

David J. Johnson Director Service Engineering Operations Ford Customer Service Division Ford Motor Company P. O. Box 1904 Dearborn, Michigan 48121

November 15, 2018

TO: All U.S. Ford and Lincoln Dealers

SUBJECT: NEW VEHICLE DEMONSTRATION / DELIVERY HOLD -

Safety Recall 18S38

Certain 2019 Model Year Nautilus Vehicles

Driver Airbag Replacement

AFFECTED VEHICLES

Vehicle	Model Year	Assembly Plant	Build Dates
Nautilus	2019	Oakville	October 11, 2018 through October 19, 2018

Affected vehicles are identified in OASIS and FSA VIN Lists.

REASON FOR THIS SAFETY RECALL

In the affected vehicles, the driver airbag cover may separate in the event of a crash necessitating airbag deployment. A driver airbag cover separation may increase the risk of occupant injury.

SERVICE ACTION

Before demonstrating or delivering any new in-stock vehicles involved in this recall, dealers are to replace the driver airbag following the dealer bulletin technical information. This service must be performed on all affected vehicles at no charge to the vehicle owner.

NOTE: Parts are currently not available in sufficient quantities to repair all vehicles. Part orders can be requested through the Special Service Support Center (SSSC) using the SSSC link at the bottom of the OASIS VIN report screen to repair vehicles that meet the following criteria only:

- Affected customer vehicles that arrive at your dealership.
- New in-stock vehicles with a signed sales contract.

It is anticipated that parts will be available in sufficient quantities to repair all vehicles the week of December 17, 2018. Refer to Attachment II for additional information.

OWNER NOTIFICATION MAILING SCHEDULE

Owner letters are expected to be mailed the week of November 26, 2018. Dealers should repair any affected vehicles that arrive at their dealerships, whether or not the customer has received a letter.

PLEASE NOTE:

Federal law requires dealers to complete this recall service before a new vehicle is delivered to the buyer or lessee. Violation of this requirement by a dealer could result in a civil penalty of up to \$21,000 per vehicle. Correct all vehicles in your new vehicle inventory before delivery.

ATTACHMENTS

Attachment I: Administrative Information

Attachment II: Labor Allowances and Parts Ordering Information

Attachment III: Technical Information

Owner Notification Letter

QUESTIONS & ASSISTANCE

For questions and assistance, contact the Special Service Support Center (SSSC) via the SSSC Web Contact Site. The SSSC Web Contact Site can be accessed through the Professional Technician Society (PTS) website using the SSSC link listed at the bottom of the OASIS VIN report screen or listed under the SSSC tab.

Sincerely,

David J. Johnson

NEW VEHICLE DEMONSTRATION / DELIVERY HOLD - Safety Recall 18S38

Certain 2019 Model Year Nautilus Vehicles
Driver Airbag Replacement

OASIS ACTIVATION

OASIS will be activated on November 15, 2018.

FSA VIN LISTS ACTIVATION

FSA VIN Lists will be available through https://web.fsavinlists.dealerconnection.com on November 15, 2018. Owner names and addresses will be available by December 7, 2018.

NOTE: Your FSA VIN Lists may contain owner names and addresses obtained from motor vehicle registration records. The use of such motor vehicle registration data for any purpose other than in connection with this recall is a violation of law in several states, provinces, and countries. Accordingly, you must limit the use of this listing to the follow-up necessary to complete this recall.

SOLD VEHICLES

- Lincoln has not issued instructions to stop selling/delivering or driving <u>used</u> vehicles under this safety recall. Owners should contact their dealer for an appointment to have their vehicles remedied as soon as practicable. Owners can continue to safely drive their vehicles if they follow all instructions and warnings contained in the recall notice.
- Owners of affected vehicles will be directed to dealers for repairs.
- Immediately contact any of your affected customers whose vehicles are not on your VIN list but are identified in OASIS. Give the customer a copy of the Owner Notification Letter (when available) and schedule a service date.
- Correct other affected vehicles identified in OASIS which are brought to your dealership.
- Dealers are to prioritize repairs of customer vehicles over repairs of new and used vehicle inventory.

STOCK VEHICLES

- Correct all affected units in your new vehicle inventory before delivery.
- Use OASIS to identify any affected vehicles in your used vehicle inventory.

DEALER-OPERATED RENTAL VEHICLES

The Fixing America's Surface Transportation (FAST) Act law effective June 2016 prohibits a rental company from selling, renting or leasing vehicles subject to a safety or compliance recall. Please consult your legal counsel for legal advice.

TITLE BRANDED / SALVAGED VEHICLES

Affected title branded and salvaged vehicles are eligible for this recall.

OWNER REFUNDS

Refunds are not approved for this program.

RENTAL VEHICLES

Rental vehicles are not approved for this program.

NEW VEHICLE DEMONSTRATION / DELIVERY HOLD - Safety Recall 18S38

Certain 2019 Model Year Nautilus Vehicles
Driver Airbag Replacement

LINCOLN PICKUP AND DELIVERY

Owners of 2017 MY and newer Lincoln vehicles have the option of requesting pickup and delivery service with a Lincoln loaner, from their dealership. For details, reference EFC06121, 2018 Lincoln Pickup & Delivery Updates.

