STATEMENT OF MICHAEL WHITAKER ADMINISTRATOR, FEDERAL AVIATION ADMINISTRATION HEARING BEFORE THE UNITED STATES HOUSE COMMITTEE ON TRANSPORTATION AND INFRASTRUCTURE SUBCOMMITTEE ON AVIATION

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Chairman Graves, Ranking Member Larsen, Subcommittee Chairman Graves, Subcommittee Ranking Member Cohen, and members of the subcommittee, thank you for the opportunity to be here with you today to provide an update on the FAA's oversight of Boeing's production and manufacturing system. I want to thank the committee for your hard work in passing the FAA Reauthorization Act of 2024. The FAA started implementation immediately, and we are committed to keeping you and your staff updated on our progress on a quarterly basis.

I would like to begin by reiterating that the number one priority for the FAA is the safety of the flying public. As we carry out our regulatory responsibilities and oversight activities, safety will always inform our decision-making, and I am prepared to use the full range of my authority to ensure accountability whether from a manufacturer, an air carrier, or the FAA's own operations.

Alaska Airlines Flight 1282

On January 5, shortly after departure, Alaska Airlines Flight 1282 experienced rapid depressurization after the left mid exit door plug blew out of a Boeing 737-9 MAX. Immediately following the accident, on January 6, the FAA issued an emergency airworthiness directive grounding all 737-9 MAX airplanes with that particular door plug configuration.

We mandated and oversaw a thorough inspection and maintenance process on each of the grounded airplanes before allowing them to return to service. Our findings during those inspections revealed that the quality system issues at Boeing were unacceptable and required further scrutiny. We increased oversight activities including:

- Capping production of new Boeing 737 MAX airplanes to achieve system stability and compliance with required quality control procedures.
- Launching an investigation scrutinizing Boeing's compliance with manufacturing requirements.
- Increasing oversight of the production of new airplanes with more FAA safety inspectors on-site at all Boeing manufacturing facilities.
- Increasing data monitoring to identify significant safety issues.
- Commissioning an independent analysis of potential safety-focused reforms around quality control and delegation.

Boeing Comprehensive Plan

This past February, I directed Boeing to develop a comprehensive action plan within 90 days to address its systemic quality control and production issues. During the subsequent months, the FAA worked closely with Boeing as it developed its roadmap and plan for the path forward. I required this plan to address the findings from the FAA's special audit as well as the recommendations from the expert review panel report required by Section 103 of the Aircraft Certification, Safety, and Accountability Act of 2020 (ACSAA). Boeing provided its plan to the FAA on May 30, 2024, marking the beginning of the next chapter of ensuring implementation and a renewed focus on safety at Boeing.

However, this plan does not mark the end of the FAA's increased oversight of Boeing and its suppliers. There must be a shift in the company's safety culture to holistically address its systemic quality assurance and production issues. Our goal is to make sure Boeing implements the necessary changes and has the right tools in place to sustain those changes in the long term.

In April of this year, we issued regulations that require Boeing to have a Safety Management System, which will ensure a structured, repeatable, systematic approach to identifying hazards and managing risk.

As part of its comprehensive plan, Boeing has committed to the following:

- Increasing and enhancing employee training, engagement, and communication;
- Encouraging its employees to speak up without fear of reprisal;
- Boosting supplier oversight;
- Increasing quality oversight at every step of the production process, and ensuring things
 happen in the right sequence and are approved before moving forward;
- Getting more input from users of the system;
- Simplifying production processes and procedures; and
- Bringing state-of-the-art technology to Boeing tool and parts management.

To monitor the health of Boeing's production and quality system, including the impacts of those changes, we also directed Boeing to identify key performance indicators (KPIs). These KPIs directly correspond to the targets outlined in its comprehensive action plan to improve its safety and quality systems and will help assess the effectiveness of its proposed initiatives. The KPIs provide real-time visibility into the production system with specific control limits that will trigger corrective action if needed.

FAA's Oversight Activities

Boeing's manufacturing and production system is complex and multi-faceted, spanning multiple facilities and thousands of suppliers. Because of the complexity of its operations, Boeing must

have a robust safety system comprised of multiple layers that can detect and mitigate identified risks. The FAA will hold Boeing accountable for having an effective system in place with procedures that ensure the production and delivery of safe airplanes.

As a result of systemic production quality issues, Boeing must make significant changes to transform its quality system and ensure the right layers of safety are in place. As FAA Administrator, I am directly engaged with Boeing's senior leadership to ensure they execute the necessary changes to transform Boeing's safety culture and address its production quality issues. I met with their new CEO, Kelly Ortberg, last month and reemphasized to him our expectations that these changes must be sustained in the long term.

The safety and integrity of our air transportation system rely heavily on having a culture where people come forward with their safety concerns without fear of reprisal, and they have confidence in the process to know that their report will be investigated thoroughly. Boeing must maintain its own robust safety reporting programs and promote a safe and proactive reporting culture within its organizations.

We have added more safety inspectors in the Boeing and Spirit AeroSystems facilities, and we will maintain our increased on-site presence for the foreseeable future. Our surveillance activities include:

- More engagement with company employees to hear directly from them and gauge the effectiveness of changes outlined in Boeing's plan;
- Added inspections at critical points of the production process; and

 Increased auditing of quality systems, build processes, and changes outlined in Boeing's plan.

Our safety inspectors are also monitoring each of Boeing's sub-teams tasked with implementing the key areas of the plan. Our safety inspectors are providing direct feedback on Boeing's proposed changes and monitoring the KPIs to identify potential system risks. The FAA is closely reviewing the KPIs to monitor Boeing's production system health and will independently assess any early indicators of risks within the system.

In addition to the work the safety inspectors are doing on production oversight, we also have hundreds of other FAA personnel who are focused on other aspects of our oversight of Boeing. These employees are monitoring the in-service fleet through our continued operational safety processes, overseeing Boeing's Organization Designation Authorization, and conducting certification activities.

Addressing these safety issues also requires that the FAA continually examine the effectiveness of its own oversight processes and make the necessary improvements. We must continue to be increasingly proactive and establish more dynamic oversight protocols that allow us to anticipate and identify risks before they manifest themselves as events.

As our first step, we are reevaluating our current safety management initiatives and establishing a strategy to revamp our agency-wide safety management program. As part of this long-term strategy, we are in the process of elevating the role of our Executive Committee which oversees our regulatory oversight and safety management programs. To drive the necessary improvements to our oversight model across the agency, both the Deputy Administrator and I will serve on the

Executive Committee. By doing so, this commitment underscores the importance of promoting an effective safety culture at every level of the agency.

As the FAA enhances our oversight models agency-wide, we are also examining opportunities to leverage the vast internal and external data resources to become more predictive in identifying risks across the aviation system. To this end, the agency is undertaking a fresh look at our current capabilities to provide more real-time insight into any emerging safety trends and to share relevant data across the various components of our safety ecosystem.

Thank you again for the opportunity to be here today. I look forward to your questions.