



Implications of Intelligent, Integrated Microsystems for Product Design and Development

**IEEE Engineering Management
Conference**

Monday, August 14, 2000

Disruptive Technologies: MEMS.

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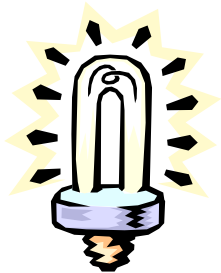
1. Sandia National Laboratories, Albuquerque NM
2. Change Technologies, Zephyr Cove, NV
3. LeeMak, Inc. Milpitas, CA.



Sandia is a multiprogram laboratory operated by Sandia Corporation, a Lockheed Martin Company,
for the United States Department of Energy under contract DE-AC04-94AL85000.



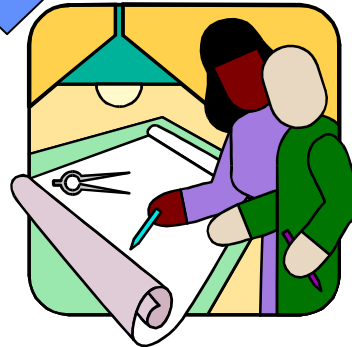
This presentation focuses on the product delivery system



For this discussion we are ignoring:

- marketing and sales
- inbound logistics
- customer service.

*Envisioned
Product
Need*



*Product
Delivery
System*

Solution



*Customer
Input*

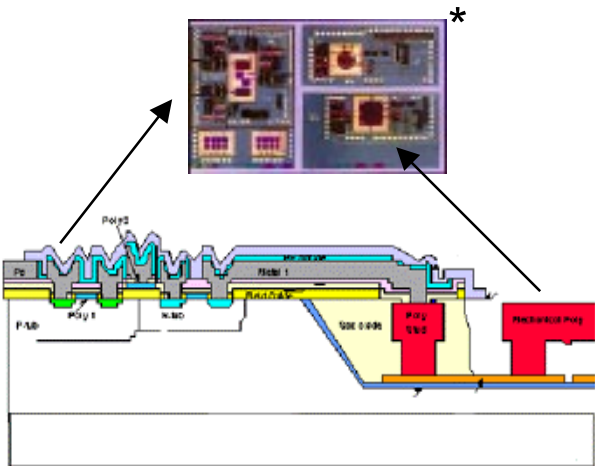


Integrated products are fundamentally different from assembled products



Assembled products:

- are constructed from (largely) independently procured components
- production capacity differs from R&D centers



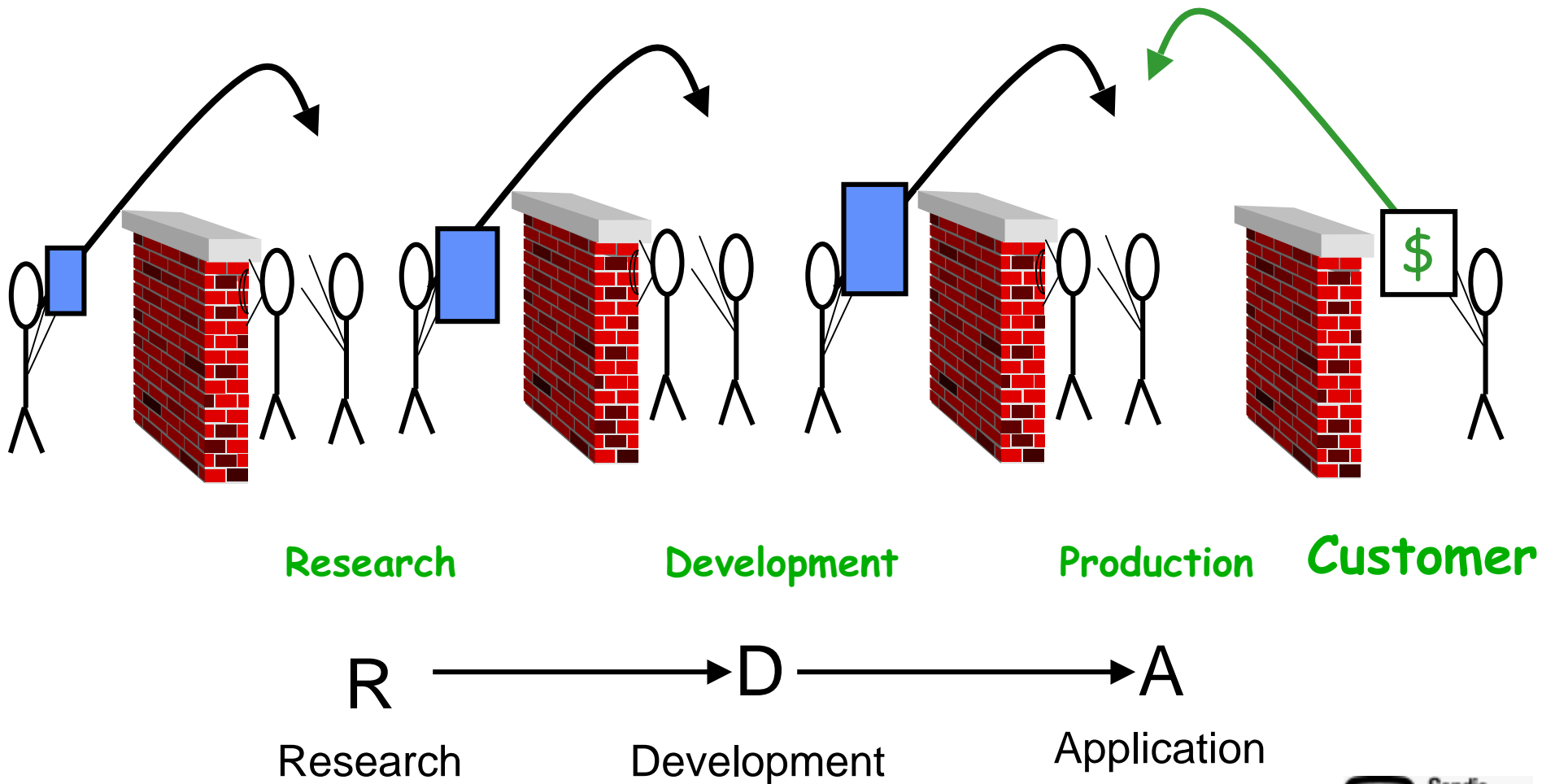
Integrated products:

