



Aircraft maintenance and engineering (M&E), and maintenance, repair and overhaul (MRO)

Advanced Information Systems and Business Analytics for Air Transportation

M.Sc. Air Transport Management June 1-6, 2015



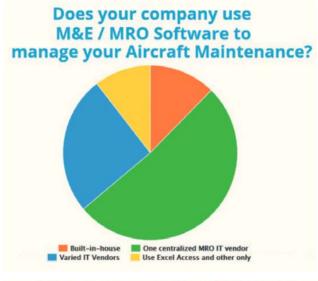


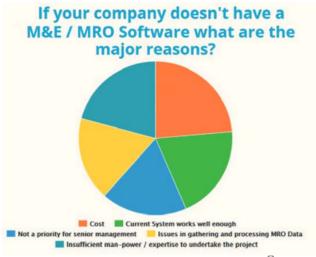




Operational trends

- Over 50% use one MRO software vendor. 11% still use Excel and Access to manage aircraft maintenance.
 - Such software are complex, require regulatory responsibility
 - Possibly high degree of loyalty
- 70% of companies who didn't have a M&E / MRO IT Solution are considering purchasing or developing a Solution. Cost and insufficient man-power / expertise are the major reasons why companies haven't yet implemented a software.
 - Somewhat concerning as they do not recognize yet the power if IT and big data



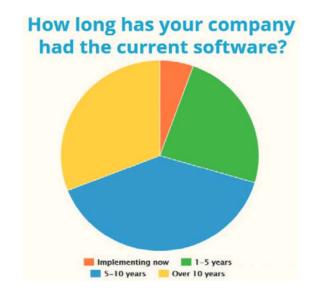


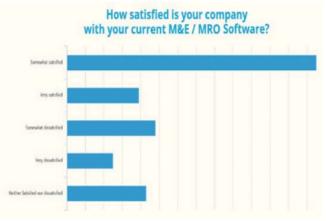




Operational trends

- 47% of companies surveyed have over 500 IT users. 19% have less than 50 IT users
- Over 70% of companies surveyed have used M&E / MRO Software for over five years. 6% are currently implementing a solution.
 - For most organizations the decision is not whether to use an IT system, but rather which solution
 - Trade-off: adopt system that best matches requirements (while experiencing a disruption) or sticking with the vendor who knows you well.
- 26% are dissatisfied with their current M&E / MRO Software. Only 13% are very satisfied



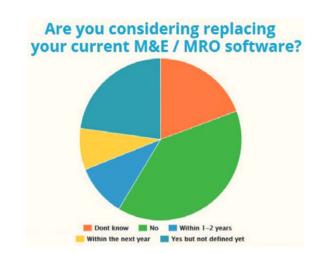






Operational trends

- 18% are considering replacing their current M&E / MRO software in the next two years
- The most important developments over the next few years

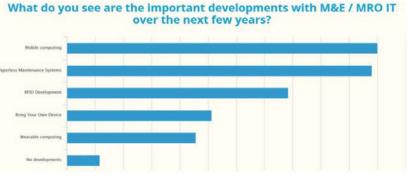


- Mobile computing (27%)
- Paperless maintenance systems

(27%)



- Bring your own device (13%)
- Wearable computing (11%)







MRO Big Data Analytics

MRO Analytics – Big Data Analytics

Operational Effectiveness

- Total maintenance cost by fleet types, maintenance checks, material & labour
- Actual vs.
 planned
 labour and
 material



Labour skill utilization

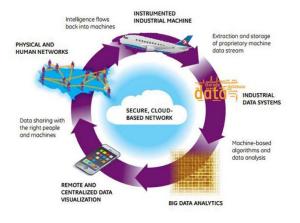
Inventory optimization

- Required vs. available quantity
- Slow and fast moving parts
- Fill rate analysis



Supply Chain Effectiveness

- Vendor analysis
- On-time delivery by vendors
- Lead days analysis



"50+ industry standard KPI's platform agnostic"

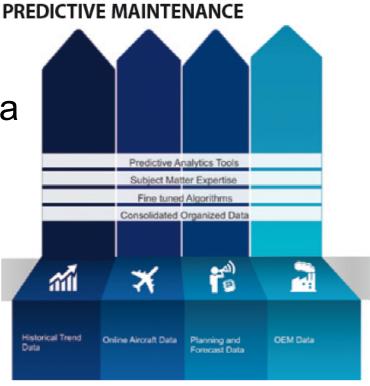
5





Predictive Maintenance

- Thus far: preventive maintenance
- Can we actually predict when a failure is about to occur?
- Such a system requires significant
 - Data from various sources
 - Appropriate tools for analytics
 - Subject matter expertise
 - Tweaking of the algorithms to refine them over time







Big Data

Sources of data:

- Own (ERP)
- Employees (emails, social media)
- Suppliers (their ERP)
- Customers
- Internet
- Etc.

Consolidation of data can lead to

- Predictive analysis
 - Expecting future outcomes
- Behavioral analysis
 - On-going improvements in methods and processes
- Real-time analysis
 - · Here-and-now decision making









How would it work

- Consider Flight EX-1234 from New York JFK to Amsterdam-Schiphol
 - During the flight, the systems indicates that one of the flight control computers is failing
 - It needs to be replaced
 - The information is sent to the main platform
 - The system start planning the maintenance procedure
 - Will tap into the inventory information
 - Will look into staff availability
 - It may also communicate with other suppliers' systems, find better/faster solutions
- The system would also improve regular maintenance
- This shall result with
 - more efficient operations
 - Reduction of human errors





AA's M&E tablet program

Mechanics need mobility

Cannot run back and forth between aircraft and office

- Parts availability
- Aircraft status
- Past maintenance
- Progression of maintenance
- At DFW, with more than 70 gates, aircrafts are not always where they are expected to be, mechanics need real-time information

American.





