

BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY

Course Outline

Operating Unit: Business

Program: Marketing Management

Option:

Woods Products Sales and Distribution

Start Date: January, 2000	End Date:	
Course Credits:		Term/Level: 4
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Total Hours:

Total Weeks:

18

Hours/Week: 4 Lecture: Lab: Shop: Seminar: Other:

Prerequisites

MKTG 1420 is a Prerequisite for:

Course No.

Course Name

Course No.

Course Name

None

None

None

None

Course Calendar Description

Sales and distribution have many complexities in maximizing revenue from the sale of lumber products from the mill and through the distribution channel. Marketing is affected by the economic characteristics of the competitive environment, foreign exchange, sawmill management, and operational considerations of rail and truck.

Course Goals

Evaluation

Midterm I	10%
Midterm II	25%
Final Examination	25%
Participation	10%
Assignments	30%
TOTAL	100%

^{*}Students must pass the Final Exam to receive credit for the course.

Course Learning Outcomes/Competencies

Upon successful completion of this course, the student will be able to:

- 1. perform the function of mill sales and lumber wholesaling.
- 2. assess the impact of supply and demand on lumber pricing.
- 3. complete documentation for a sale.
- 4. calculate transportation costs and for rail and waterborne shipments.

Course C	ontent V	erification
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I verify that the content of this course outline is current, accurate, and complies with BCIT Policy.

Program Head/Chief Instructor

Date

Note: Should changes be required to the content of this course outline, students will be given reasonable notice.



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MKTG 1420 Woods Products Sales and Distribution

6769

Instructor(s)

Gord Rees

Office No.: SE6-310

Office Hrs.: Tuesday

10:30 am - 1:30 pm

Office Phone:

E-mail Address:

Learning Resources

Required:

- 1. How Lumber is Sold in North America, 1999 edition, BCIT.
- 2. Offshore Markets for BC Lumber. 1999 edition. BCIT. (Cost of reproduction of both texts is approximately \$70.)

Recommended:

BCIT Policy Information for Students

Attendance BCIT Policy 5201:

Attendance is a requirement of BCIT.

Absence from causes other than illness for more than 10% of the time will prohibit the student from writing midterms and/or final exams.

Assignment Details

Assignments - Written Reports

Economic Report 10%
North American Sales Report 10%
Offshore Sales Report 10%
TOTAL 30%



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Week of/ Number	Outcome/Material Covered	Chapter
Jan. 4	Introduction	Chap. 1
	Definition of marketing strategy and marketing mix.	
Jan. 10	PART ONE — ECONOMIC CHARACTERISTICS OF MARKETING	
	Supply and Demand	Chap. 2
	The nature of demand and the law of supply and demand. Market identification and the competitive environment.	
Jan. 11	Demographics and Consumer Behavior	
	Population growth and distribution. Willingness and ability to pay.	
Jan. 14	North America Housing Market	Chap. 10
	The housing industry. Interpretation of statistics. Impact of interest rates.	
Jan. 18	PART TWO — NORTH AMERICA DISTRIBUTION (Text: How Lumber is Sold in North America, 1999 edition)	
Jan. 24	EXAM (10%)	
	Mill Sales	Chap. 3
	Organization of the sales department. The function of mill sales.	
Jan. 25	Canada-USA Softwood Lumber Agreement	
	Stipulations in the agreement. Management of the quota system.	
Jan. 31	Lumber Pricing	Chap. 4
	Calculation of random-length tallies. Contract pricing and pricing from marketplace reloads.	

Week of/ Number	Outcome/Material Covered	Chapter
Feb. 1	Market Intermediaries	Chap. 5
	Classification of mill accounts. The role of middlemen in the channel of distribution.	
Feb. 7	Sales Management	Chap. 3
	The role of the sales manager. Keeping the sales force on track.	
Feb. 8	Shipping Lumber by Rail	Chap. 6
	Reliance on railroads. Deregulation, documentation and rate structures.	
Feb. 14	Packaging, Formula Tallies and Car Utilization	Chap. 8
	Package size, and carload shipments. Load planning for open-top cars.	
Feb. 15	FIELD TRIP — Lumber distribution yard.	
Feb. 21	Transportation Profits	Chap. 7
	How to use a rail tariff. Maximum car utilization. Prepaid freight and contract freight rates.	-
Feb. 22	Transportation Profits	Chap. 7
	Incentive and carload rates	
Feb. 28	Credit Management	Chap. 9
	Function of the credit department. Symptoms of problem accounts. Claims and complaints.	
Feb. 29	Industrial Marketing	
	Selling engineered products. Performance standards of wood for engineers, architects and builders.	
Mar. 7	MIDTERM EXAM II (25%)	
Mar. 13/14	MIDTERM BREAK	
	PART THREE — OVERSEAS SALES & DISTRIBUTION (Text: Offshore Markets for B.C. Lumber, 1999 edition.)	

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Week of/ Number	Outcome/Material Covered	Chapter
Mar. 20	Commercial Law	
	Statute and contract law. Conditions of sale. CIF contracts.	
Mar. 21	Trades Practices	Chap. 2
	Terms of sale. Channels of distribution.	
Mar. 27	Grades and Measurements Quality assurance for export. Cubic measurements and net board feet.	Chap. 3 and 4
Mar. 28	Offshore Lumber Markets	Chap. 5
	Price Behavior. Housing market in Japan.	
Apr. 3	Offshore Lumber Markets	
	UK and European end-use markets for appearance products.	
Apr. 4	Offshore Quotation and Sale	Chap. 6
	Calculation of mill returns by end-use values.	
Apr. 10	Export Documentation	Chap. 7
	Overview of the shipping process. Contracts between shippers, exports, carriers and overseas customers.	
Apr. 11	Methods of Payment	Chap. 8
	Cash against documents, sight drafts and letters of credit.	-
Apr. 17	Ocean Shipping	Chap. 9
	Types of cargo vessels, shipping charter stowage.	
Apr. 18	Marine Insurance	Chap. 10
-	Types of risks. Methods of buying marine insurance.	
Apr. 24	EASTER MONDAY	
Apr. 25	. FIELD TRIP — Seaboard International Terminal	

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Week of/ Number	Outcome/Material Covered	Chapter
May 1	Claims and Complaints	Chap. 11
	Types of claims. How to settle a claim.	
May 2	Quality Control	
	Antistain treatment, packaging. Mill certificate	
May 8	Wood Products Promotion	Chap. 12
	Trade shows and exhibitions. Handling overseas trade missions. Technical information for end user.	
May 9	Review	
May 15	FINAL EXAM (25%) (Date subject to change.)	

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