



Self Release by PN Overview – What is Changing

July 2014

Honeywell

New Self Release Program Overview

- **Scope**

- Revamping the Self Release Program from Supplier to PN-based approval
- Affects all PN's and Sites with SPOC 149 (Source Inspection or Self Release)

- **Major Benefits**

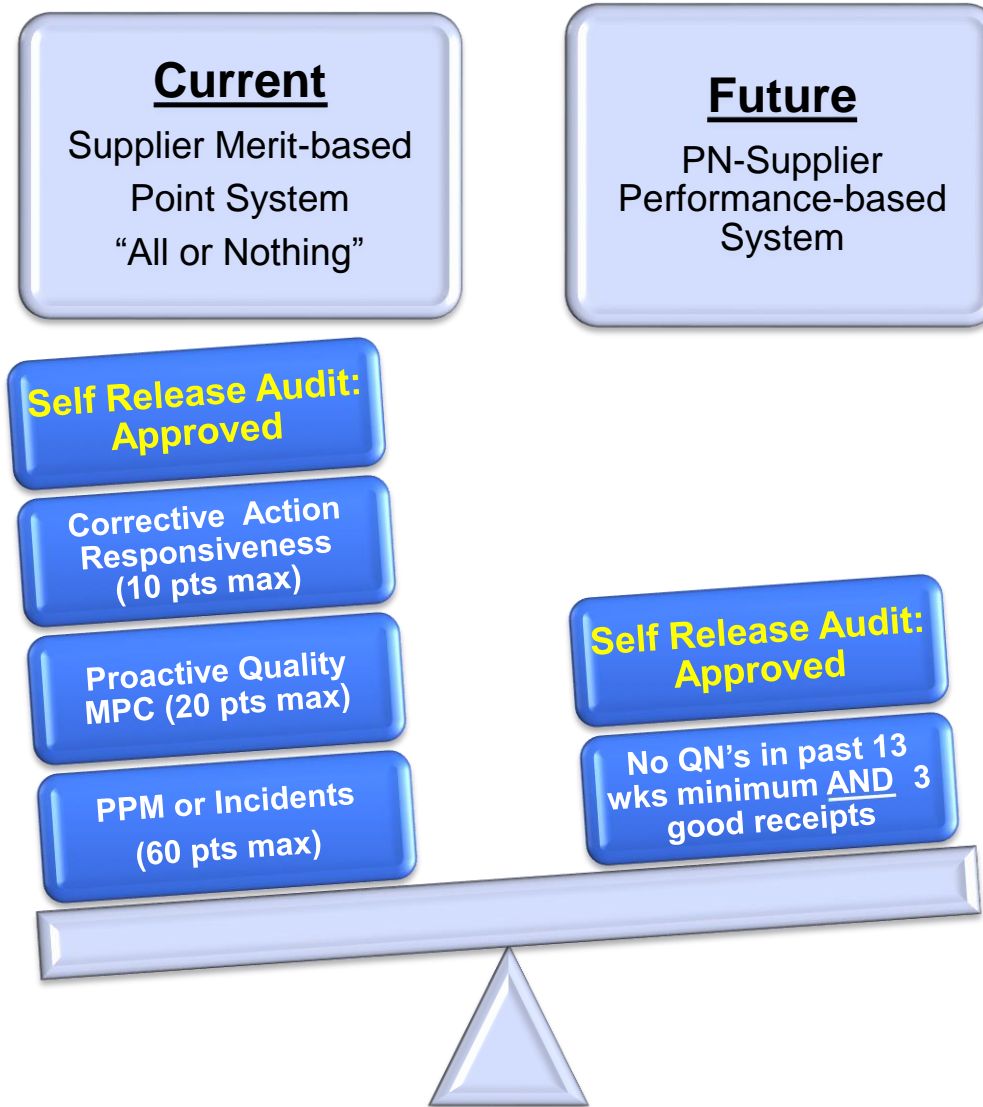
- Directs our focus to the PN mfg process level vs. supplier's quality system
- Reduces time to revoke Self Release from several months to 4 weeks
- Suppliers will have access to rejection details for all their parts in HASP (not just Self Release parts)