- are designed at all once,
- are assembled all at once, thus
- the R&D capability becomes the delivery system
- all parts of the enterprise must have equal say in decision making.

*Inertial sensor designed by UC Berkeley



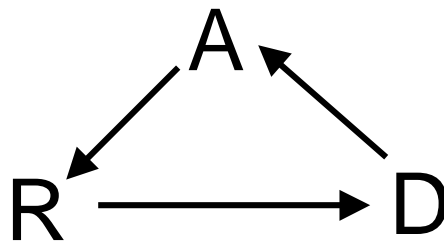
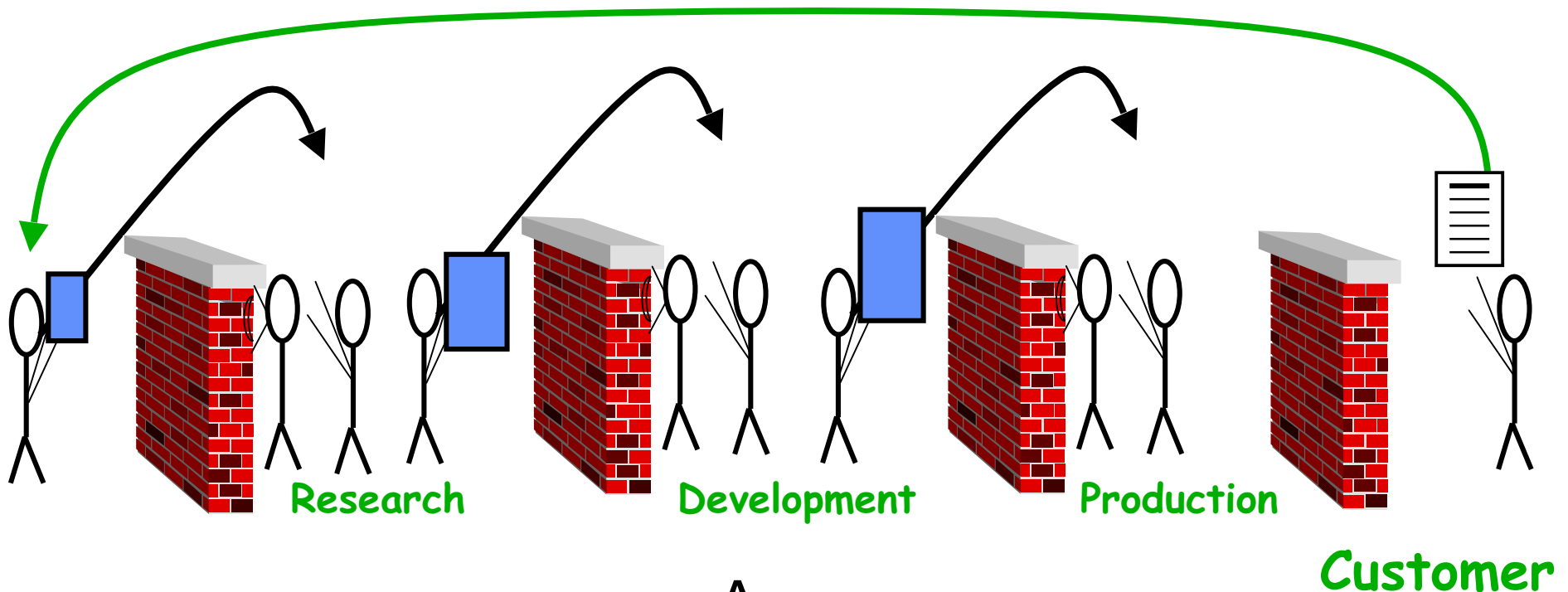
The mid-1970's production enterprise was partitioned into functional elements.





