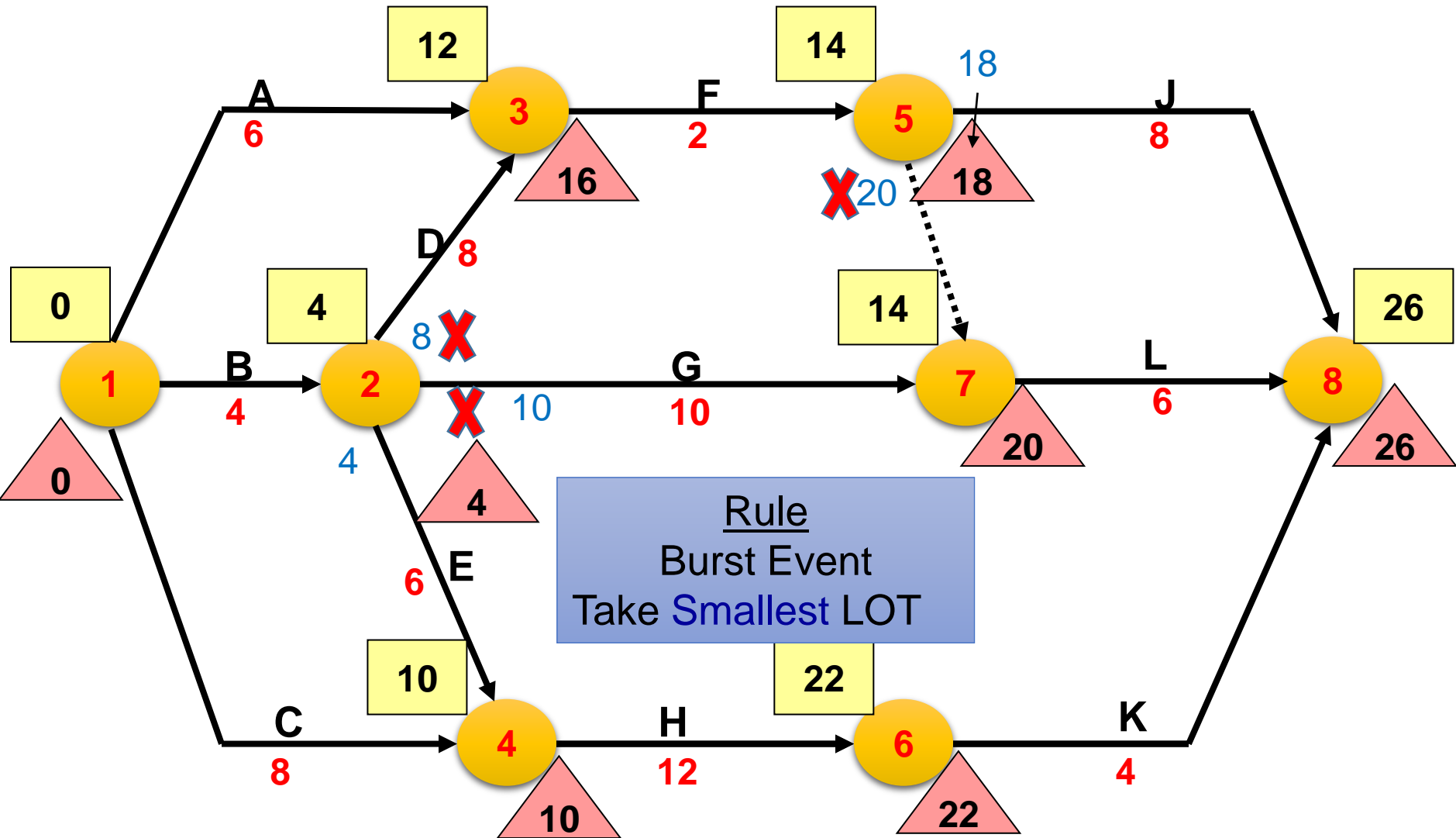
Forward Pass



EOT of Head Event = EOT of Tail Event + Duration



Backward Pass



LOT of Tail Event = LOT of Head Event - Duration



Critical Events, Path, Activity

Critical Event

- *Event with same Earliest & Latest Occurrence Time (EOT = LOT)*

Critical Path

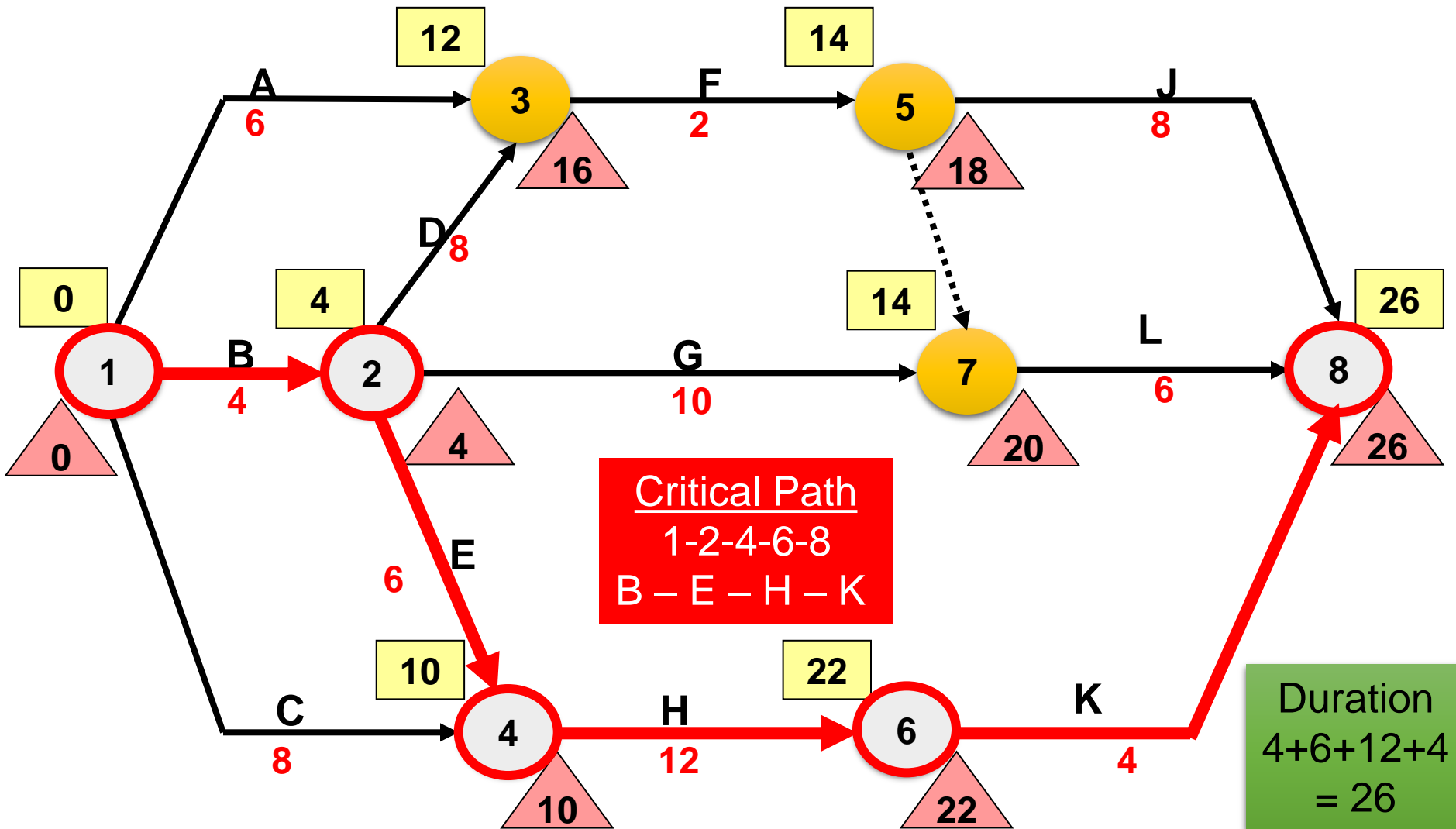
- *Path connecting critical events from start to end - Longest path.*

Critical Activities

- *All activities on the critical path.*



Critical Events, Path, Activities



Project Duration = sum of durations of all activities on the Critical Path

Any delay in Critical Activity causes a delay in proj completion



Floats

- Refer to the amount of time cushion, or scheduling flexibility, that is associated with activities on the project schedule.
- Float may occur when there are two or more activities happening concurrently.
- Utilisation
 - To economize & consume resources efficiently.
 - Appraise the effect of slippages.