- **Future System**

- Current process is manual & managed by a Program Mgr
- Future process will be automated using HASP - HON Aero Supplier Portal
- HASP will send out email alerts for all Self Release status changes
- ***Full implementation is planned for end February 2015.***



Current vs. Future Eligibility Rules



Simple rule set for SR eligibility

Phased Implementation Plan

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Entry Criteria :

- HASP Development & Testing Complete

Current Self-Release Program remains in place

Current SR Prog Ends

Crawl

Aug 2014

- Add Quality data to HASP, including SRxPN
- User Testing, Training
- 2 Pilots with 2-5 suppliers each

Walk

Sep 2014

- HTSI - Ramp-up of Source Inspectors
- Fix issues found during pilots
- 2 more Pilots with 2-5 suppliers each

Run

Oct 2014 – Jan 2015

- On-Site SI process at HON sites ready
- HTSI Ramp-up
- SAP Data cleanup
- Training of suppliers, sites, Buyers, FQE's, SI's

Leap

Feb 2015

- “Big Bang” – turn off old system, turn on new system and process
- All suppliers and sites are on new program

Exit Criteria :

- All SPOC149 parts loaded
- 1st Pilot critical issues resolved
- QN Volatility Metric Defined & Baselined for Pilot sites.
- Impact assessment on 1st 2 sets of Pilot Suppliers

Exit Criteria :

- Critical issues resolved
- Final Impact assessment on all Pilot Group s

Exit Criteria :

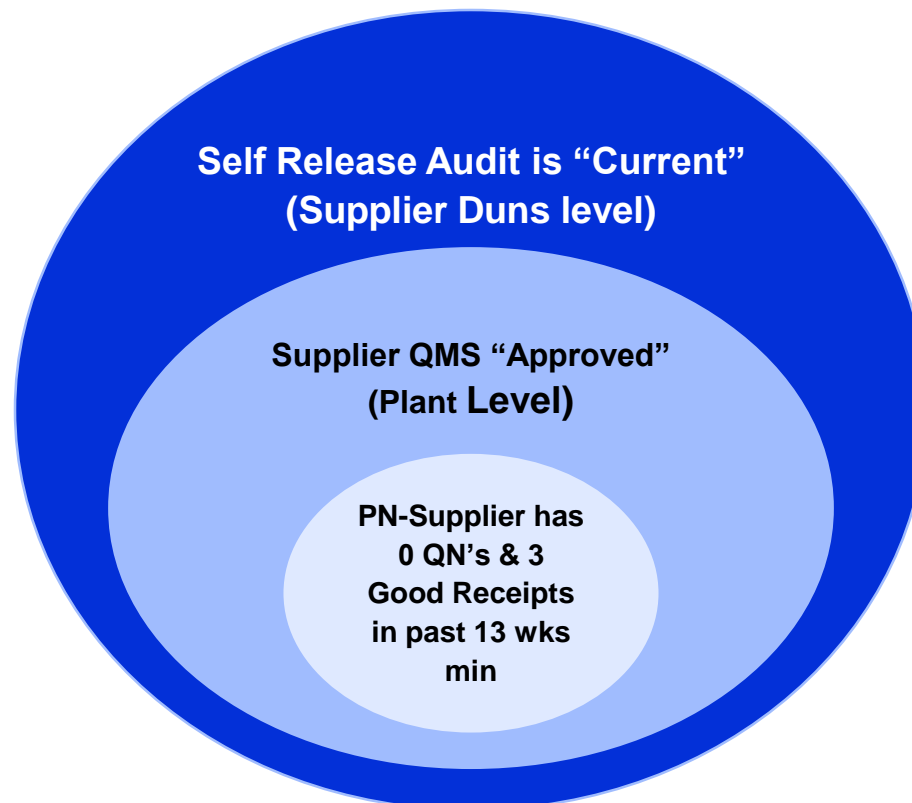
- All suppliers, sites, FQE's are trained, have HASP Access, and signed up for Alerts
- Impact assessment on Big Band Roll-out

