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DLMSO

June 23, 2010

MEMORANDUM FOR DLA AND NAVY PROCESS REVIEW COMMITTEE MEMBERS

SUBJECT: Approved Defense Logistics Management System (DLMS) Change (ADC) 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP Depot Level Reparables (DLRs), Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel (Staffed as PDC 404)

The attached change to DOD 4000.25-M, DLMS, is approved for implementation. The updated DLMS Supplements will be posted to the Defense Logistics Management Standards Office (DLMSO) Web site http://www.dla.mil/j-6/dlmso/elibrary/TransFormats/formats.asp in conjunction with other related changes supporting the Navy Base Realignment and Closure (BRAC) implementation. It is anticipated that the finalized DLMS Supplements will be available in late June-early July. This change is required for an upcoming release to support Defense Logistics Agency (DLA) and Navy BRAC Retail Supply, Storage and Distribution (SS&D)/Inventory Management and Stock Positioning (IMSP).

Addressees may direct questions to the DLMSO point of contact Ms. Ellen Hilert, email: Ellen.Hilert@dla.mil. Others must contact their Component designated Supply Process Review Committee representative.

DONALD C. PIPP
Director
Defense Logistics Management
Standards Office

Attachment

cc:
ADUSD(L&MR)SCI
Supply PRC for remaining Components

ADC 377
Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP
DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel

1. ORIGINATOR: Defense Logistics Agency**,** DLA J-331, 703-325-1924 (DSN 427)

2. FUNCTIONAL AREA: Primary: Supply/ Logistics.

3. REFERENCES:

    a. Functional Requirements for DLA's implementation of Base Realignment and Closure (BRAC) Retail Supply, Storage And Distribution (SS&D)/Inventory Management and Stock Positioning (IMSP) Spiral 2

    b. Proposed DLMS Supplements on the DLMSO internet site eLibrary under DLMS Supplements to Federal Implementation Conventions - Transaction Sets, available at: http://www.dla.mil/j-6/dlmso/elibrary/TransFormats/140_997.asp.

    c. AT&L Memorandum transmitted April 21, 2010, subject: Proposed Changes in support of Navy BRAC Inventory Management and Stock Positioning (IMSP) Spiral II. This memorandum documents ADUSD(L&RM)SCI direction provided to DLA and Navy authorizing immediate implementation of this DLMS change.

4. REQUESTED CHANGE: Revisions subsequent to staffing are highlighted in yellow.

    a. Description of Change: This change establishes procedures to provide visibility to DLA of the Navy Shipyards (NSY) and Fleet Readiness Centers (FRCs)-prepared requisitions for DLR, Navy program-managed materiel, and nuclear consumable support materiel requisitions, and subsequent transactions, in support of the Navy-DLA BRAC 2005 SS&D concept of operations (CONOPS).   This change establishes a requirement for the Defense Automatic Addressing System (DAAS) to provide a copy of requisition (including modification, cancellation, and follow-ups), supply status, and receipt acknowledgement transactions to DLA based upon transaction content and prescribed business rules. Comment resolution/concurrence is provided at Enclosure 2.

    b. Background: As a result of the 2005 BRAC decision, retail supply, storage, and distribution functions and associated infrastructure supporting the Navy industrial/maintenance sites will transfer to DLA. The Navy sites consist of 2 NSYs and 3 FRCs.   The intent of the directive is to significantly improve combat effectiveness while reducing costs by developing a world-class, cost-effective supply chain focused on readiness; taking every opportunity to eliminate waste, reduce touches, reduce cost, and improve readiness. In accordance with the signed CONOPS, DLA has agreed to provide SS&D/IMSP support to the FRC and NSY sites, including DLR, Navy program-managed materiel, and nuclear consumable support materiel requisitioned by the Navy industrial activity (IA) directly from a Source of Supply (SoS) other than DLA.   Although DLA will not fill requisitions for these categories of materiel, DLA will be responsible for performing Materiel Obligation Validation (MOV) and some follow-up actions with SoS on behalf of the Navy. In order to do so, DLA must receive a copy of the requisition (including modification, cancellation, and follow-

ups) and subsequent supply status and materiel receipt acknowledgment (MRA) transactions.

c. **Detailed Procedures**

(1) **General**

(a) DAAS will prepare a copy of the applicable transaction and forward to DLA under the following circumstances:

1. Navy requisitions, requisition modifications, follow-ups, and cancellations when the originating Navy IA identifies DLA as the intended recipient of a copy of the transaction.

