



DEFENSE LOGISTICS AGENCY
HEADQUARTERS
8725 JOHN J. KINGMAN ROAD
FORT BELVOIR, VIRGINIA 22060-6221

IN REPLY
REFER TO

September 18, 2012

MEMORANDUM FOR SUPPLY PROCESS REVIEW COMMITTEE (PRC) MEMBERS

SUBJECT: Approved Defense Logistics Management System (DLMS) Change (ADC) 1017, Intra-DLA Change: Revisions to Procedures and to DLMS 527R Receipt and 947I Inventory Adjustment, and MILSTRIP to Support the Upgrade from Scrap Process used by DLA Disposition Services under Reutilization Business Integration (RBI) (Supply (DLMS/MILSTRIP)) (Staffed as PDC 1017)

The attached change to Defense Logistics Manual (DLM) 4000.25, DLMS, is approved for implementation. The updated DLMS Supplements will be posted to the DLA Logistics Management Standards Office Website www.dla.mil/j-6/dlms/elibrary/TransFormats/formats.asp within **10** days from the above date for implementation planning. This is an intra-DLA change with a target implementation date of August 27, 2012.

Addressees may direct questions to Ms. Mary Jane Johnson, (703) 767-0677; DSN 427-0677 or email: Mary.Jane.Johnson@dla.mil. Others may direct questions to their Service or Agency designated Supply PRC representative.

DONALD C. PIPP
Director
DLA Logistics Management
Standards Office

Attachment
As stated

cc:
ODASD(SCI)

ATTACHMENT TO ADC 1017

Intra-DLA Change: Revisions to Procedures and to DLMS 527R Receipt and 947I Inventory Adjustment, and MILSTRIP to Support the Upgrade from Scrap Process Used by DLA Disposition Services under Reutilization Business Integration (RBI) (Supply (DLMS/MILSTRIP))

1. ORIGINATING SERVICE/AGENCY AND POC INFORMATION:

- a. **Service/Agency:** Defense Logistics Agency (DLA); DLA Disposition Services
- b. **Technical POC:** DLA Logistics Information Service, LAR 269.961.7521
- c. **Functional POC:** DLA Disposition Services, DB 269.961.5906

2. FUNCTIONAL AREA:

- a. **Primary/Secondary Functional Area:** Supply/Logistics
- b. **Primary/Secondary Functional Process:** Primary: Supply - Materiel Receipt/Inventory
Secondary: Property Accountability

3. REFERENCES:

- a. DLA Logistics Management Standards Office memorandum, dated November 15, 2011, subject: Approved Defense Logistics Management System (DLMS) Change (ADC) 443, Intra-DLA Revisions to Procedures and to 527R Receipt and 947I Inventory Adjustment for the Downgrade for Scrap Process for use by DLA Disposition Services under Reutilization Business Integration (RBI)(Supply), www.dla.mil/j-6/dlms/eLibrary/Changes/approved5.asp
- b. DOD 4160.21-M, Defense Materiel Disposition Manual, Chapters 1 and 3, www.dtic.mil/whs/directives/corres/pdf/416021m.pdf
- c. Defense Logistics Manual (DLM), 4000.25, DLMS, Volume 2, Supply, www.dla.mil/j-6/dlms/eLibrary/manuals/dlm/dlm_pubs.asp
- d. DLM 4000.25-1, Military Standard Requisitioning and Issue Procedures (MILSTRIP), www.dla.mil/j-6/dlms/eLibrary/manuals/dlm/dlm_pubs.asp
- e. DLA Logistics Management Standards Office memorandum, July 17, 2012, subject: Proposed DLMS Change (PDC) 1017, Intra-DLA Change: Revisions to Procedures and to DLMS 527R Receipt and 947I Inventory Adjustment to Support the Upgrade from Scrap Process used by DLA Disposition Services under Reutilization Business Integration (RBI) (Supply)

4. APPROVED CHANGE:

ADC NOTE: Significant changes from the PDC are highlighted in yellow throughout.

a. **Brief Overview of Change:** ADC 443 (reference 3.a.) revised DLMS 527R Receipt and 947I Inventory Adjustment transactions to support the downgrade of materiel from scrap by DLA Disposition Services as authorized under DOD authority in DOD 4160.21-M (reference 3.b.). This change further updates DLMS 527R and 947I to accommodate upgrading of an item from scrap for items already receipted as, or downgraded to, scrap that are later identified as useable items. The upgrade from scrap process in the DLA Disposition Services Field Office system is initiated by indicating specific warehouse location and entering the Local Stock Number (LSN).