Types of Float

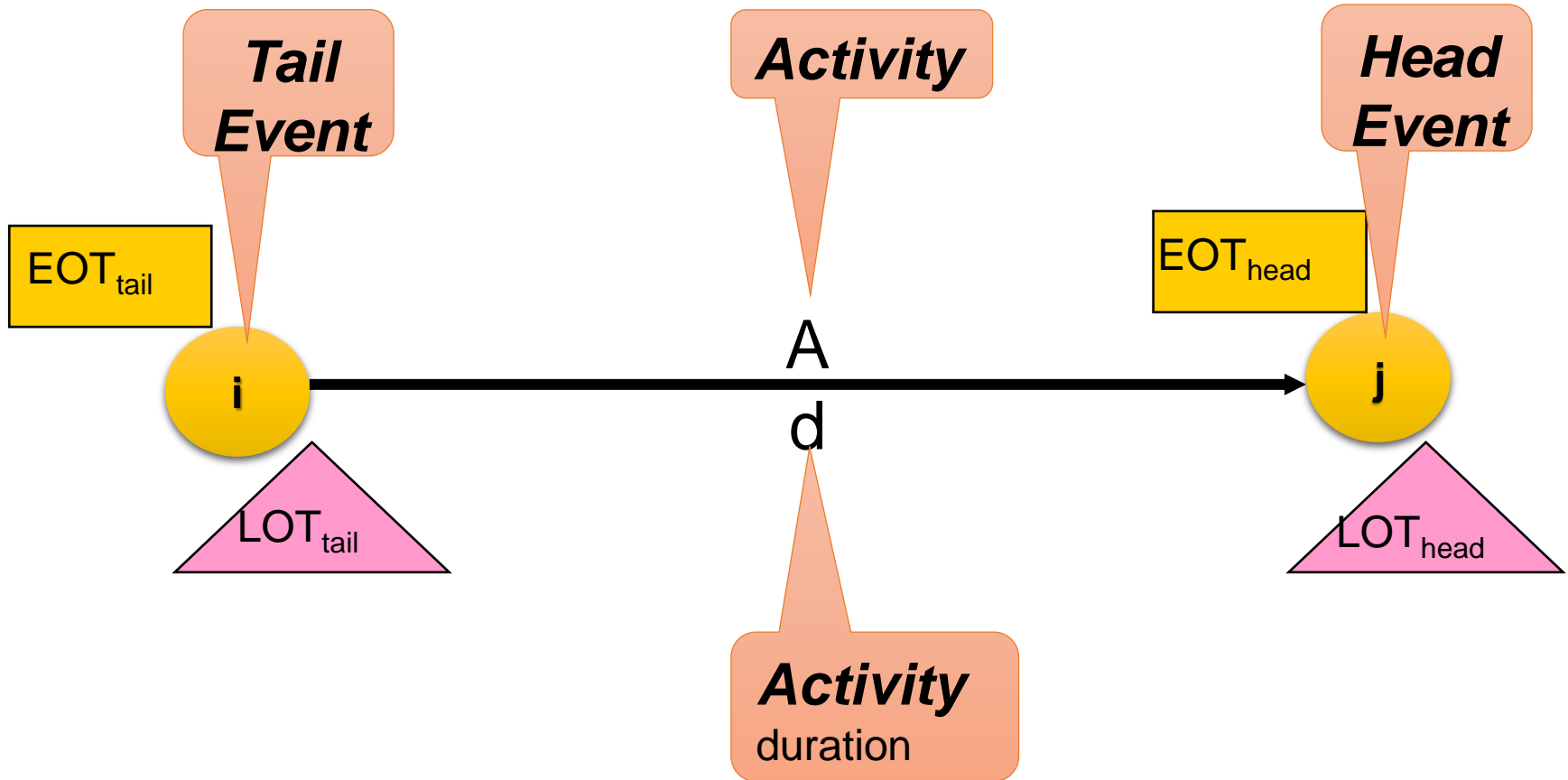
1. Total Float

2. Free Float

3. Independent Float

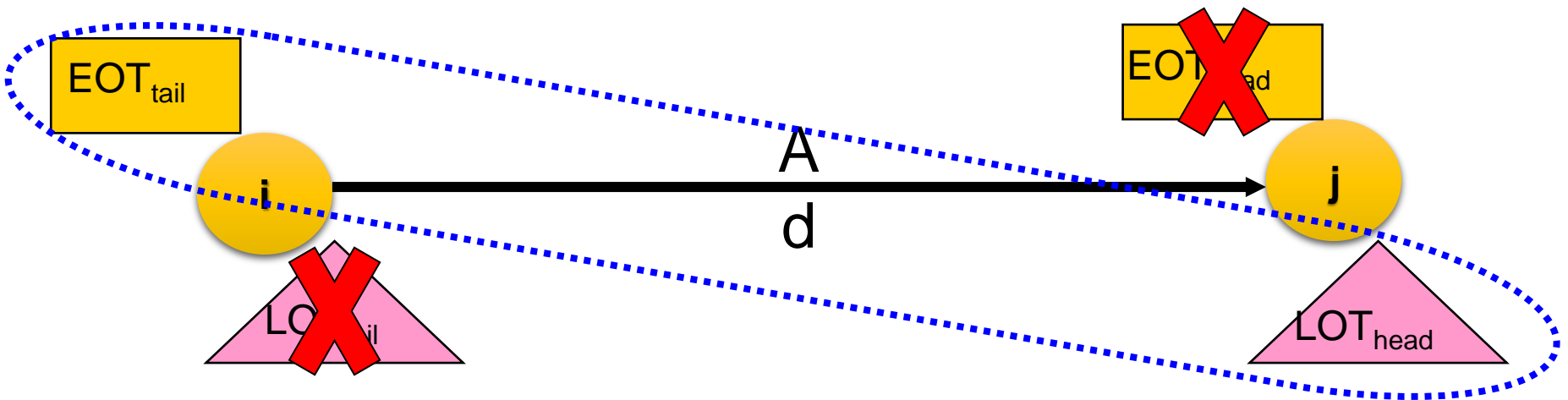


Recap – Event Timings



Total Float

- Spare time available on any given activity if,
 - the tail event occurred at its earliest time, and
 - the head event at its latest time.