2. Navy DLR, Navy program-managed materiel, and nuclear consumable support materiel supply status transactions, which are recognized by a Cognizance Symbol (COG) where the first character is equal to 0, 2, 4, 6, 7, 8, and the status recipient DoDAAC is one of the identified Navy IA sites. **Note:** This is a temporary requirement intended to ensure that copies are provided for requisitions created prior to "Day Two." Day Two of BRAC implementation involves the transfer of ownership of certain inventories from the Navy to DLA and the roll-out of applicable information technology functions.

3. Navy DLR, Navy program-managed materiel, and nuclear consumable support materiel supply status transactions reflecting the DLA Distribution Code 5[1]. **Note:** This will ensure that copies are provided to DLA for requisitions generated after Day 2.

4. Navy MRAs when the originating Navy IA identifies DLA as the intended recipient of the MRA report.

(b) The Navy COG is a two-digit numeric-alpha code found in MILS-formatted transactions in record positions 55-56 as the last two positions of the Distribution Code field, or in DLMS-formatted transactions in the LQ segment using Qualifier COG. The COG identifies a stock-numbered item with the Integrated Materiel Manager (IMM) and indicates whether the material is managed in the Navy wholesale or retail accounting system.

(c) Navy FRC and NSY IA sites applicable to this proposal are:

- FRC EAST Cherry Point   N65923
- FRC SE, Jacksonville   N65886
- FRC SW San Diego   N65888
- PHNSY & IMF Pearl Harbor   N32253
- PNSY Portsmouth NH   N39040
- NNSY Norfolk   N42158
- PSNS & IMF Puget Sound   N4523A

(2) **Requisition Detailed Procedures**

1. Navy IA will submit a 511R (A3_) requisition for a DLR, Navy program-managed materiel, and nuclear consumable support materiel to the appropriate SoS. The requisition

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[1] Refer to ADC 369, Alternative Procedures for Material Obligation Validation (MOV) under Navy BRAC SS&D/IMSP (staffed as PDC 386), for establishment of DLA Distribution Code 5.

originating system will include the DLA Distribution Code 5, and identify DLA as the party to receive a copy in the DLMS requisition format.   DAAS (using the 511R party to receive copy as a trigger) will prepare an image copy of the transaction and forward to DLA (RIC SMS).   DAAS will indicate that the 511R transaction is an image copy using a qualifier in the beginning segment (BR06=FI) to allow immediate recognition that the transaction is not an actionable requisition for DLA.   This is also necessary for the 511M, and 869F where the modification or follow-up may act as an original requisition if unmated to a prior requisition record. DLA Enterprise Business System (EBS) will establish edits identifying the requisition as an image copy versus a live order, based on the image qualifier.   EBS will establish a "read-only sales order record" in EBS for the Navy IA requisition, taking no financial action or logistics action to fill/refer/reject the requisition. The sales order record will be used as the basis for follow-up actions with the SoS and when DLA performs MOV with the SoS in support of the Navy IA sites.[2]

> **2.**   This requisition requirement is applicable to the following transactions:

- 511R, Requisition (A3_)

- 511M, Requisition Modification (AM_)

- 869A, Requisition Inquiry (AF_)

- 869F, Requisition Follow-up (AT_)

- 869C, Requisition Cancellation (AC_)

(3)   Supply Status Detailed Procedures:

> **1.**   **Temporary Requirement based on COG.** When the DLR, navy program-managed materiel, or nuclear consumable support materiel SoS provides supply status using DLMS 870S or MILS AE_ for one of the above requisitions (identified by COG identified in paragraph 4.c.(1)(a)2 above) to the Navy IA (identified by the DoDAACs listed in paragraph 4.c.(1)(c) above), DAAS will prepare an additional status transaction and forward to DLA.   The DLA (DoDAAC=SL4701) will be identified as a status recipient.

