



LOGISTICS, COMMODITIES AND SERVICES TRANSFORMATION PROGRAMME

THE LCST PROGRAMME

In 2015, Leidos was awarded the Logistics Commodities and Services and Transformation contract from the UK Ministry of Defence (MOD). The 13 year, £6.7bn contract will transform the UK's Defence supply chain.

With the experience of Leidos, a global leader in scientific, information technology, engineering and technical services, the UK Armed Forces is now able to leverage best-in-class technology solutions that rival those deployed by leading companies in the private sector.

The LCST Programme for the MOD is a critical effort to enhance and improve the UK's defence supply chain. The programme provides essential services such as storage and distribution for the MOD's materiel, including a global freight service and the procurement and inventory management of 70,000 commodity NATO Stock Number (NSNs).

The LCST Programme is made up of an expert team of defence and logistic specialists, bringing global expertise to the UK defence industry.

BUILDING A SMARTER SUPPLY CHAIN

Like many top organisations, the MOD is increasingly outsourcing logistics responsibilities to focus on core activities. In doing so, they are able to take advantage of digital innovation that makes it possible to provide mission-critical supplies in a timely manner.

The LCST Programme now operates the commodity procurement, storage and distribution functions previously performed by the MOD's Logistics Commodities and Services Operating Centre.

Since 2015, the Logistics Commodities Services Transformation Programme has delivered over £1bn products to the UK Military using cutting-edge procurement techniques and strong governance. That means getting everything from food rations to boots, exactly where they need to be, at the right price and at the right time. With an effective process for engaging the market, the Programme has driven equal opportunity to all suppliers across the Food, Fuel, Medical, General Supplies and Clothing commodity sectors.

The Programme is implementing digital transformation for one of the world's most foremost military operations, while generating hundreds of millions in savings for the UK government and taxpayers.

WHO MAKES UP THE LCST PROGRAMME

LEIDOS

Leidos is the Prime Contractor with the MOD for the LCST contract, as the integrator it leads on:

- Support Chain Integration
- Information Systems
- Business Intelligence
- Customer Relationship Management
- Programme Development & Integration
- Support to Operations; and
- Global Logistic Services.

LEIDOS SUPPLY LTD

LSL is responsible for Procurement, Acquisition and Contract Management inclusive of:

- Invitations to Bid
- Procurement Governance
- Contract Administration; and
- Purchasing.

TVS SUPPLY CHAIN SOLUTIONS

TVS is responsible for Inventory & Equipment, Category and Commodity Management. This is inclusive of:

- Customer Requirements and Technical Specifications
- Category Planning
- Supply Chain Co-ordination
- Demand and Inventory planning; and
- Obsolescence management.

KUEHNE+NAGEL

The storage, distribution, freight activity and operation of LCST warehouses within LCST is managed by KN. KN is responsible for storing over 1 million NATO stocked lines (both LCST and MOD managed items) and distributing to over 600 locations worldwide.

AGILITY

Agility works closely with Leidos to deliver aspects of their Support to Operations and Global Logistic Services activity. This includes:

- Removals and storage capabilities for Service Personnel and their families
- Heavy Haul including Heavy lift and cranes; and
- Special Projects.

SIGNIFICANT TRANSITION PROJECTS

COMMODITY TRANSFORMATION

Commercial inventory management systems and processes have been introduced to streamline procurement, inventory management and improve efficiency of supply.

WAREHOUSE MODERNISATION

We have built two new, purpose-built warehouses in Donnington, Telford and Longtown, Carlisle both equipped with industry leading warehouse management systems.

TRANSPORT MANAGEMENT

The existing network has been redesigned and reconfigured.

SUPPORT CHAIN INTEGRATION PLATFORM (SCIP)

SCIP provides a cloud-based single interface with legacy MOD systems and is the foundation of the supply chain solution.

LEIDOS - A KEY INTEGRATOR

Leidos is a key integrator to the MOD, playing an active and scalable role to the Front Line Commands in peacetime and on operational duty.

FOR MORE INFORMATION

leidos.com/company/global/uk-europe/LCST