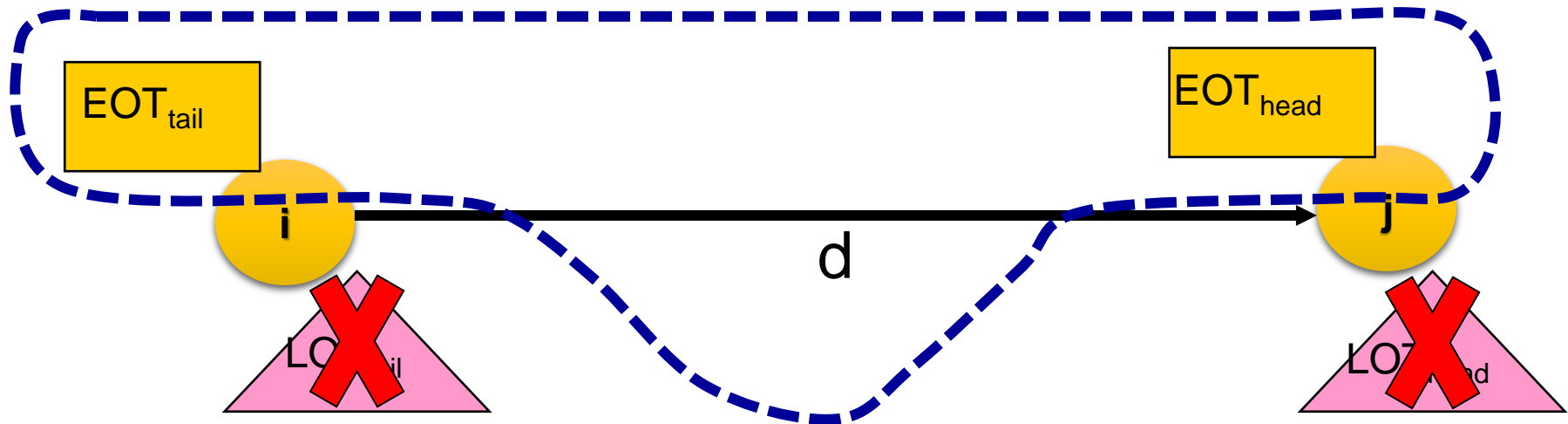
$$TF = LOT_{head} - d - EOT_{tail}$$

Represents the amount of time an activity can be delayed without delaying the overall project duration

Full utilisation may affect both preceding and succeeding activities

Free Float

- Spare time available on an activity if,
 - both the tail and head events occurred at their earliest times.