b. **Background:** The DLA Disposition Services is a worldwide presence within the Department of Defense, with disposal specialists in 14 foreign countries, two U.S. territories, and 39 states. DLA Disposition Services' mission is the execution of disposition solutions for excess military property. The RBI project will replace the Defense Reutilization and Marketing Service (DRMS) Automated Information System (DAISY) by integrating DLA Disposition Services business processes within the DLA enterprise suite of applications, including the Enterprise Business system (EBS) for materiel management functions and the Distribution Standard System (DSS) for warehousing/distribution functions.

c. **Describe Approved Change in Detail:** There are a variety of instances in which DLA Disposition Services would perform an upgrade from scrap. Items that were downgraded upon receipt, or that were downgraded when screening was complete may be upgraded from scrap if a business need exists. Additionally, items that were downgraded to scrap but are later identified as usable items would be upgraded.

(1) Upgrading an item from scrap begins with the assignment of a Unique Control Number (UCN) in DSS, where the eleventh digit is assigned a **utilization code** value of **U 'C'**¹ to indicate the 527R receipt of the item is the result of an upgrade from scrap. The DLA Disposition Services Field Office will then enter the Scrap LSN that is being upgraded, as well as the warehouse location of the scrap pile for this scrap LSN, in the field office's system. Both the warehouse location and the LSN are necessary for the DLA Disposition Services Field Office system to properly maintain inventory integrity. The field office will also identify the weight to be removed from the pile, which will be passed from the field office system to EBS via the DLMS 947I Inventory Adjustment Decrease transaction discussed in subparagraph (2) below. The field office will also record the DSS-internal type turn-in it would like the scrap item to be upgraded to (i.e., US – Usable, HM – Hazardous Materiel, or HW – Hazardous Waste).

(2) DSS will generate a 947I Inventory Adjustment transaction with Quantity or Status Adjustment Reason Code BR for Inventory Adjustment Decrease (Upgrade from Scrap) to decrement the relevant scrap pile for the designated weight of the scrap to be upgraded. The 947I Inventory Adjustment transaction is sent to EBS to update the proper inventory records. The field office will

¹ See PDC Response/Comment Table at paragraph 10, row 7. Use of 'U' in the 11th position (first position of serial number) to identify upgrade from scrap, as identified in the PDC, conflicted with DOD MILSTRIP guidance for the utilization code (11th position). DLA Disposition Services will use Utilization Code C instead of U.

enter the relevant receipt information in the DSS receipt process. At this step in the process the field office will identify the National Stock Number (NSN) the scrap is being upgraded to, in addition to quantity and the other data required for a regular receipt. After the field office has completed this process, a 527R Receipt transaction, with 2/LIN01/10 code V indicating Upgrade from Scrap, will be sent to EBS for further processing.

(3) The upgrade from scrap process will not reference a specific scrap DTID. All adjustments and subsequent receipts will reference only the scrap LSN and the warehouse location of the scrap pile. DLA Disposition Services has indicated that tracking by the scrap DTID is not a required functionality. Therefore, the DLMS 527R will pass the new usable NSN in the LIN02-FS qualifier, and the original scrap LSN in the reference segment LIN08-SW, for auditability purposes but will not pass a reference DTID.

(4) The 947I requires a new quantity or status adjustment reason code (segment W1901) for upgrades from scrap for EBS tracking purposes, similar to the W1901 code BS used for downgrade from scrap adjustments. The code description shall indicate the 947I is an Inventory Adjustment Decrease (Upgrade from Scrap), Loss resulting from the DLA Disposition Services process to upgrade materiel from scrap to a usable, hazardous materiel, or hazardous waste status subsequent to the initial receipt of materiel. There is no corresponding MILSTRAP legacy DIC for this use. DLMS 947I, 2/W1901/0200, Quantity or Status Adjustment Reason Code 'BR-Regrade' is approved by this ADC for Inventory Adjustment Decrease (Upgrade from Scrap).