> **2.**   **Standard Requirement based upon Distribution Code.** When the DLR, Navy program-managed materiel, or nuclear consumable support materiel SoS provides supply status using DLMS 870S or MILS AE_ for one of the above requisitions, the SoS will perpetuate the Distribution Code 5 to the supply status under MILSTRIP rules. DAAS will prepare the status transaction and forward to DLA.   DLA (DoDAAC=SL4701) will be identified as a status recipient.

> **3.**   DLA will update the status of the original read-only sales order record. If supply status unmatched to a sales order record within EBS, the supply status will be suspended for manual review. **Staffing Note**: To preclude a high initial volume of unmatched status transactions, IA site requisition history (for requisitions initiated prior to Day Two) may be made available to DLA.

> **4.**   Using UMMIPS standards, DLA will follow-up with other SoS on behalf of the Navy. This follow-up will occur when BB status (requisition is back-ordered against due in stock)

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[2] ADC 369 (PDC 386) establishes procedures for DLA support of MOV functions including DAAS re-routing of MOV transactions to DLA.

has been provided and the estimated shipment date has elapsed, but no updated supply status has been received. DLA will also follow-up to the SoS when no supply status is received subsequent to the requisition.

(4) **MRA Detailed Procedures:** When the Navy IA sends MRA using DLMS 527R (DR_), to the DLR, Navy program-managed materiel, and nuclear consumable support materiel SoS for the receipt acknowledgement, the originating system will identify DLA as an additional party to receive reports. DAAS (using the 527R party to receive reports as a trigger) will prepare a copy of the MRA and forward to DLA. Upon receipt of the MRA, DLA will update the status of the read-only sales order record, closing the order so that it is no longer considered for follow-up actions. If unmatched to a record, the MRA will be suspended for manual review. **Staffing Note**: As above, in order to preclude a high initial volume of unmatched MRA transactions, IA site requisition history (for requisitions initiated prior to Day Two) may be made available to DLA.

(5) **DLMS Supplements.** Revise as shown in the Enclosure 1.

d. **Alternatives:** None identified.

5. REASON FOR CHANGE: As a result of BRAC 2005 SS&D, DLA has assumed additional functions described above for Navy BRAC IA sites. The Navy no longer has support personnel or full systems capability to continue to perform MOV and follow-up actions. In order to accomplish these functions on behalf of the Navy, DLA EBS requires a copy of the applicable requisition, supply status, and MRA transactions applicable to Navy IA. Adding the DAAS business rules for generation of copies and updating the DLMS Supplements supports this capability.

6. ADVANTAGES AND DISADVANTAGES:

a. **Advantages:** EBS, NSYs, and FRCs will be able to comply with required functionality using DLMS standards for the BRAC IMSP Spiral 2 process.

b. **Disadvantages:** None identified.

7. IMPACT:

a. **DAASC:**

(1) DAASC must respond to the inclusion of the applicable qualifiers in requisition-related transactions and the MRA to trigger a copy of the transaction to DLA.

(2) DAASC must react to specified logic based upon COG and DoDAAC to trigger of an additional supply status transaction to DLA, as well as the new DLA Distribution Code 5.

b. **DLMS Data:** There are no new DLMS data elements associated with this change. This change expands usage of DLMS functionality and data.

c. **Materiel Receipt Acknowledgement (MRA) Follow-up (DLMS 527R/DI Code DRF) Concern.** This ADC does not provide a copy of the MRA Follow-up (DRF) transaction to DLA for DLRs, Navy program-managed materiel, and nuclear consumable support materiel. Since the Navy cannot process these DRF, DLMSO has identified this as a gap for further review. A process (manual or automated) should be in place to recognize and respond to MRA Follow-ups. If a DAAS

    d.   **DLMS Procedures:** DLMS manual procedures will be provided <mark>separately.</mark>

    e.   **Planned Implementation:** Testing may begin June 2010. The first site goes live January 2011, the EBS functionality will be put in production December 2010.