How Self Release Approval will be Determined

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There are 3 Criteria for determining SR Status:

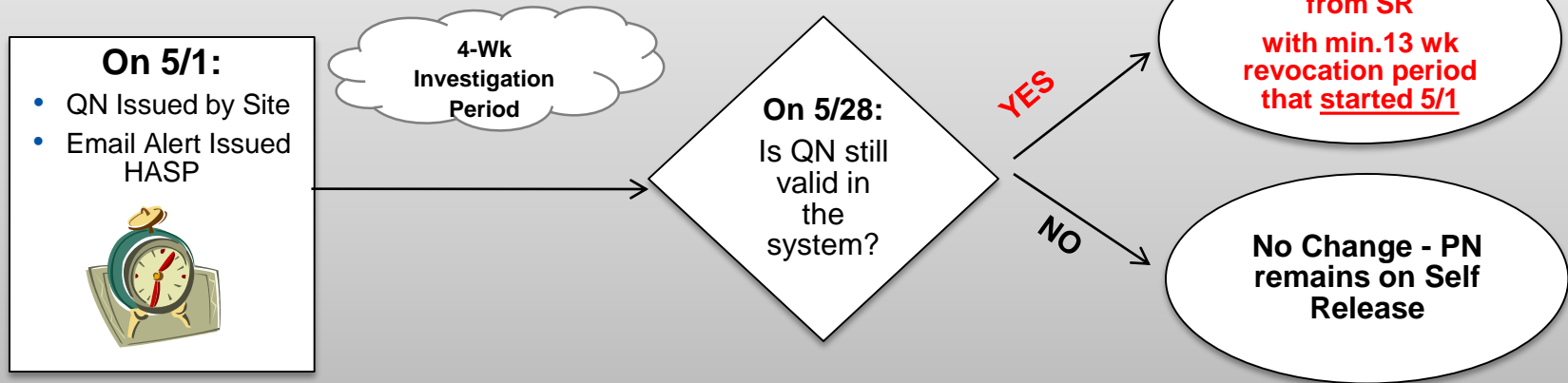
1. “Large” – Supplier’s Self Release Audit date is “Current” (Supplier Duns level approval for all Plants). **If not current, SR is not approved for anything the Supplier ships to any HON plant**
2. “Medium” - Supplier QMS is approved (Vendor Code & Plant level approval). **If not approved, SR is not approved for parts the Supplier ships to the Plant(s) that disapproved them**
3. “Small” – A PN-Supplier combination has had 0 QN’s and at least 3 Good Receipts in past 13 weeks minimum. **If not, SR is not approved for that specific Supplier-PN combination**