(5) In addition, the 527R requires a new Source of Materiel Received/Returned code (segment LIN01) for Upgrade from Scrap. This code will be used for a receipt transaction resulting from DLA Disposition Services process, authorized by DOD 4160.21-M, to upgrade materiel from scrap. There is no corresponding MILSTRAP legacy DIC for this use. DLMS 527R, 2/LIN01/010 Source of Materiel Received/Returned Code V is approved by this ADC for Upgrade from Scrap.

d. Revisions to DLM 4000.25 Manuals:

(1) **Revise DLM 4000.25, DLMS (reference 3.c.), Volume 2, Chapter 16, as shown in Enclosure 1.** Changes include revise the title of paragraph C16.6.4. from Scrap Downgrade to Reclassification of Scrap; restructure Section C16.6.4 with 2 major subsections: C16.6.4.1 Downgrade to Scrap, and C16.6.4.2 Upgrade from Scrap; renumber existing C16.6.4.1 Downgrade from Scrap paragraphs as needed to conform to this approach, and add a new section C16.6.4.2 for Upgrade from Scrap.

(2) **Revise DLM 4000.25-1, MILSTRIP (reference 3.d.), Appendix 2.7, Document Number, paragraph AP2.7.5.3. as follows (change identified by *red bold italics*):**

AP2.7.5.3. The following alphabetic codes have been reserved for use in rp 40:

CODE

EXPLANATION

C

Use in the document number (unique control number) assigned for receipt of an item upgraded from scrap under DLA Disposition Services procedures. (This meaning is applicable only to DLA Disposition Services Field Office-prepared receipt transactions.)

(3) Revise DLMS 527R Receipt and DLMS 947I Inventory Adjustment as shown in Enclosure 2.

e. Proposed Transaction Flow: The upgrade from scrap transaction is initiated in DSS using a specialized receipt process, which requires the DLA Disposition Services Field Office to enter information pertaining to the scrap LSN, warehouse location, and weight of the scrap being upgraded. Once this information is entered, a 947I transaction with Quantity or Status Adjustment Reason Code BR is generated in the background and is sent to EBS to update the record. The field office continues with the process of the re-receipt, thus resulting in a 527R transaction, with the 2/LIN01/010 source of Materiel Received/Returned Code V, which is sent to EBS for further processing. There are no MILSTRAP legacy DIC equivalents, for inventory adjustment or receipt, for this functionality.

f. Alternatives: None available at this time.

5. REASON FOR CHANGE:

a. As a result of RBI, DLA Disposition Services Field Offices will use DSS and DLA Disposition Services Inventory Control Point (ICP) will use EBS to manage inventory and property issues. The DLA Disposition Services Field Office will initiate the upgrade from scrap process by indicating warehouse location, the LSN and entering the designated weight to be adjusted from the scrap pile in the field office system, thus creating a receipt transaction to add the adjusted upgrade as a newly-receipted item.

b. DLA Disposition Services may upgrade items that were downgraded to scrap upon receipt, or that were downgraded when screening was complete, if a business need exists. Additionally, items that were downgraded to scrap but are later identified as usable items would also be upgraded. This change will add the functionality to the DLMS 527R Receipt and DLMS 947I Inventory Adjustment transactions, which is needed to perform these functions as required by DLA Disposition Services. This change also updates the DLM 4000.25, DLMS, procedures to address this process.

6. ADVANTAGES AND DISADVANTAGES:

a. Advantages: Implementation of this change will meet the business need of the DLA Disposition Services Field Offices to upgrade materiel from scrap. DLA Disposition Services (using EBS and DSS), will be able to comply with DLMS standards for RBI processes.

b. Disadvantages: Updating these transactions will require DSS and EBS coding changes to accommodate the new data content in the DLMS transactions.

7. ESTIMATED TIME LINE/IMPLEMENTATION TARGET: Target implementation date is August 27, 2012.

8. ESTIMATED SAVINGS/COST AVOIDANCE ASSOCIATED WITH IMPLEMENTATION OF THIS CHANGE: N/A

9. IMPACT:

a. New DLMS Data Elements: None.

b. Changes to DLMS Data Elements:

(1) Adds a new value to the reason for materiel receipt/return (MRR) code list. The code is located in DLMS 527R Receipt 2/LIN01/010.

