

1 **LETTER OF UNDERSTANDING NO. 37**

2 **SUBJECT: MATERIALS DELIVERY AND INVENTORY**
3 **PROCESS**

4 ~~The Company and the Union agree that parts, materials, tools, kits and other~~
5 ~~goods or products furnished by an internal or external supplier, vendor,~~
6 ~~contractor, or subcontractor may be delivered or presented to the Company~~
7 ~~at any location to be designated by the Company, including but not limited~~
8 ~~to local receiving areas, staging areas, parts control areas, materials and tool~~
9 ~~storage areas, and/or factory locations where parts or assemblies are~~
10 ~~installed. Such locations will be staffed, as necessary, with Company~~
11 ~~employees, including bargaining unit employees in classifications~~
12 ~~responsible for receiving and distribution, and job functions performed by~~
13 ~~employees that fall within bargaining unit job description(s) will continue to~~
14 ~~be performed by such bargaining unit employees.~~

15 ~~On Commercial Airplane programs other than 787 Everett, internal and~~
16 ~~external suppliers, vendors, contractors, or subcontractors may, at the~~
17 ~~Company's request, perform inventory transactions related to goods or~~
18 ~~products they are delivering or furnishing to the Company, with bargaining~~
19 ~~unit employees tracking use, disbursement, acquisition, and/or inventory of~~
20 ~~parts, materials, tools, kits, and other goods or products consistent with~~
21 ~~bargaining unit job descriptions.~~

22 ~~The Company's Materials Delivery Group Process Owner will consult with~~
23 ~~the Union Site Representatives on a monthly basis to discuss activities and~~
24 ~~issues related to the Materials Delivery and Inventory process and to discuss~~
25 ~~opportunities to improve the process, including the most efficient use of~~
26 ~~Boeing employees and resources and the implementation of new technology.~~
27 ~~Upon the Union's request, the Company will conduct a quarterly review to~~
28 ~~discuss decisions or issues with the Materials Delivery and Inventory~~
29 ~~process from the previous quarter's activity.~~

30 ~~The parties will explore options for retraining or reassigning bargaining unit~~
31 ~~employees to equal level jobs when bargaining unit employees are impacted~~
32 ~~by the Company's implementation of process and technology changes. In~~
33 ~~addition, forklift drivers (419 classification), MPRFs (614 classification),~~
34 ~~Factory Consumables Handlers (607 classification), Environmental Control~~
35 ~~Workers (HazMat—855 classification), and Shipping/Distribution (611~~
36 ~~classification) as of September 3, 2008 will not be laid off or removed from~~
37 ~~their job classification and grade as a result of the Materials Delivery and~~
38 ~~Inventory process.~~

1 Except where vendors are already performing the work, all receiving,
2 inventory, distribution tracking and acquisition of parts, materials, tools, kits
3 and other goods or products consistent with bargaining unit job descriptions
4 shall be performed by bargaining unit employees. Nothing in this Letter of
5 Understanding will be construed to permit sSuppliers or vendors are not
6 permitted to install parts or components on the airplane; unless the vendors
7 or suppliers are correcting errors or performing warranty work.

8 Dated: ~~November 2, 2008~~September 13, 2024