# **SUPPLIER SELECTION -- TEST QUESTIONS**

- 4.10. Identify a design input consideration from the options below:
  - a. Concept phase
  - b. Regulatory issues
  - c. Prototype phase
  - d. Deployment

<u>Solution:</u> Regulatory issues could be a design input concern. Answer choices **a**, **c**, and **d** are several design phases.

### Answer b is correct.

Reference: CSQP Primer, Section IV - 4 and 7.

- 4.11. When assessing potential suppliers against identified requirements, which tools should be used?
  - a. Self-assessments, audits, and financial analysis
  - b. Peer reviews and industry criteria
  - c. Association databases for the specific products or services
  - d. Supplier reputation and recognition

<u>Solution:</u> When assessing potential suppliers, tools such as self-assessments, audits, and financial analysis are key factors which can be used. Certification and regulatory compliance are also considered.

# Answer a is correct.

Reference: CSQP Primer, Section IV - 13.

- 4.12. When a purchase order for products or services includes sub-tier supplier requirements, the requirements for the sub-tier supplier are generally:
  - a. Not as specific as those for the supplier
  - b. Required to be flowed down from the supplier
  - c. Determined solely by the supplier and not the purchase order
  - d. Tighter than the purchase order supplier requirements

<u>Solution</u>: ISO 9001, paragraph 8.4.1 states "The organization shall ensure that externally provided processes, products and services conform to requirements. It is the responsibility of a first-tier supplier to ensure that all requirements and technical documentation imposed via the purchase order are contractually flowed down to each sub-tier supplier and are adhered to.

# Answer b is correct.

Reference: CSQP Primer, Section IV - 9. ISO 9001: 2015. "Sub-tier Supplier Management Guide." Northrop Grumman.

### SUPPLIER SELECTION -- TEST QUESTIONS

- 4.13. Why are prototypes for complex products required, instead of going directly to production?
  - a. They are used to fill back-orders placed before product release dates
  - b. They enable the customer to get some product free, or at very low cost
  - c. They are a basis for final design changes before full-scale manufacturing
  - d. They demonstrate the supplier is capable of meeting the specifications

<u>Solution:</u> Prototypes provide a means for the supplier to demonstrate they can produce, at least on a limited basis, products that meet the specifications. They also provide a method for the customer to verify that design and product specifications are met by the supplier.

### Answer d is correct.

Reference: CSQP Primer, Section IV - 11.

- 4.14. Which of the following collective factors would be most important when selecting a supplier, if the modern interdependency philosophy is followed?
  - a. Shared technology and shared building space
  - b. Initial price and corrective action
  - c. Management philosophy and in-process controls
  - d. Profit sharing and low shipping cost

<u>Solution:</u> Of the choices presented, answer **b** is the weakest. Initial price is not as important as life cycle cost. Corrective action is important but preventative action may be better. Answers **a** and **d** have distracter elements. Answer **c** is important

#### Answer c is correct.

Reference: CSQP Primer, Section IV - 11/12 (and logic).

- 4.15. During an internal design review, which of the following is principally concerned with human factors?
  - a. The chairperson
  - b. The marketing representative
  - c. A materials engineer
  - d. A safety engineer

<u>Solution:</u> OK, so all members of an internal design review committee are concerned with human factors. However, a safety engineer has human factors as a principal concern.

### Answer d is correct.

Reference: CSQP Primer, Section IV - 6.

### **SUPPLIER SELECTION -- TEST QUESTIONS**

- 4.16. Decision tree analysis is considered a form of:
  - a. Sensitivity analysis
  - b. Expected monetary value analysis
  - c. Risk analysis
  - d. Modeling simulation

<u>Solution:</u> Decision tree analysis is definitely a risk analysis tool. The other answer choices are forms of risk analysis that vary somewhat from decision tree analysis.

# Answer c is correct.

Reference: CSQP Primer, Section IV - 20/21.

- 4.17. Juran indicates that a visit to a customer's plant would be necessary for:
  - a. Regulatory compliance
  - b. Product performance analysis
  - c. Process capability analysis
  - d. Quality system evaluation

Solution: Juran suggests that a quality system evaluation requires a supplier site visit.

# Answer d is correct.

References: CSQP Primer, Section IV - 12/13. . Juran, J. M. (1999). Juran's Quality Handbook, 5th ed. New York: McGraw-Hill.

- 4.18. What supplier comparison element would give an indication of whether a customer would consider them for STS and JIT procurement?
  - a. Management and employee capabilities
  - b. Production and scheduling systems
  - c. Process and technological capabilities
  - d. Financial stability and structure

<u>Solution</u>: All answers are important considerations when comparing and evaluating suppliers. However, a progressive production and scheduling system is the best indicator of STS and JIT procurement potential.

# Answer b is correct.

Reference: CSQP Primer, Section IV - 10.

# **SUPPLIER SELECTION -- TEST QUESTIONS**

- 4.19. In what design phase are design inputs acquired and documented?
  - a. Prototype
  - b. Design
  - c. Deployment
  - d. Concept

<u>Solution:</u> One would think that design inputs are acquired and documented in the design phase. However, they are actually accumulated in the concept phase.

# Answer d is correct.

Reference: CSQP Primer, Section IV - 7.

- 4.20. McKeller suggests that following an evaluation of potential product sources the next step would be:
  - a. Adding the supplier to an approval list
  - b. Complete a detailed supplier assessment
  - c. Undertake further in-depth supplier investigation
  - d. Use pre-screening criteria on the supplier candidate

<u>Solution:</u> The selection process recommended by McKeller would proceed up the answer choices from answer **d** to answer **a**. Thus, answer **d** would come next.

### Answer d is correct.

References: CSQP Primer, Section IV - 13. McKeller, J.M. (2014) Supply Chain Management DeMystified. McGraw - Hill Education.

- 4.21. A supplier's alignment with a customer's goals would most clearly affect:
  - a. Their long term relationship potential
  - b. Their processing and technological capabilities
  - c. Their quality and governmental compliance
  - d. Their financial stability and cost structure

<u>Solution:</u> All of the answer choices are important to a customer. However, goal alignment would be a major contributor to a long term supplier/customer relationship.

# Answer a is correct.

Reference: CSQP Primer, Section IV - 10/11.