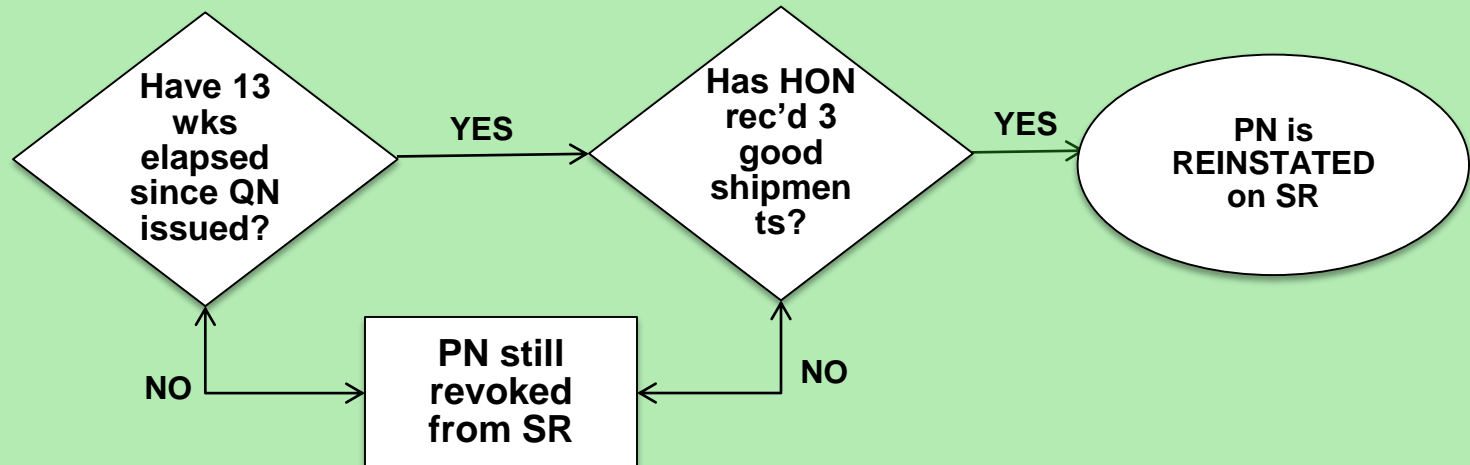
Self Release Revocation & Reinstatement

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Revocation



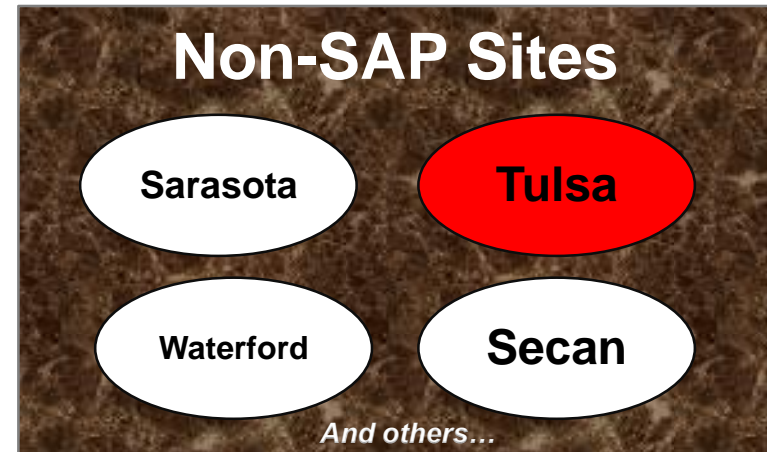
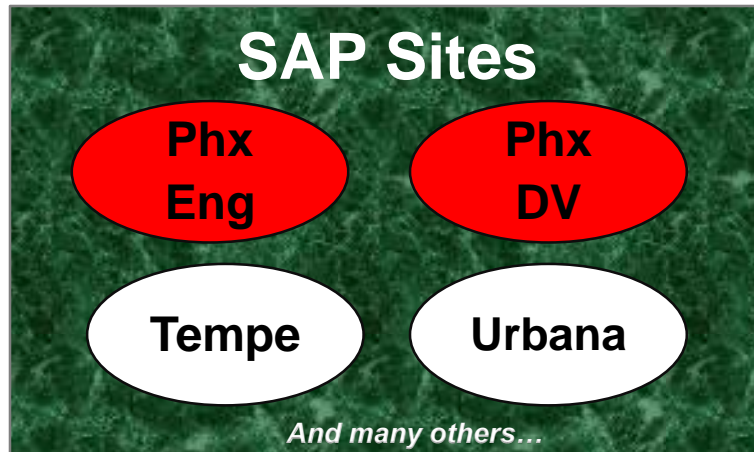
Reinstatement



Parts Shipped to Multi-Sites – how it will work Honeywell

The Scenario: PN 123-1 is shipped to 3 different HON Sites (shown in Red Below). One of these Sites has rejected a shipment.