AA's M&E tablet program

Benefits:

- Tablet rings tells mechanic about assignments
- Upon arrival to gate:
 - Tells what has to be done
 - What has been done in the past
 - Tells Ops ground that mechanic is at the plane
 - If necessary, initiate boarding delay
- 1,200 CMMs (component maintenance manuals) were digitized
 - Immediately updated
- Focus on process:
 - Replaces work cards and calculations (elimination of errors)







AA's M&E tablet program

⊸Challenges

- Connectivity
 - An issue when you operate in 50 countries
 - Developed expertise in buying tablets overseas and replacing cellular cards
 - Mix of cellular (better outside) and wi-fi (better at terminal)
 - Offline capabilities (at cockpit)
- Regulation
 - Compatibility with FAA
 - Coordinated process and explained benefits to CMO (certificate management office)
- Initially only Samsung
 - Some prefer iPad, but had to resolve infrastructure security issues
 - Now employees have choice (but no Microsoft yet)
 - HTML 5 works anywhere
- Suitability for mechanics
 - Minimal typing
 - Zoom, touch
- Frequent updating
 - Every 30-45 days addressing comments from mechanics







- Started due to external requirement in 2007:
 - An engineering customer wanted to ensure tools are kept separately
 - Parts/tools can be mislaid
 - Raising safety, quality, efficiency concerns
- Teamed up with Airbus: project MEERA (Mobile Enabled Engine Repair Application)
 - Took 3 years to go live
 - Mistakes in the development process:
 - Proof of concept shall replicate normal operations, conditions
 - However, done separate from production, so everything went well
 - Back in production, realized many labels were missing
 - Investment: €750,000; expecting 4 times ROI within a year





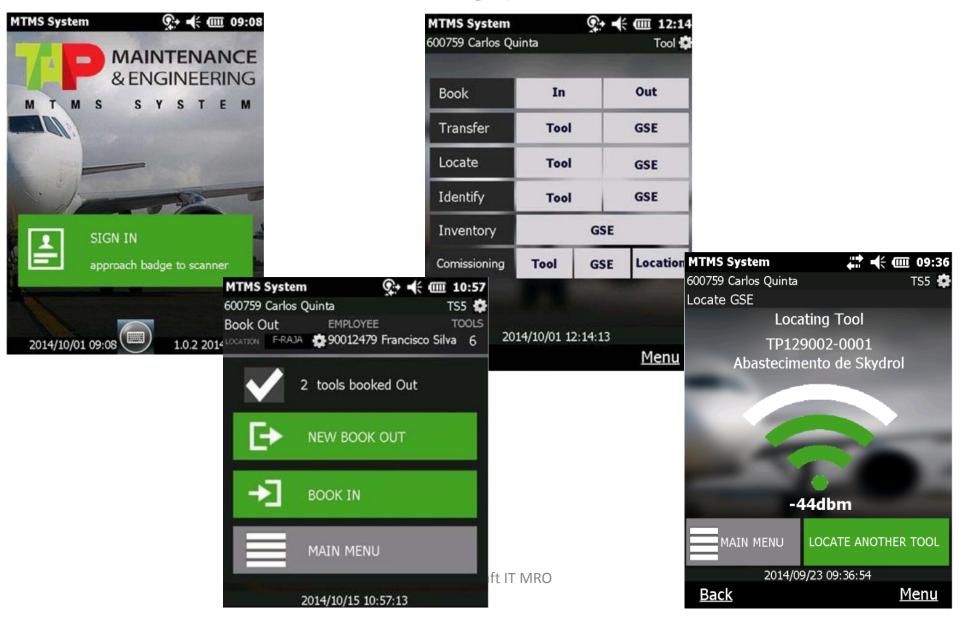


- ROI expectations too optimistic
 - Slow learning curve
 - Knowing where the parts are is not sufficient, still need to scan
 - Need to train mechanics how to place parts on the rack
 - Enable quick scanning
 - Solved by purchasing circular polarization RFID
 - Need to educate: will not solve all problems.
 - Will make some processes more efficient. Need to identify.
- Develop strategy
 - This is not a separate tool
 - Start with engine parts
 - Next proceed with tools and GSEs (ground support equipmer
 - Future delivery of A350 come with integrated RFID
 - Will follow with chemical products and lastly in line maintenance













✓Tools and GSE

- RFID and barcode (to leverage existing technology)
- Many tools: half specific, half generic
- · Existing tool system is offline: four stores relying on manual updating
- Existing GSE not controlled, relying on proper return
 - A lot of time spent due to misplacement
- Cost benefit analysis does not justify investment...
 - · Focus on quality, safety, and image
 - This is also part of the comprehensive solution
- Used RFID for GSEs but not for tools
 - Tools are already barcoded
 - 20,000 tools; hundreds of different sizes and sha results with many RFID tag types
 - Which tools to tag? Too many small tools
 - Importantly, fast inventory is required frequently for tools
 - Existing barcode system works well
- Required the installation of wireless infrastructure







Trends

- Maturing mobility
- Additive manufacturing
 - 3D printing
- Wearable devices
- Analytics