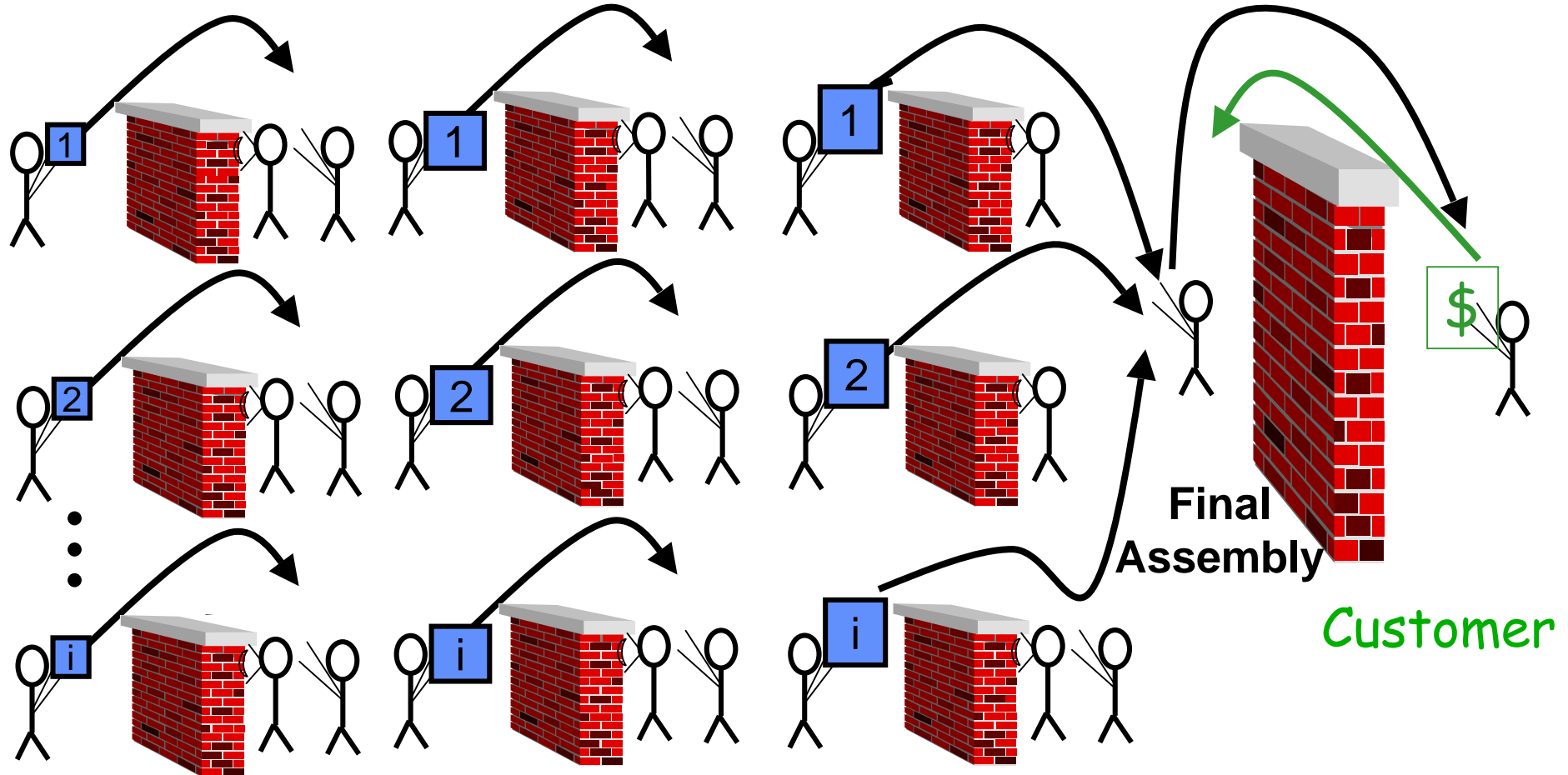
Sustainable enterprises use market feedback to guide R&D activities