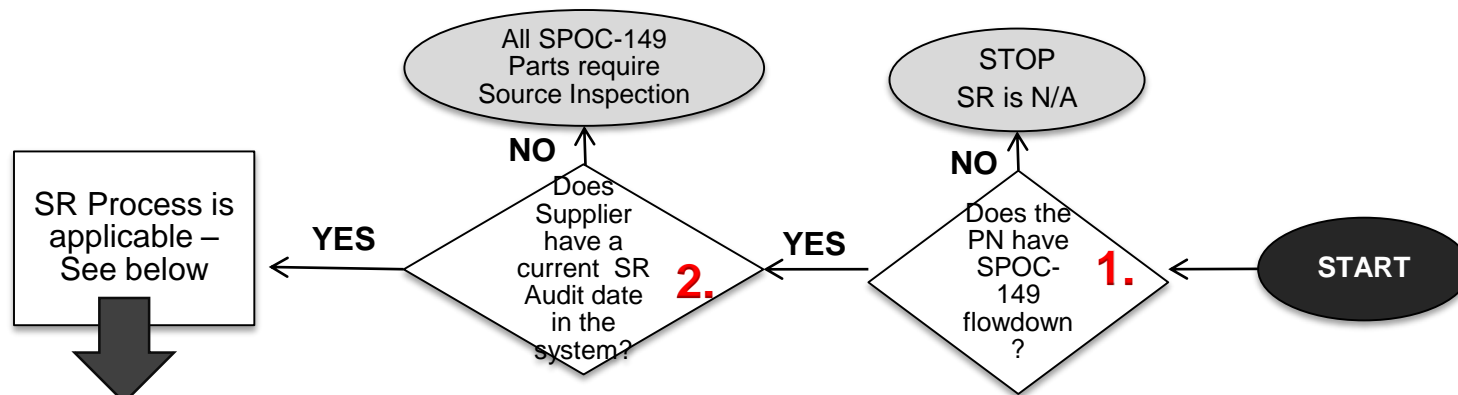
Question: Will this Part be revoked for 1 Site, but remain on SR for another Site? Or will SR be revoked for all Sites?



Answer:

- For SR Revocation purposes, all SAP Sites are treated as 1 Site. Therefore, if 1 SAP Site rejects a part, it will be revoked for all SAP Sites.
- All Non-SAP Sites are also treated as 1 Site. Therefore, if 1 Non-SAP Site rejects a part, it will be revoked for all Non-SAP Sites.
- For Reinstatement, 13 weeks minimum and 3 good shipments must have been received:
 - ✓ if rejection was from an SAP Site, then 3 good shipments can be from any SAP Site
 - ✓ If rejection was from a Non-SAP Site, then 3 good shipments can be from any Non-SAP Site

SR Status – How it works



If a Part-Supplier Combination is eligible for SR, the following Rules apply:

- A PN is approved for SR if a **minimum** of 13 weeks has elapsed since last QN **and** 3 good shipments have been received by HON
- The 1st 4 wks after a QN is issued and assigned as Supplier Responsibility is the "Investigation Period" during which the PN remains on SR. At end of 4 wks, if the QN is still valid and Supplier Responsibility, PN status will change to "not Approved"
- There are 3 possible SR Statuses for a PN-Supplier Combination: Approved, Not Approved, or Investigation Period

Examples:



QN Issued



Good Shipment Rec'd

Part No.								13 Wk Min. Revocation Period								Investigation Period				SR Status	Reason
	Wk 20	Wk 19	Wk 18	Wk 17	Wk 16	Wk 15	Wk 14	Wk 13	Wk 12	Wk 11	Wk 10	Wk 9	Wk 8	Wk 7	Wk 6	Wk 5	Wk 4	Wk 3	Wk 2	Wk 1	
123-1																				Approved	No Rejection History
123-2																				Approved	Min 13 wks since QN has elapsed & 3 good receipts
123-4																				Investig Period	QN is still inside the 4-Wk Window
123-5																				Not Approved	Min 13 wks has not elapsed
123-6																				Not Approved	13 wks has elapsed but only 2 good receipts