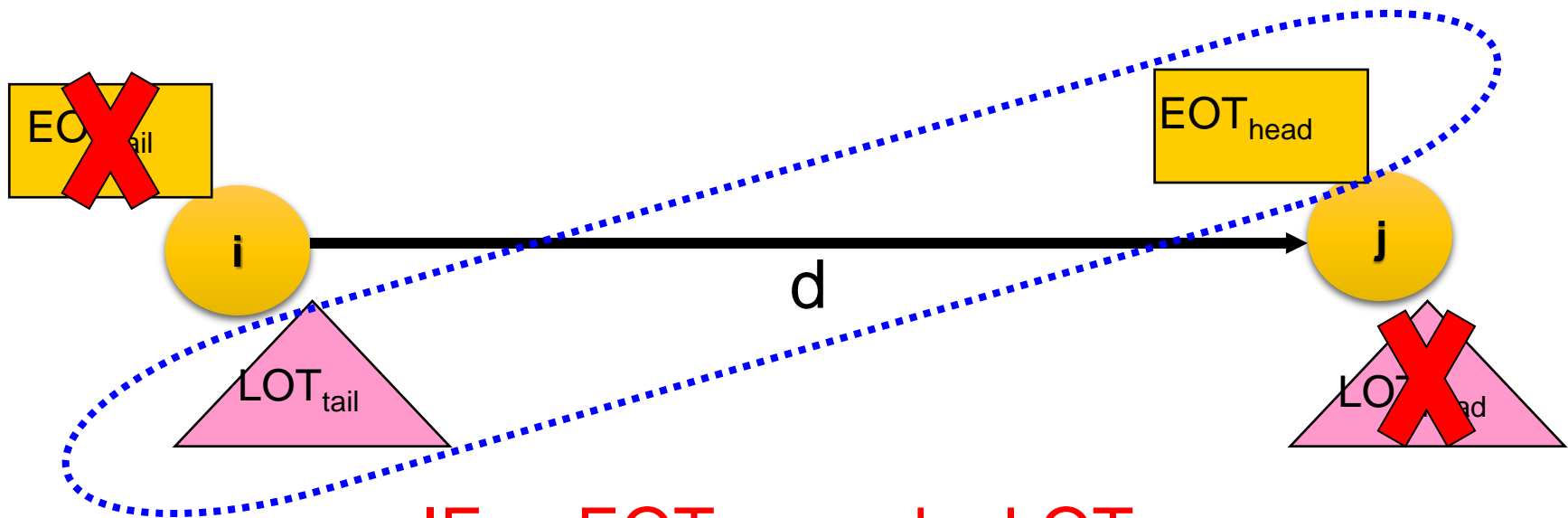


$$FF = EOT_{head} - d - EOT_{tail}$$

Represents the amount of time that a schedule activity can be delayed without delaying the early start date of any immediate successor activity within the network path

Independent Float

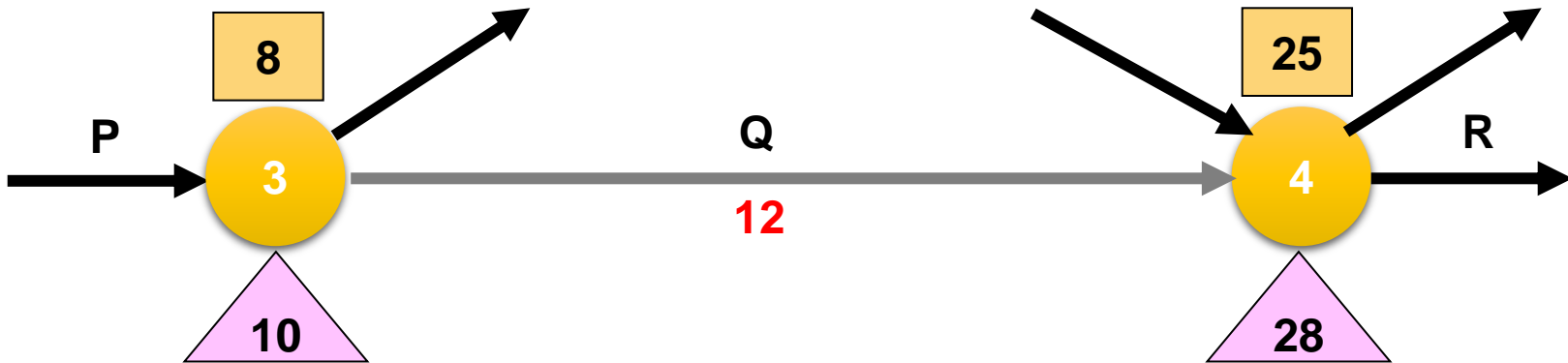
- Spare time available on an activity if,
 - the tail event occurred at its latest time, and
 - the head event at the earliest time