(2) Adds a new value to the quantity or status adjustment reason code in DLMS 947I Inventory Adjustment (2/W1901/0200).

c. Automated Information Systems (AIS): Impacts DLA AIS only. DLA EBS and DLA DSS will require coding changes to properly complete the described upgrade from scrap process.

d. DLA Transaction Services: Revisions necessary to recognize the new data in DLMS 527R and 947I as needed.

e. Non-DLA Logistics Management Standards Publications: DLA should update Disposition Services publications, if needed, to address the Upgrade from Scrap process.

10. PDC RESPONSES:

	Organization	Responses/Comments to PDC 1017 (reference 3.e.)	Disposition
1	DLA	Concurs without comment.	Noted.
2	Army	Concurs without comment.	Noted.
3	Marine Corps	Concur as written.	Noted.
4	Air Force	Concurs without comment.	Noted.
5	Navy	Concurs as written and submits no additional changes or amendments.	Noted.
6	USTRANSCOM	Abstains - No impact to USTRANSCOM systems.	Noted.
7	DLA Logistics Management Standards Office	<p>RE: "Upgrading an item from scrap begins with the assignment of a Unique Control Number (UCN) in DSS, where the eleventh digit is assigned a value of 'U' to indicate the 527R receipt of the item is the result of an upgrade from scrap."</p> <p>COMMENT:</p> <p>The UCN is actually a form of a document number and the 11th position of the document number is a MILSTRIP controlled/embedded code identified in DLMS as the Utilization Code. The U is one of the few Utilization Codes that is universally recognized because of its use in billing. DOD MILSTRIP defines as follows (refer to MILSTRIP, Appendix 2.7, Document Number):</p> <p>"U Product quality deficiency report (PQDR) and supply discrepancy report (SDR) related transactions when the original requisition number is not known. (See MILSBILLS procedures in</p>	<p>RBI provided the following disposition to this comment:</p> <p>DLA Disposition Services would like to use "C" in the eleventh place instead of "U". The relevant line in the ADC would read: "Upgrading an item from scrap begins with the assignment of a Unique Control Number (UCN) in DSS, where the eleventh character is assigned a utilization code value of 'C' to indicate the 527R receipt of the item is the result of</p>

	Organization	Responses/Comments to PDC 1017 (reference 3.e.)	Disposition
		<p data-bbox="393 243 829 275">DLM 4000.25, Volume 4, Finance)."</p> <p data-bbox="393 296 1177 464">Therefore the U cannot be re-used for this unique DLA Disposition Services meaning. ADC 443 did not identify an 11th position value for the Upgrade from Scarp process, so this is the first time Disposition Services identified in a PDC/ADC use of the 11th position to distinguish a process.</p> <p data-bbox="393 485 1177 716">Recommend DSS use any value other than one that is already prescribed by DOD MILSTRIP. Disposition Services is allowed to use the 11th position (first position of the serial number) for any internal meaning as long as it doesn't conflict with MILSTRIP, and they do not have to propose to MILSTRIP if it is not to be recognized outside Disposition Services.</p> <p data-bbox="393 737 1177 831">Another alternative, if recommendation above is not acceptable, is that DLA Disposition Services could place the U at the end of the serial number in the UCN.</p>	<p data-bbox="1205 243 1479 275">an upgrade from scrap."</p> <p data-bbox="1205 306 1528 621">And Chapter 16: "Upgrading an item from scrap begins with the assignment of a UCN on the DLMS 527R Receipt transaction, where the eleventh character is assigned a value of 'C' to indicate it is related to an upgrade from scrap.</p> <p data-bbox="1205 653 1536 747">With the above changes, RBI accepts the ADC as proposed.</p>

Enclosures

ENCLOSURE 1 to ADC 1017
Intra-DLA Change: Revisions to Procedures and DLMS 527R Receipt and 947I
Inventory Adjustment to Support the Upgrade from Scrap Process used by DLA
Disposition Services under RBI

Revise DLM 4000.25, DLMS Volume 2, Chapter 16. Change the title of paragraph C16.6.4. from Scrap Downgrade to Reclassification of Scrap. Restructure Section C16.6.4 with 2 major subsections: C16.6.4.1 Downgrade to Scrap, and C16.6.4.2 Upgrade from Scrap. Renumber existing C16.6.4 Downgrade from Scrap paragraphs as needed to conform to this approach and add a new section C16.6.4.2 for Upgrade from Scrap. Changes are shown in ***bold red italics***:

C16.6.4 ***Reclassification of Scrap*** ~~Downgrade~~

C16.6.4.1. Downgrade to Scrap. The downgrade to scrap process is used by the DLA Disposition Services and its field offices when an item is no longer needed and the property has no commercial value other than for basic materiel content. Policy and authority for downgrading materiel to scrap can be found in DoD 4160.21-M, “Defense Materiel Disposition Manual”.

