

Maintenance Excellence Using Lean to Drive Maintenance Excellence and Productivity MATT FEARON – PRESIDENT, TEREX AWP





Agenda



I. Basics

- 1) Fleet Maintenance
- 2) Lean Principles
- 3) Examples of How To Apply Lean

II. New Technology

- 1) Fleet Maintenance
- 2) Applying Lean



Maintenance Is Integral To Fleet Productivity & ROI



RIGOROUS MAINTENANCE COMBINED WITH TECHNOLOGY CAN PROPEL YOUR BUSINESS

Maintenance Formula For Success



Trained Technicians Standardized Maintenance "Purposeful" **Technology**

▲ Safety: In Workshops & Field

Recordable Rate

▲ Technician Productivity

- Hours/task
- Revenue/Employee
- Wrench Time
- ▲ Asset Productivity
 - Time Utilization
 - % Rental Ready



MAINTENANCE PROCESS SHOULD BE "CORE" TO THE BUSINESS

Basics Of Maintenance Excellence



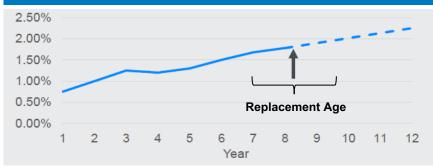
SERVICE TECH TRAINING:

- Standardized training plan
- Specify 40-80 hours/year per tech
- Include "Operating" training
- Automated tracking and scheduling
- Use OEM's, online and company training

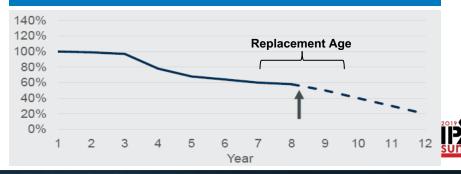
STANDARDIZED MAINTENANCE:

- P.M. plans by asset
- P.M.'s performed and documented after each rental
- Automated P.M. check lists
- Advanced parts ordering
- Standard turn times

Maintenance Cost



Resale Value



APPLY STANDARDIZED PROCESS TO BASICS THEN AUTOMATE TO DRIVE EFFICIENCY

The Basics of Lean

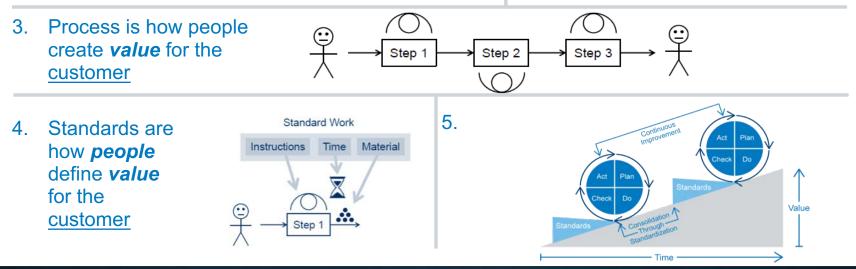


1. Lean is based on the respect and engagement of *people*

The key to lean is how people think



 The goal of lean is for *people* to increase *value* for the <u>customer</u>
 Value = Benefits Costs
 Waste is everything that does not add *value* for the customer



Lean Basics To Maintenance



TRAINING PLAN





Instructions

STANDARDIZED MAINTENANCE



Target Times

5S & VISUAL MANAGEMENT





Required Parts



LEAN BASICS CAN BE EASILY TAUGHT AND APPLIED TO MAINTENANCE PROCESSES

Applying Lean To Annual Inspections



LEAN ASSEMBLY LINE



Units queued for inspection

Tech A running concurrent first steps (first step cycle time is half second step)

Tech B running second step

Completed Unit





Visual management for level loading



5S for each work area





New Technology for Fleet Maintenance





The Need For Maintenance



Descriptive



Predictive



Prescriptive



"What is happening?" "What will happen?"