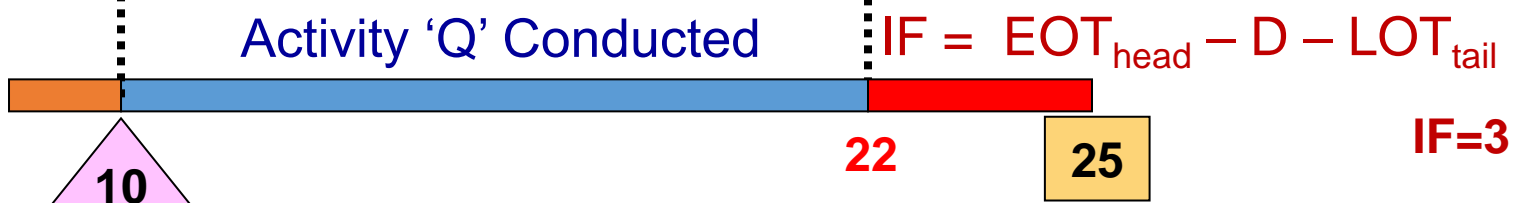
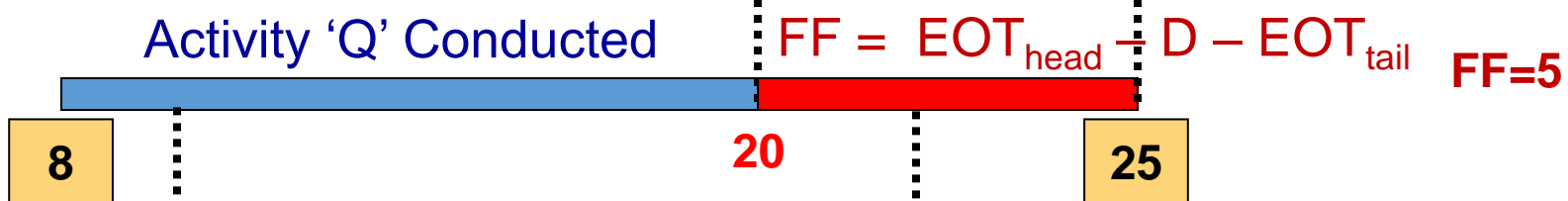
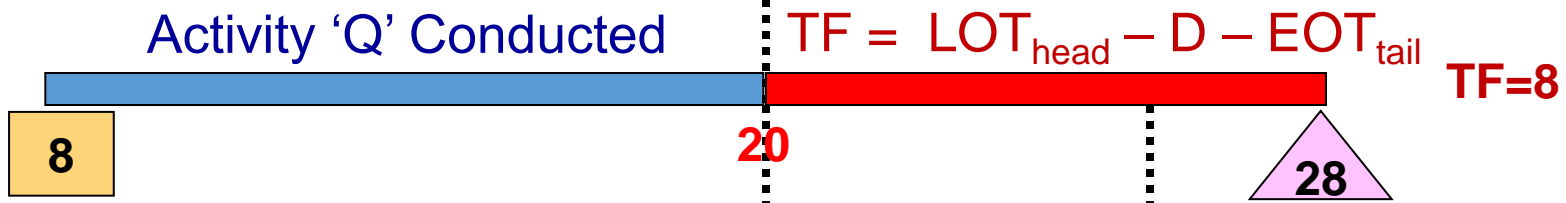
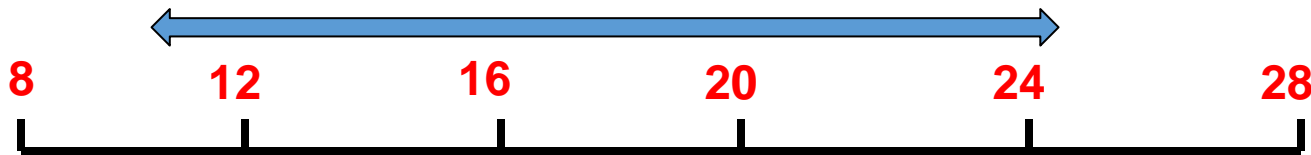
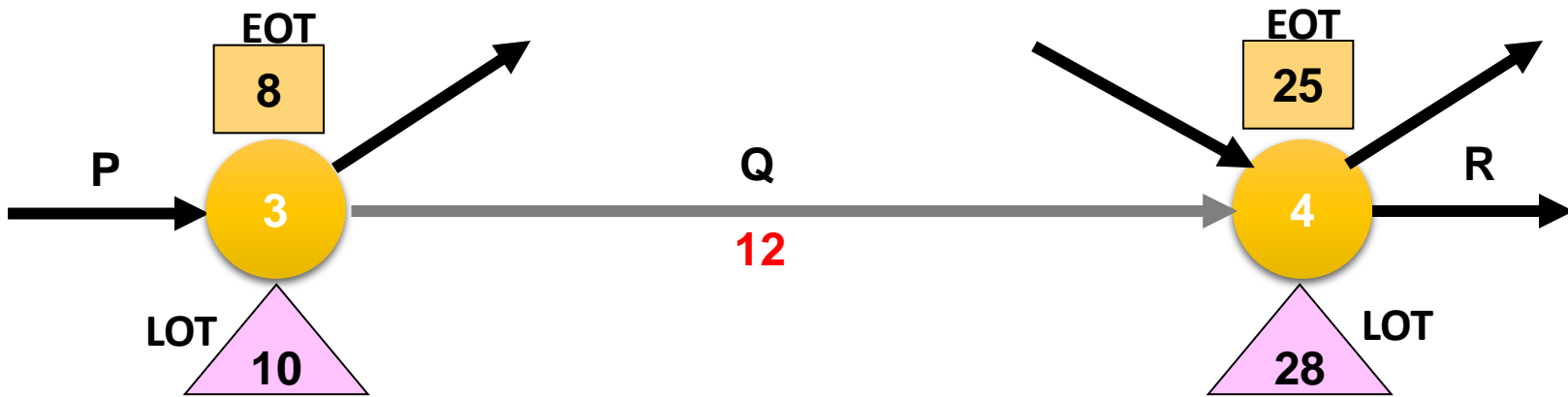