Market Feedback



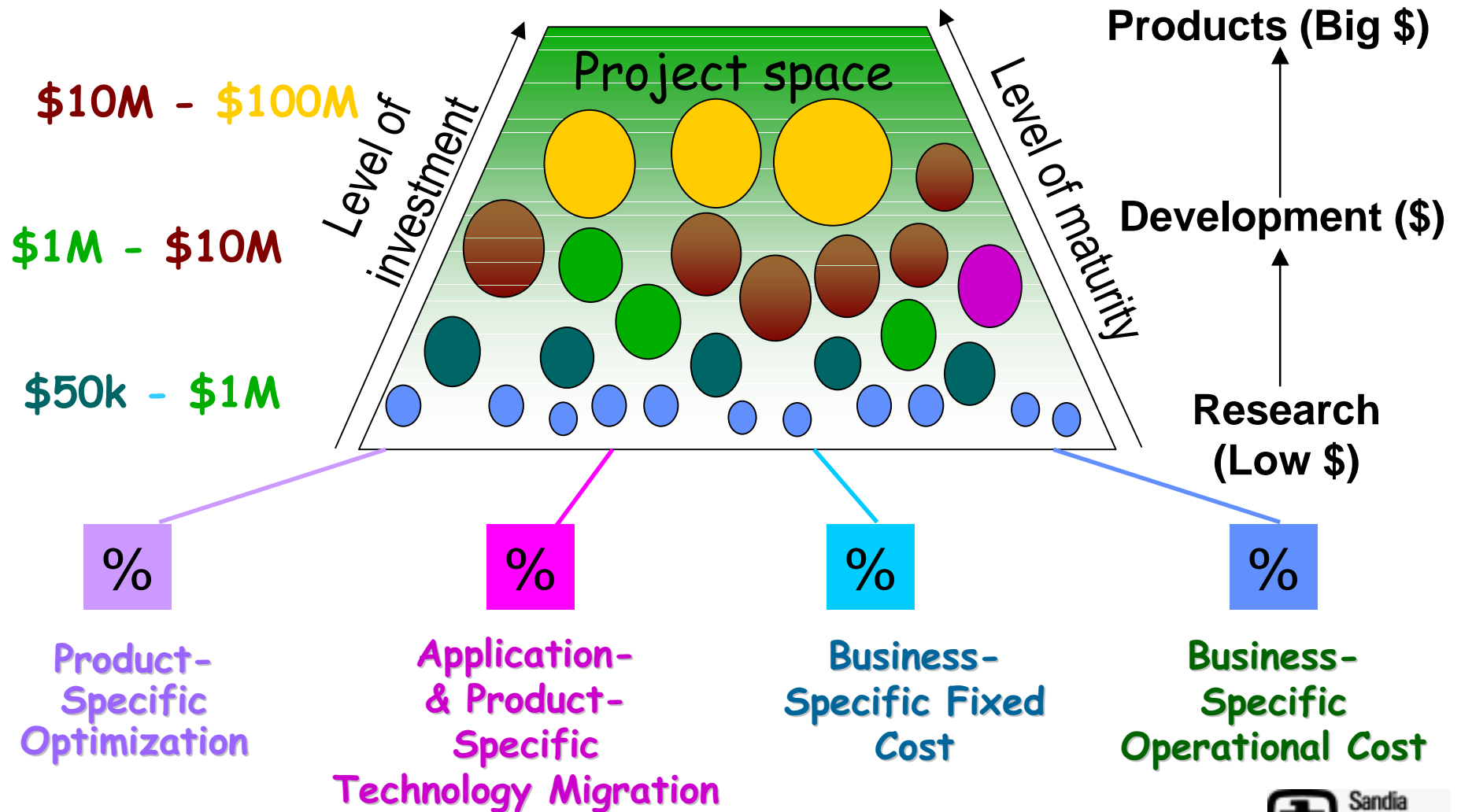


Concurrent engineering expedited production of assembled products



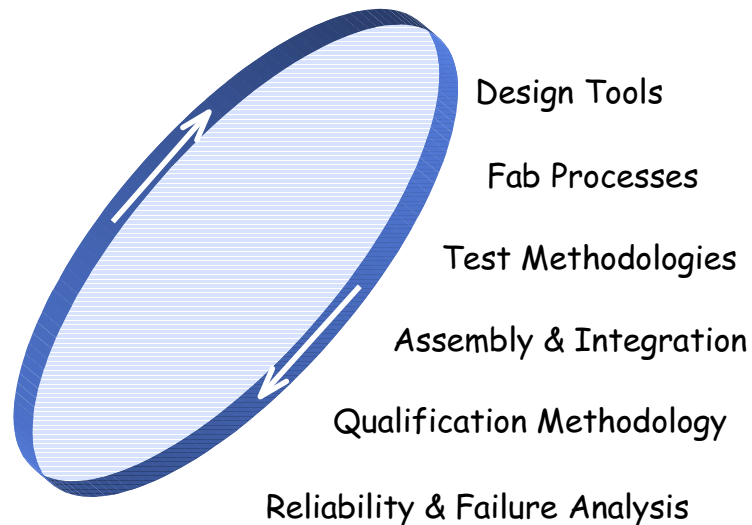
$$\Sigma (R_i \longrightarrow D_i \longrightarrow A_i)$$

Investment allocations lead to a hierarchical organization “food chain”





Product-specific supporting infrastructure evolves in a closed cycle



The supporting infrastructure includes:

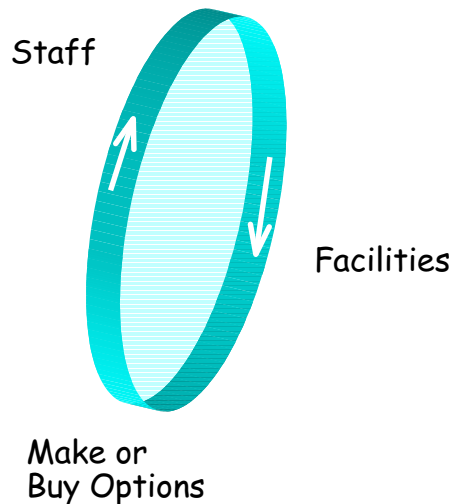
- Design Tools
- Fabrication Process
- Test Methodologies
- Assembly and Integration
- Qualification Methodology
- Reliability and Failure Analysis.

Infrastructure evolves as technology evolves.

For assembled products, these activities are (essentially) independent for each constituent component



Business-specific fixed costs are coupled in an evolutionary cycle



The business specific costs include

- ❑ Staff
- ❑ Facilities

The capabilities resident in the staff and facilities determine the trade-offs for *make or buy* decisions:

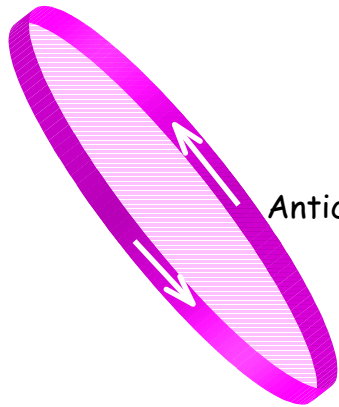
for components in assembled products, for design, fabrication, test activities within component manufacturing.