LINCOLN CLIENT SPECIAL HANDLING

To ensure the best possible experience for Lincoln owners, Lincoln Dealers are encouraged to utilize the Lincoln Loyalty Program to provide clients with surprise and delight offerings, such as:

- Fuel fill
- Gift Card for the client's favorite restaurant

The Lincoln Loyalty Program is exclusive to Lincoln Dealers. Owners will not be notified of this service in owner mailings. Reference EFC06196, Lincoln Loyalty Program Announcement for additional details.

ADDITIONAL REPAIR (LABOR TIME AND/OR PARTS)

Additional repairs identified as necessary to complete the FSA should be managed as follows:

- For related damage and access time requirements, refer to the Warranty and Policy Manual / Section 6 – Ford & Lincoln Program Policies / General Information & Special Circumstances for FSA's / Related Damage.
- For vehicles within new vehicle bumper-to-bumper warranty coverage, no SSSC approval is required, although related damage must be on a separate repair line with the "Related Damage" radio button checked.
 - o Lincoln vehicles 4 years or 50,000 miles

CLAIMS PREPARATION AND SUBMISSION

- Claim Entry: Enter claims using Dealer Management System (DMS) or One Warranty Solution (OWS) online.
 - When entering claims, select claim type 31: Field Service Action. The FSA number (18S38) is the sub code.
 - For additional claims preparation and submission information, refer to the Recall and Customer Satisfaction Program (CSP) Repairs in the OWS User Guide.
- Related Damage/Additional labor and/or parts: Must be claimed as Related Damage on a separate repair line from the FSA with same claim type and sub code as described in Claim Entry above.
 - **IMPORTANT:** Click the Related Damage Indicator radio button.
- Lincoln Client Special Handling: For Lincoln Client Special Handling, reference EFC06196, Lincoln Loyalty Program Announcement for Requirements and Claiming Instructions. Claims for Lincoln Loyalty should be submitted as a separate line on the same Repair Order.

NEW VEHICLE DEMONSTRATION / DELIVERY HOLD - Safety Recall 18S38

Certain 2019 Model Year Nautilus Vehicles
Driver Airbag Replacement

LABOR ALLOWANCES

Description	Labor Operation	Labor Time	
Replace Driver Airbag (includes original driver airbag deployment and disposal)	18S38B	0.8 Hour	

PARTS REQUIREMENTS / ORDERING INFORMATION

SSSC Web Contact Site:

Dealers must determine the correct service part number by VIN using the parts catalog and base part number provided below.

To place an order for a driver airbag, submit a VIN-specific Part Order contact via the SSSC Web Contact Site.

Part Number	Description	Order Quantity	Claim Quantity
-63043B13-	Driver Airbag (refer to parts catalog)	1	1

NOTE: Driver airbags are currently not available in sufficient quantities to repair all vehicles. Due to limited part supply, it is possible not all parts requests can be filled. Driver airbag part orders can be requested through the SSSC using the SSSC link at the bottom of the OASIS VIN report screen to repair vehicles that meet the following criteria only:

- Affected customer vehicles that arrive at your dealership.
- New in-stock vehicles with a signed sales contract. (submit copy of contract via SSSC link).

It is anticipated that parts will be available in sufficient quantities to repair all vehicles the week of December 17, 2018.

Dealers will be notified via a DOES II communication if circumstances warrant a change in part supply strategy and when open ordering resumes.

DEALER PRICE

For latest prices, refer to DOES II.

PARTS RETENTION AND RETURN

Follow the provisions of the Warranty and Policy Manual, Section 1 - WARRANTY PARTS RETENTION AND RETURN POLICIES.

EXCESS STOCK RETURN

Excess stock returned for credit must have been purchased from Ford Customer Service Division in accordance with Policy Procedure Bulletin 4000.

CERTAIN 2019 MODEL YEAR NAUTILUS VEHICLES – DRIVER AIRBAG REPLACEMENT

OVERVIEW

In the affected vehicles, the driver airbag cover may separate from the driver airbag assembly in the event of a crash necessitating airbag deployment. A driver airbag cover separation may increase the risk of occupant injury. Before demonstrating or delivering any new in-stock vehicles involved in this recall, dealers are to replace the driver airbag following the dealer bulletin technical information. This service must be performed on all affected vehicles at no charge to the vehicle owner.

SERVICE PROCEDURE

Recommended Tool List:

General Tools	General Equipment	
Pocket Screwdriver	Two 20 Gauge Wires (9.14 m/30 ft)	
3mm Hex Key	Two Alligator Clips (or equivalent)	
	Two Ratchet Straps (or equivalent)	
	Electrical Tape	
	Wiring Pigtails	

NOTE: The affected vehicles are NOT equipped with adaptive steering.

- 1. Replace the Driver Airbag. Please follow the Workshop Manual (WSM) procedure in Section 501-20B.
- 2. Perform the Pyrotechnic Device Disposal procedure. Please follow the WSM General Procedures in Section 501-20B.