- o Hours
- o Location
- o Machine idle time
- o Faults

- Predict failures before they occur
- "What do I need to do?"
- Recommend action to be taken



Future – Cooperating Machines

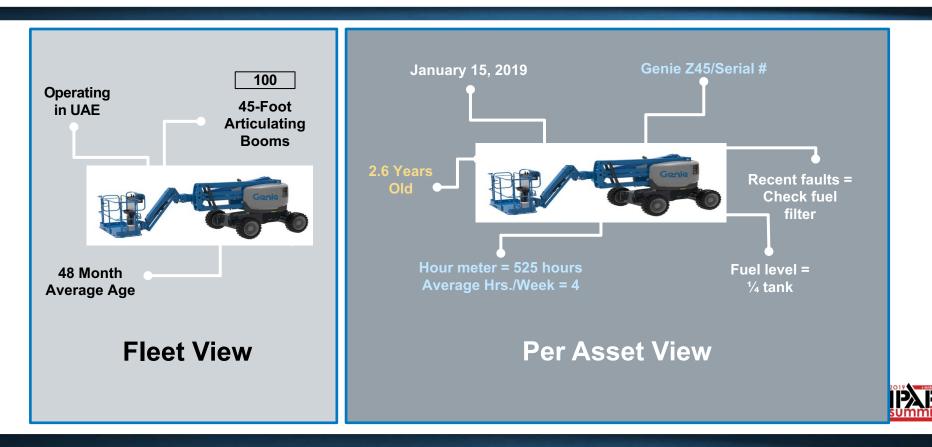




MACHINE DATA WILL BECOME INCREASINGLY ACCESSIBLE, CREATING PRODUCTIVITY OPPORTUNITIES

Moving From "Fleet View" To "Asset View"





MOST COMMON FAILURES CAN NOW BE PREDICTED

Maintenance Features





Maintenance Plans

- Pre-loaded Maintenance Plans
- Hourly and Calendar based (Quarterly, etc)
- Customers can add their assets to these plans
- Customers can create plans
 of their own
- Genie plans also provide part numbers for parts required to complete service

Actionable information – Maintenance Due

- Customers can indicate how far in advance of a scheduled interval they would like to be notified (hours or calendar based)
- Dashboards visually highlight
 machines coming due and over due
- Service Managers can prioritize
 work based on what is coming due

Maintenance Records/History

- Customers can record completed maintenance in the portal
- Allows customers to capture:
 - Work order number
 - Who completed the service
 - Hour meter reading at the time of service
 - Notes/Comments on what was done
- Maintenance History for any maintenance completed via the portal



Augmented Reality (AR)



AR = AN INTERACTIVE MIX OF THE REAL WORLD ENVIRONMENT WITH SUPERIMPOSED OBJECTS



Augmented reality will reshape maintenance and training in the near future.



Ability to download schematics



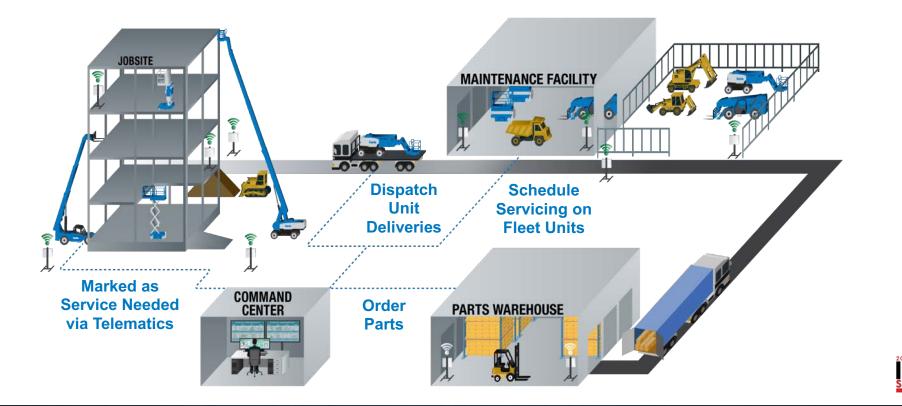
Live Remote Help



NEW TECHNOLOGY CAN BE USED TO IMPROVE THE PRODUCTIVITY & EFFICIENCY OF SERVICE TECHNICIANS

Telematics and Fleet Management





Questions?





Less equipment downtime translates to:

- More productivity, equipment utilization
- Increased rROIC





Thank you

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