For assembled products, these activities are (essentially) independent for each constituent component



Product migration couples evolutionary and revolutionary research

Present & Future Product Specs



Anticipatory Research

Incremental Improvements

Product migration is driven by the definition of present and future product specifications:

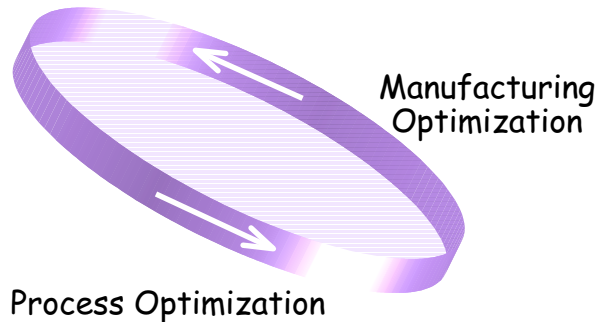
- Anticipatory product research
- Product development
- Manufacturing optimization
 - unit processes
 - assembly processes

For assembled products, these activities are (essentially) independent for each constituent component



Manufacturing optimization requires process and manufacturing evolution

Research on Existing Processes



Product-specific manufacturing optimization involves

- ❑ Research on existing unit processes and evolutionary roadmaps
- ❑ Manufacturing optimization

For assembled products, these activities are (essentially) independent for each constituent component



People have an innate ability to confound any proposed analytical hierarchy

With varying degrees of success, traditional organizations that manufacture assembled products propose flattening organizations to:

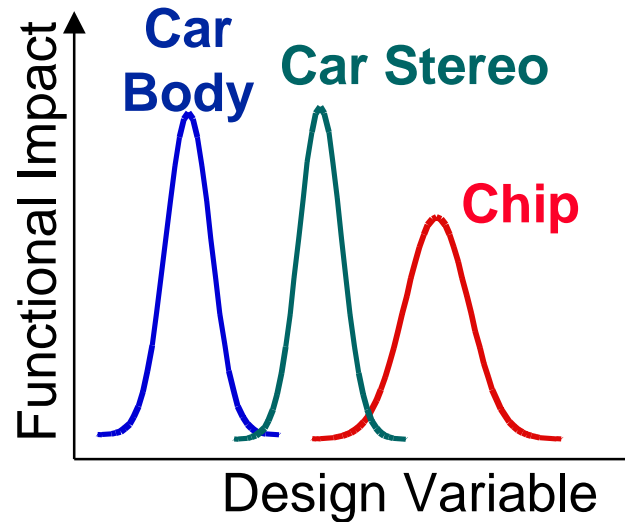
- Reduce costs to better compete in global market**
- Expedite decision making by increased empowerment of more organizational levels**
- Better manage information flow**

We're here to tell you that integrated products don't give you a choice of functional structure!

Technological imperatives force flatter functional organizations whether you want them or not!



Functional elements interact very strongly in highly integrated products

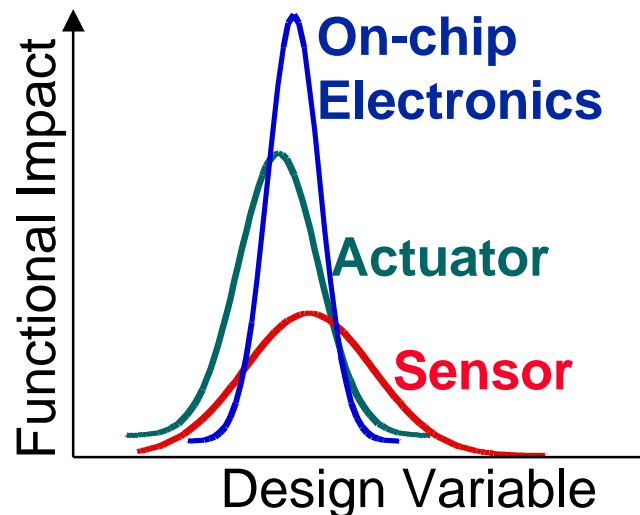


Assembled product:

Chip overlaps car stereo in several specs: heat tolerance, power supply, bus architecture, etc.

But the car can be designed and assembled with little thought for the chip in the car stereo.