$$IF = EOT_{\text{head}} - d - LOT_{\text{tail}}$$

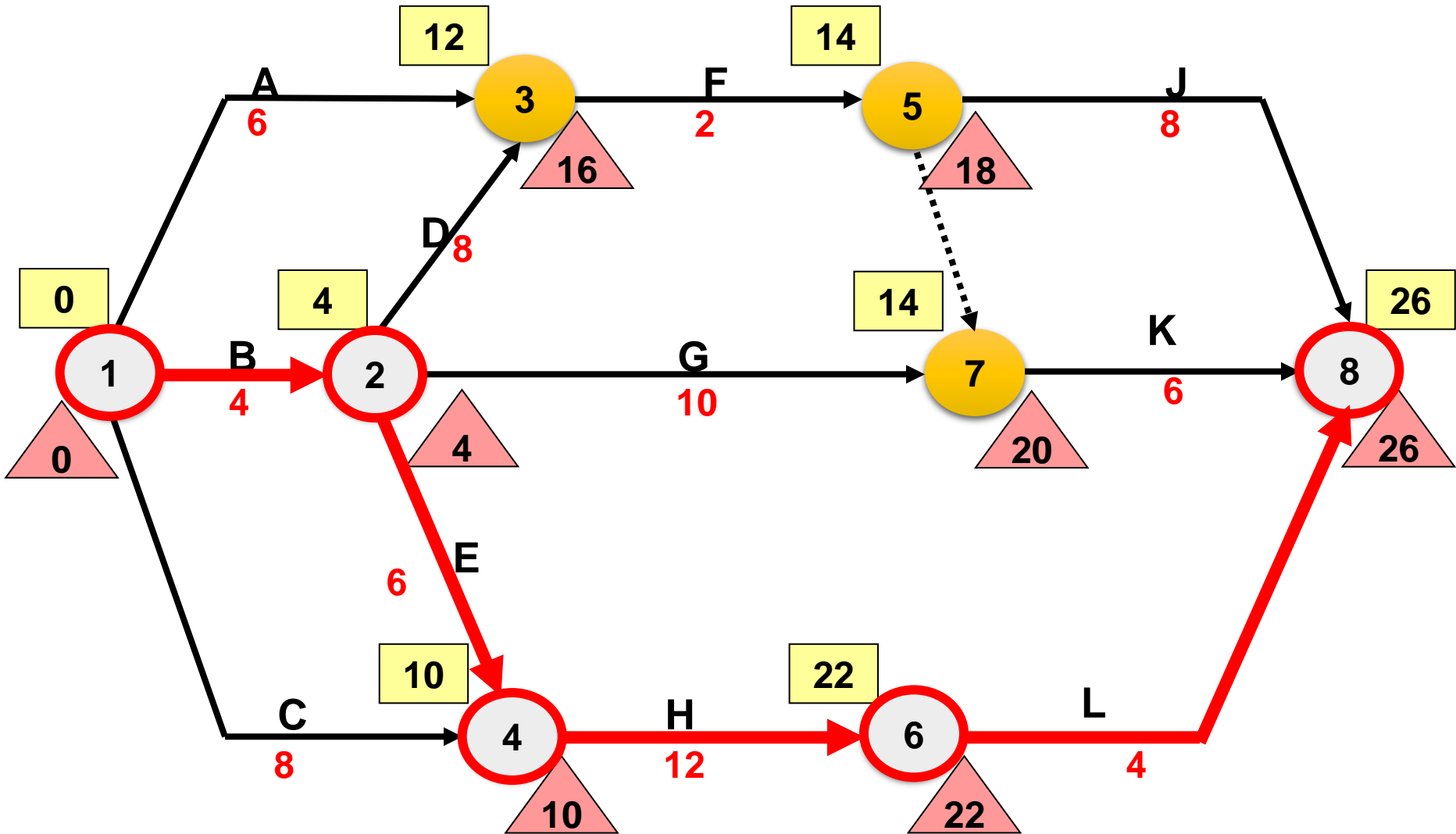
Full utilisation will NOT affect both preceding and succeeding activities

