

Audit Review and Evaluation of Jemison Metals

3800 Colonnade Parkway, Suite 250
Birmingham, AL 35242

Date of Audit: 9/27/21

Auditor(s): Brian P Smith – Quality Manager-Central Division

1.0 Summary

This internal audit review provided an evaluation of Jemison Metals' current level of conformance to ISO 9001, against the current internal audit schedule. The audit measured how effectively the quality management system is implemented in conformance with the applicable requirements and standards (see audit areas underlined in 2.2 below). **Based upon my review, the QMS is effectively implemented.**

6 Planning

QMP 6.3 Planning of Change. Date 8/31/18 Rev A

Scope that covers QMS changes that could affect the integrity of the QMS, resources, responsibilities, and authorities. References QMP 8.4 New Supplier Evaluation & Approval based on the scope requirements and Section 5.1 reference to modifications of raw material providers.

7 Support

7.5 Documented Information

QMP 7.5 Documented Information, date 11/1/18 Rev B Reviewed.

Reviewed JDM-F-050 (7.9.19 Rev 1) Supplier Scorecard.

Reviewed PCF form JDM-F-200 (7/20/18 Rev 0) to confirm correct revision is available within each plant's Quality intranet. (OBS1 from 2020 internal audit)

8 Operation

QMP 8.1 Award Review, Date 7/20/18 Rev Original

Reviewed contract review for Tarter Fab 3.19.21 for nine fabrication parts.

All appropriate company functions were represented, and contract review documents were available on call invite. (Document copy in audit evidence)

QMP 8.4 New Supplier Evaluation and Review, Date 7/09/18 Rev Original,

Scope covers new Supplier that that can affect Jemison's product Quality.

8.7 Control of Nonconforming Product

QMP 8.7 Control of nonconforming outputs. MRB meets first available Friday of each month, via conference call, to insure appropriate review and disposition of all nonconforming product. Disposition is a function of the QMR and Material Management.

The MRB from 9.1.21 was reviewed. The 14 day or older reject warehouse is down 44% since previous month and down 83% from the highpoint in April. The mill claim warehouse is up 1% since previous month and overall, down 89% since the highest month in February.

(Evidence available in electronic copy)

9 Performance Evaluation

9.2 Internal Audits

Internal and Process audits were reviewed. YTD totals are as follows

CLV - 5 Process, 1 Internal

DEC - 8 Process

GAD - 9 Process

LYN - 12 Process, 1 Internal

SMT - 5 Process

SM2 – 37 Dock audits

Corporate-1 Internal audit 12.14.20

1. Reviewed: OBS1 – closed. Rev 1 is within each plant quality site.

10 Improvement

10.2 Nonconformity and corrective action

No corrective actions at corporate since last audit.

COP 1 Sales, Quotation, (Contract/Review)

Reviewed contract review for Tarter Fab 3.19.21 for nine fabrication parts.

All appropriate company functions were represented, and contract review documents were available on call invite. (Document copy in audit evidence)

COP 2 Production

On time delivery, and DPPM reports for the last year reviewed.

On time delivery YTD percentages as follows

JM companywide 79.87%

CLV: 94.5%

GAD/DEC: 70.32%

GAD FAB: Aug 70.22% and July 72.17%

LYN: 90.24%

LYN FAB: Aug 71.66% and July 74.41%

SMT: 94.25%

SM2: 61.21

Goal 98%

(Document copy in audit evidence)

“Fabrication has been the main drag on company OTD performance. We began reporting GAD & LYN-FAB separately in Q4 of 2019 to better understand what’s occurring. We will continue to report/monitor FAB separately, although it is combined into the above reports. The main causes of the low OTD numbers for Fabrication are related to:

1) Capacity Planning/Visibility, 2) Machine Downtime, 3) Strong Fab Growth”

DPPM YTD Goal <3,900

JM companywide 1250

CLV: 1346

GAD: 905

DEC: 617

LYN: 1298

SMT: 1546

SM2: 4764

Goal <3,900

(Document copy in audit evidence)

SOP 1 Training

New hire training checkoff for John Duhon reviewed.

Sign offer letter, Acknowledgement of receiving new hire package and reading Jemison Metals Policies and Documents were all checked off as well as job appropriate new hire training. Dated 4.19.21

- OBS1: Some items on the manager checklist are past due.

SOP 2 Purchasing

Purchasing process reviewed. Reviewed sheet bundle purchased for Blue Bird Body on PO GAD 19995-1, pulled all documentation (req, PO, B/L) from paperless system. All required documentation available in system.

(Document copy in audit evidence)

SOP 3 Control of Monitoring & Test Equipment

No Monitoring or Test Equipment used at Corporate Office.

MOP 1 Management Review

1/25/21 Management Review Minutes reviewed. Found to be in conformance.

Pages reviewed:

Status of actions from Previous reviews

Opportunities for Improvement

Customer Feedback

Audit Results

Performance of external providers

(Document available in electronic copy)

2021 Management Review scheduled for early January 2022.

2.0 Overview

2.1 Personnel Interviewed (Audit evidence found in the Audit Worksheets)

Tina Brandt / Donna Tyler Frank Mareno	Rick Rowland
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2.2 Audited Requirements

<p>4 Context of the Organization</p> <p>4.4 Quality Management System and its processes</p> <p>5 Leadership</p> <p>5.1 Leadership and commitment</p> <p>5.1.2 Customer Focus</p> <p>5.2 Policy</p> <p>5.6 Management review</p> <p>6 Planning</p> <p>7 Support</p> <p>7.1.1 General</p> <p>7.2 Competence</p> <p>7.1.3 Infrastructure</p> <p>7.1.4 Environment for the operation of processes</p> <p>7.1.5 Monitoring and measuring resources</p> <p>7.5 Documented information</p>	<p>8 Operation</p> <p>8.1 Operational planning and control</p> <p>8.2 Requirements for products and services</p> <p>8.3 Design and development of products and services (N/A)</p> <p>8.4 Control of externally provided processes, products and services</p> <p>8.5 Production and service provision</p> <p>8.7 Control of nonconforming outputs</p> <p>9 Performance evaluation</p> <p>9.1 Monitoring, measurement, analysis and evaluation</p> <p>9.1.1 General</p> <p>9.1.3 Analysis and evaluation</p> <p>10 Improvement</p> <p>10.2 Nonconformity and corrective action</p>
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2.3 Approvals/Sign Off

Brian P Smith
Lead Auditor/QM

Date **9/27/21**

Nonconforming Corrective Action Report (CAR) for Jemison
Metals

CAR #	ISO 9001: 2015 Clause / Sub-Clause	Findings/Requirements	Observati on	Mino r	Major
OBS1	SOP 1	Some items on manager checklist show past due.	X		