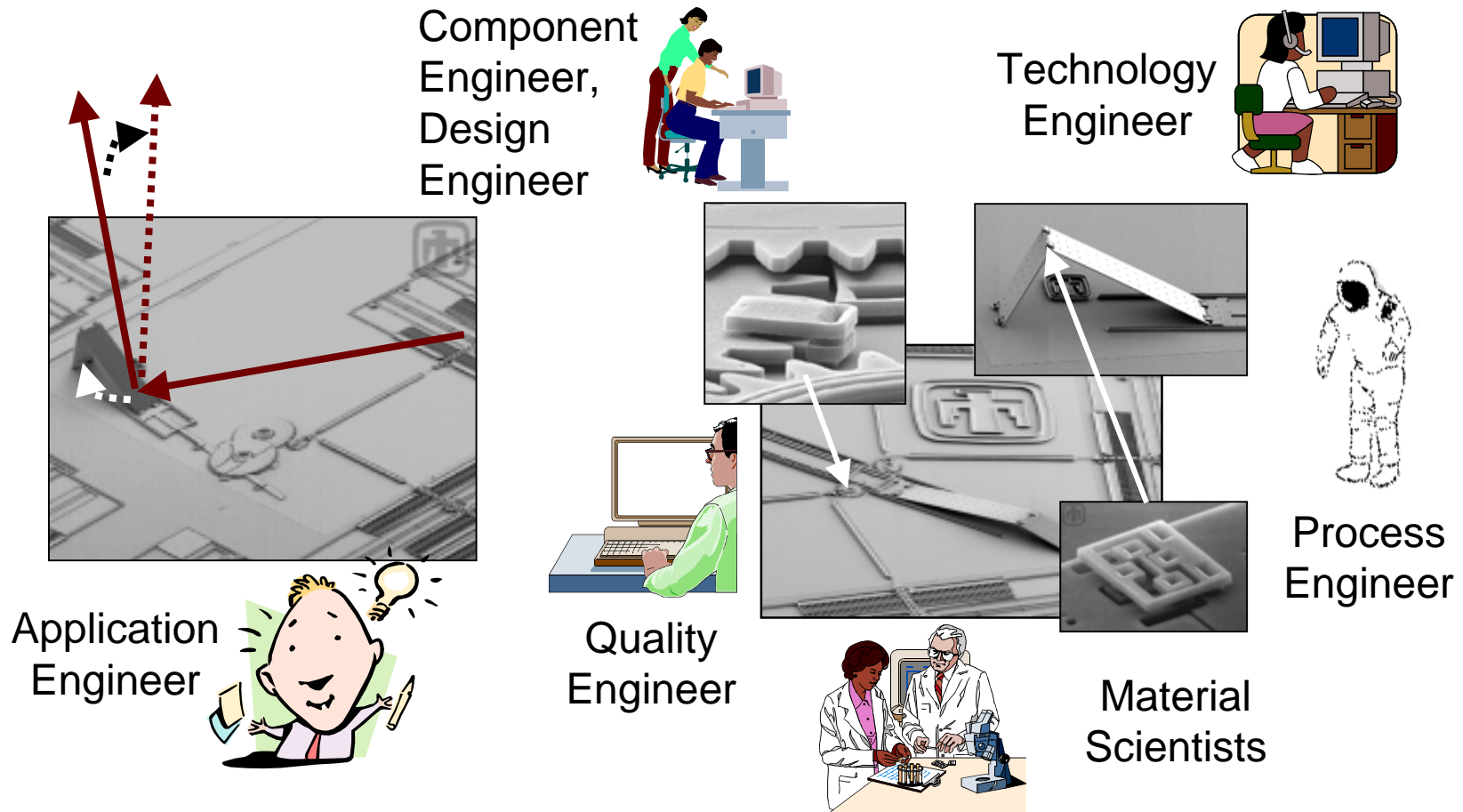
Only the power system and the dashboard or trunk wiring harness matter as far as the chip or the car stereo is concerned.



Integrated microsystem:

Every part must be designed in anticipation of every other part before the entire ensemble is fabricated simultaneously.

All functional elements must be given equal importance in integrated products.

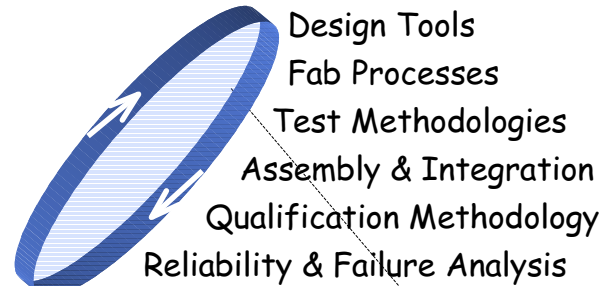


Flatter functional organizations will result from the need to satisfy simultaneously *all* the production constraints.

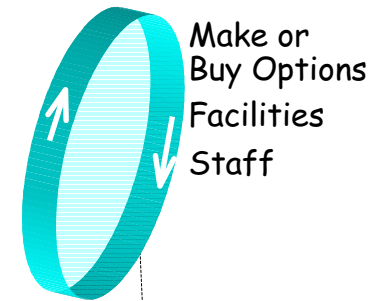


Assembled products emerge from linear and separable component processes.