Calculation of Float





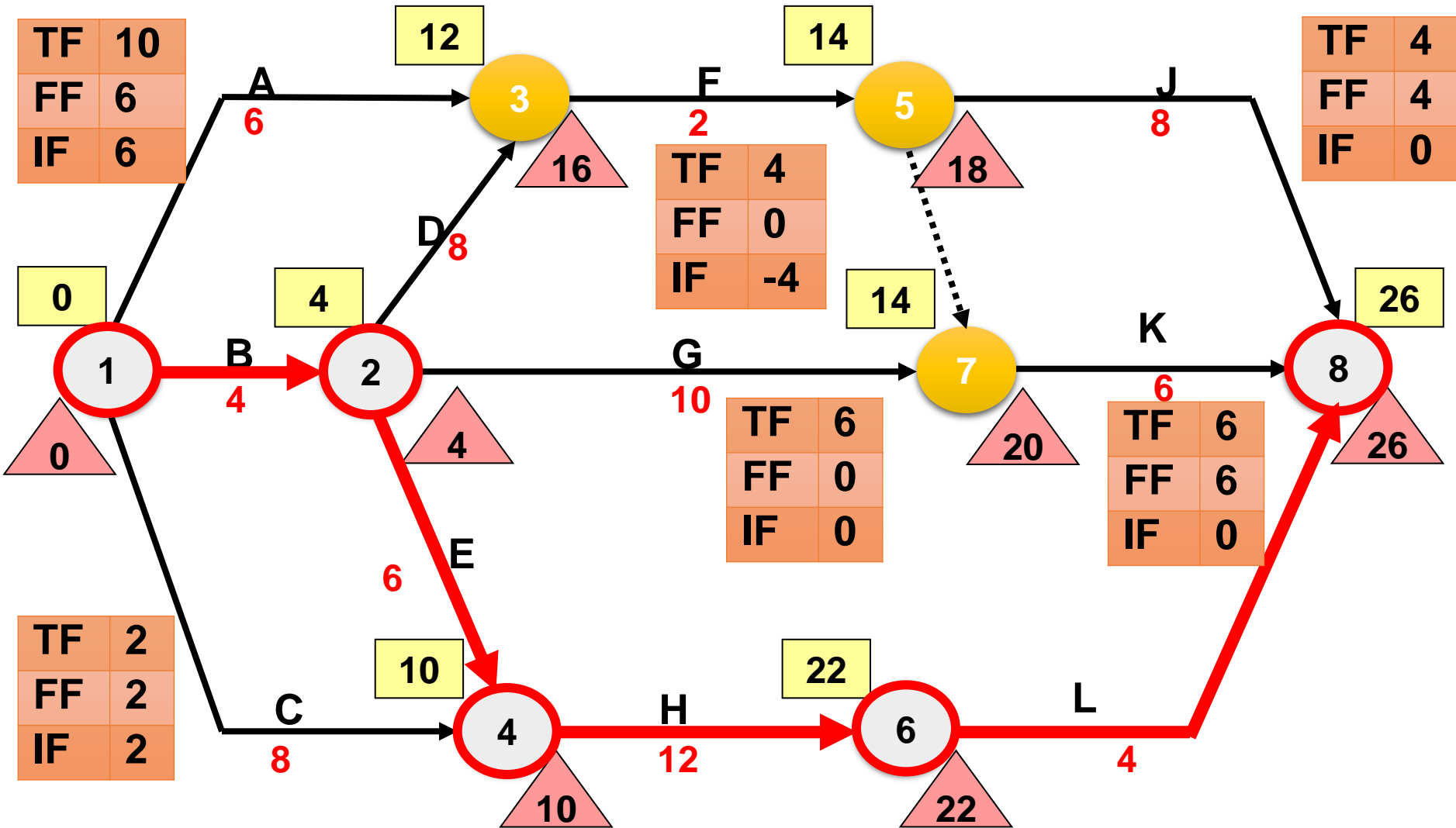
Floats : Lets Draw



Determine the Total, Free & Independent Floats in the Project Schedule



Analyse Schedule Flexibility : Lets Draw



Float utilization – appraise the impact of slippages along a Path

