

Genesee Cost Recovery Fee Schedule

Infraction		Penalty Charges
1	PPAP submission incorrect/ incomplete: a) supporting documentation does not meet submission level requested, b) part/data indicates noncompliance to engineering drawing/standards requirements, c) timing for submission is past due without authorization	\$500.00 per submission
2	For all product engineering changes (ECN's) or process changes-shipment of any material without prior notification and authorization Hardcopy of Part Submission Warrant (PSW) is mandatory prior to shipment of any changes unless otherwise directed. Expired Interim approval will incur the same penalty	\$750.00 per issue
3	No prior notification & acknowledgement of Under(short)/ Over/ Late shipment	\$1000.00 per occurrence plus any cost related to downtime
4	a)Receiving discrepancy (quantity/ mislabeled/ mixed containers, mixed parts, FIFO) b) Incorrect invoicing	\$250.00 per issue
5	Premium Freight monitoring/ processing fee	\$250.00 per occurrence
6	Sort/ Rework/ Testing/Investigate/Tear down of any non-conforming components, or extra material handling due to 3rd party sort, by Genesee employee	\$50.00/ man hours
7	Downtime of production lines caused by Supplier issue	Minimum of \$1000, or \$50.00 (hourly rate) x # of employees (whichever is greater) plus all OEM related cost
8	In-plant processing fee for all rejection notices including Material Rejection Notice (MRN), Corrective Action Requests (CAR) and Third party sort. Failure to provide RMA/ Acknowledgement number within 24 business hours	\$2000/notice. (may increase in \$100 increments)
9	Late corrective action report/ updates and failure to close a corrective action by the target date (without Genesee authorization for extension)- CAR must reflect all actions implemented	24 hr Initial response/ containment- \$250.00 \$100.00 per day on past due actions or no action
10	Direct material from other suppliers that were scrapped as a result of teardowns on offending supplier's defects	Cost of component x quantity impacted
11	Failure to provide notification of ISO 9001:20015 registration suspension, expiration, or not providing a copy of registration certificate. Failure to provide completed Genesee Supplier quality questionnaire	\$500.00

Upon written notification, Supplier will be given 30 days to dispute the infraction. After 30 days, cost will be debited from suppliers account.