GM Accessories "Transit Wheel" Process

The purpose of a Transit Wheel program is to provide production tires with a vehicle that can be swapped on to LPO wheels without consuming production grade wheels. Transit wheels are intentionally visually unappealing and not intended for normal driving/use. They are either black steel (i.e. Full Size Trucks and Utilities) or a less finish production aluminum wheel (i.e. Cadillac ATS, CTS and SRX). The Transit Wheel process also affords proper wheel size calibration from production and facilitates transporting the vehicle from the Assembly Plant to the Dealer. The 2017 and 2018 Cadillac XT5 utilize this Transit Wheel Process for LPOs S1R and S1S. The 20" tire is a Michelin Premier LTX 235/55R20 102H, PN 31714. GM PN 22996332. The following step-by-step process will assist ADIs with the proper handling of the Transit Wheel assemblies.

ADI LPO Wheel Package Orders, Transit Wheel Mounting and Balancing

- ADIs must secure Tire "Seed Stock" prior to LPO launch, to meet initial Dealer order demand.
- Subsequent orders will utilize the production "Transit" Tires (and TPMs FST/FSU ONLY) from recovered transit sets.
- Seed Stock can be secured through a local Tire Distributor or by calling GM Tire Program HQ @ 877-72-TIRES (877)-728-4737.
- In case of Seed Stock shortage, ADIs should leverage the GM approved tires that come on the vehicle to fill the LPO order
- ADIS SHOULD NOT SUBSTITUTE OTHER, NON GM APPROVED TIRES
- Failure to comply with this process will result in LPO Wheel package debits for the involved VIN(s)

ADI Action

- 1) ADI receives an LPO Package Order for the Vehicle's Accessory Wheels.
- 2) ADI mounts and balances the LPO Wheel & Tire assemblies per GM Engineering Specifications.
- 3) ADI ships to Dealer a complete LPO Wheel & Tire package (S1R/S1S include Lugs, Locks, Caps, TPMs). Tires are GM Approved Production initial tires are from ADI seed stock.
- 4) ADI requests "Transit Wheels" and Tires be returned to ADI from Dealer.
- 5) ADI coordinates and assumes all return freight expense from the Dealer.
- 6) ADI assesses and reconciles Dealer Core Charges for Transit Wheels (ref. ADI Billing and Core Charges below).
- 7) Upon return to ADI, the ADI will remove Production Tires (and TPMs FST/FSU ONLY) from Transit Wheels for reuse.
- 8) ADI is responsible for Transit Wheel final disposition (ref. Transit Wheel Disposition Process below).

If vehicle is received by Dealer with a damaged tire, the Dealer should file a Transportation Claim and provide new tire to ADI as part of the core return.

Transit Wheel Disposition Process

• Damage/Scrap – Process may include, but is not limited to; Sledge or Rim-Bending to the outboard flange, damaging a 3"-4" section inward.

ADI Billing and Core Charges: Below are a few recommendations that can be utilized when billing the Transit Wheels.

- 1) ADI creates a zero dollar dealer invoice for the LPO wheel assembly on line one for accounting with GM.
- 2) ADI creates a second line on the invoice for core charge of \$1,500 for the "transit" wheel assemblies.

OR, ADI can create two invoices to process the transaction.

- Invoice 1 Bill the wheels to GM LPO accounting and deliver to the dealer.
- 2) Invoice 2 Bill the dealer at \$1,500 core charge for the wheel assembly tracks dealer core return.
- ADIs are responsible for reconciliation of dealer "transit" wheel cores.
- ADIs should communicate and reinforce their return process to their Dealers regularly.
- Please include the defined return process, ADI contact names (Freight, ADI, etc.), Return Standards, Timing, Shipping Labels, etc.
- If a dealer does not return a transit core, a GM Accessory Representative can assist with Zone Team support.

<u>ADI Reimbursement</u>: ADIs are reimbursed at a rate of \$90 p/hr for a total reimbursement of \$235 per set for transportation, dismount, and re-mount and balance of Transit Wheels. *Below is the suggested assignment of labor.*

Wheel Recovery: \$100
Dismount "Transit Wheel" assembly: .5hrs / \$45
Mounting & Balancing: 1hr / \$90

Dealer Reimbursement: Reference Dealer Communication for more info.