Enclosure 1, DLMS Supplements

Revise as shown in the tables below:

#	Location	DS 511R Requisition Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 5: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement
2	1/BR06/20	Revise DLMS notes for existing qualifier "FI" as follows: FI File DLMS Note: 1. Use with BRO2 Code AO *or BN* to identify a requisition image transaction ~~where the original transaction has bypassed the normal DAAS transaction flow~~. All transaction set recipients must use extreme caution to ensure that individual transactions do not process as action documents which affect accountable records. *2. Used where the original transaction has bypassed the normal DAAS transaction flow (e.g. CHA/CH1 transactions). Refer to ADC 86.* *3. Used on image transactions provided to DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* ==a DLA industrial activity support agreement.== *Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands and clarifies existing usage for image transactions.
3	2/N101/180	Revise DLMS notes for existing qualifier "PK" as follows: **PK Party to Receive Copy** **DLMS Note:** 1. Use as needed to identify an organization to be provided a copy of this transaction. Use with N103, qualifier M4 (Routing Identifier) and N106, qualifier To (Message To). 2. Must be used between Army and DLA for their integrated set assembly program, when an assembly component part being ordered by the Army is not managed by DLA, and DLA is acquiring it in support of the Army medical mission. *Refer to ADC 276.* *3. Used between Navy and DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* ==a DLA industrial activity support agreement.== *Refer to ADC 377.* *4.* DLMS enhancement; see introductory DLMS Note 3a.	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Copy.

#	Location	DS 511M Requisition Modification Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 5: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement.
2	1/BR06/20	Add new qualifier "FI" as follows: *FI File* *DLMS Note:* *1. Use with BRO2 Code AM to identify a requisition modification image transaction. All transaction set recipients must use extreme caution to ensure that individual transactions do not process as action documents which affect accountable records.* *2. Used on image transactions provided to DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under a DLA industrial activity support agreement. Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands usage for image transactions to the 511M.
3	2/N101/180	Revise DLMS notes for existing qualifier "PK" as follows: **PK Party to Receive Copy** **DLMS Note:** 1. Use as needed to identify an organization to be provided a copy of this transaction. Use with N103, qualifier M4 (Routing Identifier) and N106, qualifier To (Message To). 2. Must be used between Army and DLA for their integrated set assembly program, when an assembly component part being ordered by the Army is not managed by DLA, and DLA is acquiring it in support of the Army medical mission. *Refer to ADC 276.* *3. Used between Navy and DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under a DLA industrial activity support agreement. Refer to ADC 377.* *4. DLMS enhancement; see introductory DLMS Note 3a.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Copy.

#	Location	DS 869A Requisition Inquiry Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 3: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement.

#	Location	DS 869A Requisition Inquiry Revision	Reason
2	2/N101/110	Revise to add qualifier and note: **PK Party to Receive Copy** **DLMS Note:** *Used between Navy and DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* ==a DLA industrial activity support agreement.== *Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Copy.

#	Location	DS 869C Requisition Cancellation Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 3: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement.
2	2/N101/110	Revise to add qualifier and note: **PK Party to Receive Copy** **DLMS Note:** *Used between Navy and DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* ==a DLA industrial activity support agreement==. *Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Copy.

#	Location	DS 869F Requisition Follow-up Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 5: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement.

#	Location	DS 869F Requisition Follow-up Revision	Reason
2	1/BSI09/20	Open BSI09, Action Code, and add qualifier "FI" as follows: *FI File* *DLMS Note:* *1. Use with BSI08 Code IN to identify a requisition follow-up image transaction. All transaction set recipients must use extreme caution to ensure that individual transactions do not process as action documents which affect accountable records.* *2. Used on image transactions provided to DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* <mark>a DLA industrial activity support agreement</mark>*. Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands usage for image transactions to the 869F.
3	2/N101/110	Revise DLMS notes for existing qualifier "PK" as follows: **PK Party to Receive Copy** **DLMS Note:** 1. Use as needed to identify an organization to be provided a copy of this transaction. Use with N103, qualifier M4 (Routing Identifier); and, N106, qualifier To (Message To). 2. Must be used between Army and DLA for their integrated set assembly program, when an assembly component part being ordered by the Army is not managed by DLA, and DLA is acquiring it in support of the Army medical mission. ***Refer ADC 276.*** *3. Used between Navy and DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under* <mark>a DLA industrial activity support agreement</mark>*. Refer to ADC 377.* *4.* DLMS enhancement; see introductory DLMS Note 4a.	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Copy.

DS 870S Supply Status	<mark>No revisions to the DS are required.</mark>

#	Location	DS 527R MRA Revision	Reason
1	DLMS Introductory Notes	Added ADC 377 to DLMS Introductory note 5: *- ADC 377, Transaction Copies Required for DLA Support of Navy BRAC SS&D/IMSP DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel*	Identifies DLMS Changes included in the DLMS Supplement.

