Selected information about several activities for Systems Integrators, Inc. follows:

Resources Used

Resources Supplied Cost Driver Rate Cost Driver Volume

Material $50,000 $ 5 10,000

Energy 8,000 15 420

Setups 3,500 50 60

Purchasing 3,000 40 65

Customer Service 3,200 50 60

Long-term labor 12,000 50 210

Administration 24,000 50 400

1. Compute the unused capacity for each activity.
2. Write a short report stating why managers should know the difference between resources used and resources supplies. Give examples of how managers could use the preceding information on resources used and resources supplied.