Component-Specific Operational Cost



Component-Specific Fixed Cost



Component-Specific Technology Migration



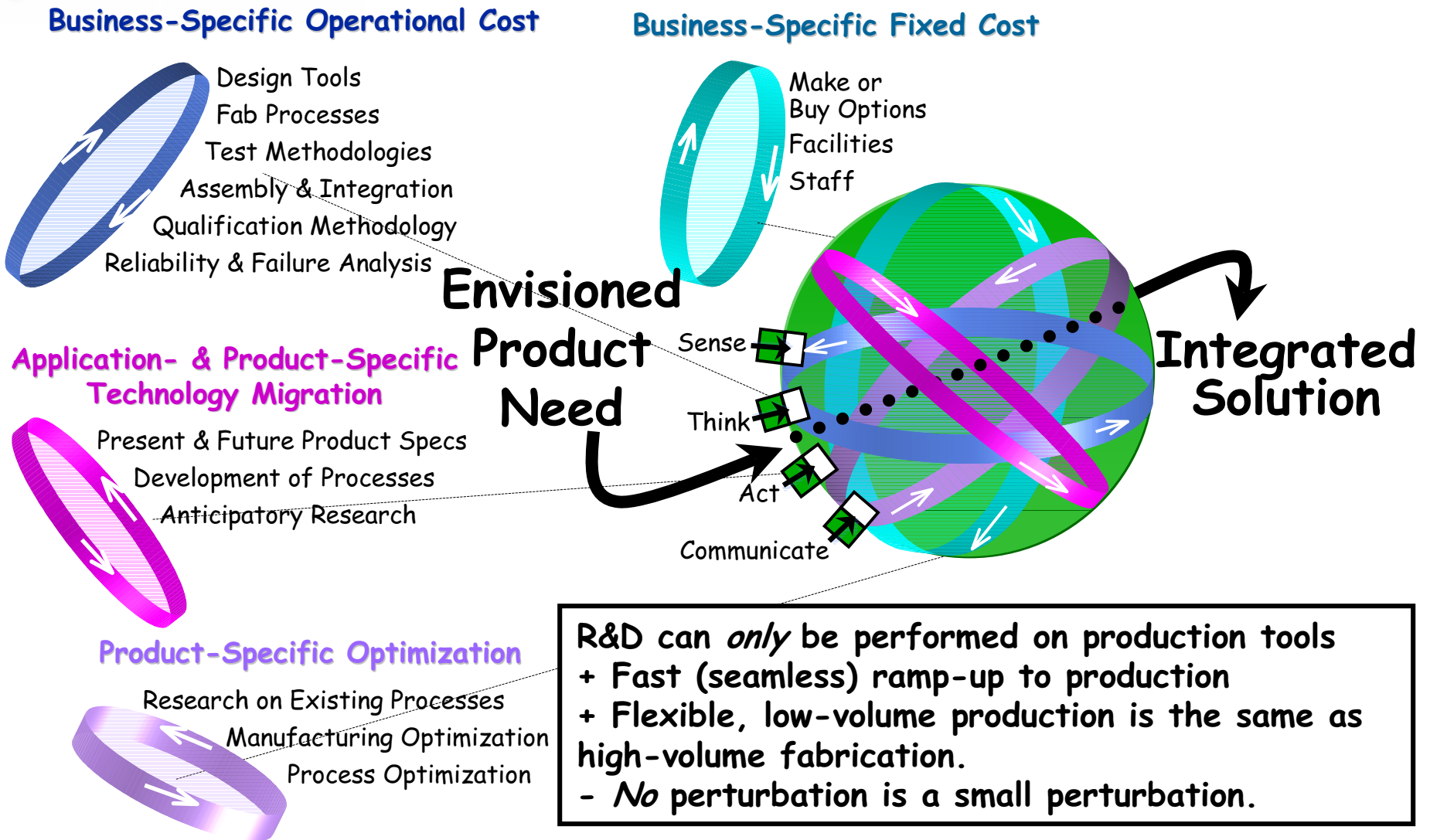
Component-Specific Optimization



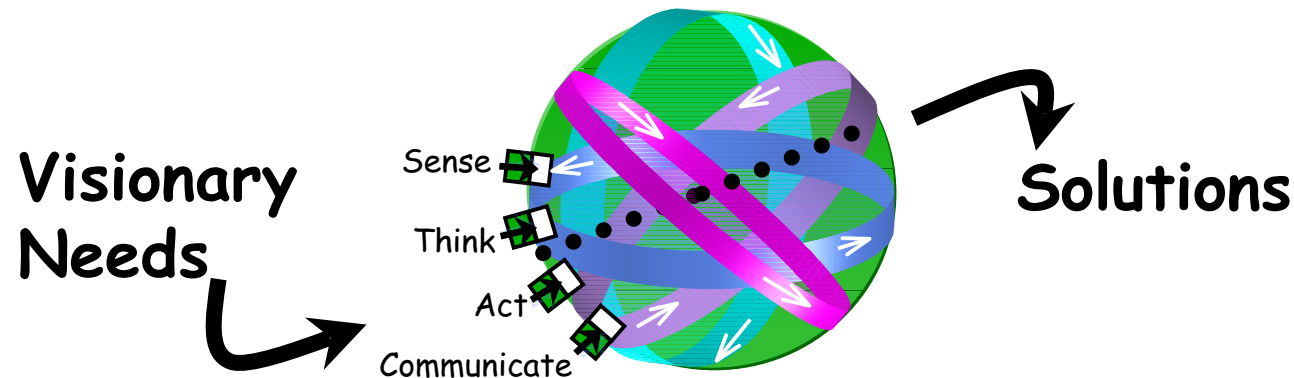
Product solutions emerge from linear and separable component processes.

- + Increases design flexibility**
- Impacts product development cycle times**

Integrated products couple all the manufacturing functions.



The manufacturing path for integrated products resembles a chaotic system.



Integrated microsystems couple production activities because the product is manufactured simultaneously.

- ❑ If the components interact strongly with each other, then product development evolves from initial conditions
- ❑ Make or buy options become restricted to infrastructure issues.
- ❑ The desire to maximize reuse of existing capabilities thus constrains evolution of the enterprise from initial capability and products !
- ❑ Incremental improvements impact the entire system (no small changes)!
- ❑ Infrastructure exhibits a strong dependence on initial conditions (it is a "chaotic system" in the mathematical sense).

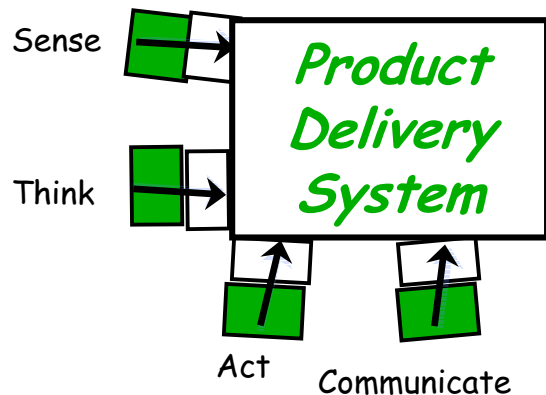


Integrated nature of microsystems production constrains business decisions.