#	Location	DS 527R MRA Revision	Reason
2	2/N101/210	Add new DLMS note 3 for existing qualifier "ZD" as follows: **ZD Party to Receive Reports** **DLMS Note:** 1. Use in MRA transactions to cite additional organizations requiring MRA. 2. Use in Navy Commercial Asset Visibility (CAV) receipts to identify the party to receive report. CAV expresses party to receive report as a DODAAC (N903 code 10). CAV use is an authorized DLMS migration enhancement. See DLMS introductory note 5g. *3. Used between Navy and DLA for Navy MRAs submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy under a DLA industrial activity support agreement.. Refer to ADC 377.*	Supports functionality for DAAS generation of a copy transaction required under IMSP. Expands existing usage for Party to Receive Reports.

Enclosure 2, DLMS Change Concurrence/Comment Resolution

	Submitter	Response	Response
1.	DLA	Concur Question: 869 Transaction: IC shows the N101=PK for the 869A, 869C and the 869F transactions to provide EBS a copy of a Navy transaction submitted directly to Navy ERP so EBS can support follow on actions. However, IC only shows the additional action code (BSI09=FI) in the 869F/AT_(Follow Up) transaction to also indicate image transactions. Should this be in all 3 869s (see DLMS note below)? DLMS Note: 1. Use with BSI08 Code IN to identify a requisition follow-up image transaction. All transaction set recipients must use extreme caution to ensure that individual transactions do not process as action documents which affect accountable records. 2. Used on image transactions provided to DLA for Navy requisitions submitted directly to other Component SoS, so that DLA will be able to support follow-on actions on behalf of the Navy industrial activity (IA) under BRAC IMSP. Refer to PDC 404.	Response to question: The 869F/AT_ (Follow Up) needs the image indicator to ensure that it is not treated like a live requisition (if unmatched to EBS database). The 869A and 869C do not need the image indicator because they cannot be used to create a live requisition if unmatched. The 869A and 869C are supposed to match to a previously established requisition image in EBS, but if they are unmatched, EBS could highlight for manual attention; however there is no need to systemically recognize an image copy vs. a production order as there is for 511R, 511M, and 869F. No additional data elements needed.
2.	Navy	Concur	
3.	Army	Concur	
4.	Air Force	Concur	
5.	ADUSD(L&MR) SCI	See Reference 3.c.	
6.	DAASC	It is not clear to me here how the copy of the 870S supply status is going to be made for DLA by DAASC. Is it a function of how the original demand transaction is filled out or do you need a DMARS business rule? Some sections sounds like you would do that in DMARS business rule to look for the appropriate COG and DoDAAC and generate a copy to EBS but then it indicates that a Z1 qualifier would be used which indicates that	1. Originally (under PDC 404) we were expecting DAAS to intercept status based upon COG and DoDAAC. However, under PDC 385, DLA agreed to create a new Distribution Code associated with DLA, so existing MILSTRIP distribution rules will support the status copies to DLA (although this will not satisfy requirements for MOV due to conflict with media and status code

		the EBS DoDAAC might actually be designated as a status addressee in the transaction. If that were the case then you wouldn't need to do anything out of the ordinary to send status to EBS. … can you clarify how this is suppose to work ? 2. Why it is necessary in 511R, 511M, 869F to use the "FI" Qualifier in the beginning segment. In the earlier use of N1*PK to send a copy to EBS for TEWLS they said they did not require that and would just key on the qualifier to know that it was an image and not the original. Why are we changing this now?	requirements (Refer to ADC 369 for PDC 385). The Navy has agreed to use the new Distribution Code 5 for the Navy DLRs, Navy Program-Managed Materiel, and Nuclear Consumable Support Materiel requisitions, thereby eliminating the need for DAAS COG-based copy DAAS rules. 2. The FI is used because there is an essential difference to DLA between the TEWELS images and those under PDC 404. For TEWELS, DLA uses the image to take a financial action. For the Navy BRAC transaction images, there is no financial action. The FI will be associated with posting as an information record without financial action.
7.	USTRANSCOM	Abstains	