

FOSECO, INC.
CLEVELAND PLANT

MONTHLY REPORT - JULY 1973
Page 2



Cost of Production (Cleveland Plant)

		<u>July</u>	<u>June</u>
A. Direct Labor, Indirect Labor and Overtime Pay	Actual	\$131,110	\$153,127
	Budget	128,664	147,593
	Variance	- 2,446	- 5,534
	% Variance	- 1.9%	- 3.8%
B. Repair & Maintenance Variable & Fixed	Actual	\$ 27,959	\$ 21,323
	Budget	22,850	25,414
	Variance	- 5,109	+ 4,091
C. Supplies Variable & Fixed	Actual	\$ 13,526	\$ 14,043
	Budget	9,772	10,444
	Variance	- 3,754	- 3,599
D. Total Cleveland Plant	Actual	\$392,384	\$440,172
	Budget	394,967	421,131
	Variance	+ 2,583	- 19,041

This significant change in variance is due to a \$23,429 positive variance in Depreciation (Acct. #7120) in the month of July.

S.M.P.D. Manufacturing (see attached report)

Key items of interest:

- A. Labor standards still seem to be out of line. Thus true labor performance evaluation is very difficult.
- B. Much work continued on the asbestos free recipes. Thus contributing to higher scrap rates and lower productivity.
- C. The Mark IV - after its major overhaul, continues to be plagued by forming problems and slow cycle times.

Foundry Manufacturing (see attached report)

Key Items of interest:

- A. Exothermics Department manning was cut from a three shift to a two shift operation to improve productivity and establish better supervision coverage. Also, short material scheduling mechanics were reinstalled for closer scrutiny of production.