- **Either *make or buy* production infrastructure (design tools, fab equipment, technology, reliability, etc.)**
 - License technology to:
 - expedite market entry
 - cost leverage an industry standard
 - Develop your own technology
 - optimize around a target product or market
 - obtain proprietary advantage
- **Any process tweak in integrated production could disrupt all established infrastructure elements, leading to either:**
 - a divergence of technologies, or
 - a limit on product integration.



Simultaneous production mandates mutually compatible product functions.



Technology platforms for integrated microsystems can accommodate any or all of the following:

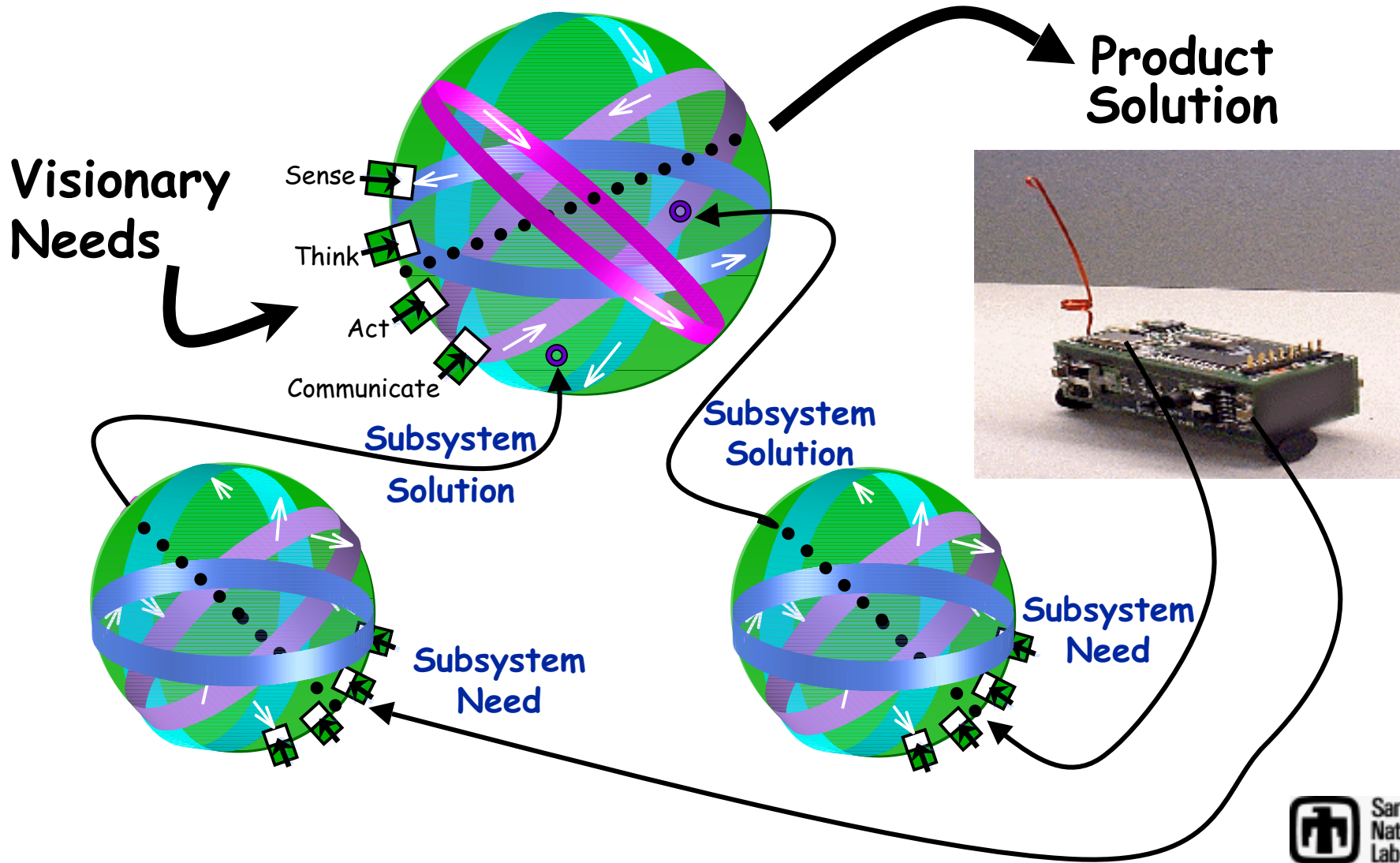
- Sensing
- Thinking (processing information)
- Actuation
- Communication

Each function will require its own optimization strategy for design, production, and test.

Manufacturer must choose where to limit level of integration !

- more integration leads to more design and fabrication complexity
- less integration leads to hybrid products.

“Mini” system hybrids will trade efficiency for flexibility in assembled products.





Summary: Integrated microsystems impact product development organizations

- **Integrated (simultaneously assembled) products mandate flatter functional organizations**
- **Integrated products blur previous distinctions between research, development, and production**
 - ∩ **fast ramp up, flexible production**
 - **no change is a small change**
- **Integrated product infrastructures will evolve from first successful products (chaotic model).**
- **Manufacturers must choose to:**
 - **“make or buy” infrastructure elements (standardize or customize production).**
 - **trade “microsystem” efficiency against “mini” systems flexibility in future products.**