C16.6.4.~~2~~***1.1***. Downgrade Items Upon Receipt (at Time of Turn-in): During the receiving process, if the DLA Disposition Services Field Office determines the item has only scrap value, the item may be downgraded to scrap upon receipt. The field office shall assign a Disposition Services Scrap LSN to replace the existing NSN or LSN found on the original DTID number or DTID number and suffix generated by the customer.

C16.6.4.~~2~~***1.1.1***. Assignment of ‘Disposition Category’ for Items Downgraded Upon Receipt. During the pre-receipt process, the field office shall request a ‘Disposition Category’ from DLA Disposition Services (C16.6.9 - DLA Disposition Category Assignment and Associated Actions). Once the Disposition Category assignment response is provided, the field office shall submit the receipt for scrap to the DLA Disposition Services, using the DLMS 527R Receipt (Transaction Type Code D4) using a Scrap LSN. The DLMS 527R Receipt for materiel downgraded to scrap at time of receipt shall reflect the source of the materiel received/returned code, (e.g., J = Return to inventory from other DoD activity users), (see the reason for materiel receipt/return ([MRR](#)) code list).

C16.6.4.~~2~~***1.1.2***. Downgrade (Upon Receipt) of Entire Quantity on Disposal Turn In Document or Disposal Turn In Document and Suffix. If the entire quantity on the DTID number or DTID number and suffix is being downgraded to scrap, the original DTID number or DTID number and suffix number shall remain and the original NSN/LSN shall be referenced in the Receipt for audit purposes, to link to the newly assigned Scrap LSN. If the DTID number or DTID number and suffix is a duplicate number, then a UCN shall be generated for the downgrade to scrap.

C16.6.4.~~2~~***1.1.3***. Downgrade (Upon Receipt) of Partial Quantity on Disposal Turn In Document or Disposal Turn In Document and Suffix. If only part of the DTID

is being downgraded to scrap, then a UCN shall be generated and the Receipt shall contain the original DTID number or DTID number and suffix as a secondary reference number.

C16.6.4.~~3.1.2~~. Downgrade Items After Turn-in (After Receipt). Any time after receipt, DLA Disposition Services may notify the Disposition Services Field Office via a DLMS 846C, Disposition Status Update (Report Type Code PC), to change the disposition status of the DTID number or DTID number and suffix to DS (Disposal). When the field office receives a disposal recommendation, the disposition of the property at the field office is determined by pre-defined ultimate disposal process business rules.

C16.6.4.~~3.1.2.1~~. Downgrade Items to Scrap (After Receipt). If the business rule decision is to downgrade to scrap, the field office shall send a DLMS 947I, Inventory Adjustment (Type Transaction Code NU) with Quantity or Status Adjustment Reason Code BS – Downgrade (Loss), and associated with the original DTID number or DTID number and suffix.

C16.6.4.~~3.2~~~~1.2.2~~. Creation of New Receipt for Items Downgraded to Scrap Subsequent to Initial Turn-in. A new receipt is created for the scrap using the DLMS 527R Receipt with the source of Materiel Received/Returned Code W - Receipt as a result of DLA Disposition Services process to downgrade to scrap, subsequent to the initial receipt of materiel. A DLA Disposition Services scrap LSN shall be assigned in compliance with the scrap classification listing for use in the new Receipt. A UCN shall be assigned and associated with the original DTID number or DTID number and suffix to avoid duplication in DLA Disposition Services. This UCN shall become the controlling document number in the DLMS 527R. The new receipt shall contain the original DTID number or DTID number and suffix as a secondary reference number, and shall reference the original materiel identification (NSN or LSN).

C16.6.4.~~3.3~~~~1.2.3~~. Materiel Downgraded to Scrap When Materiel Is Part of a Container. If the materiel/DTID number or DTID number and suffix downgraded to scrap is part of a container, the field office shall generate a DLMS 846A, Asset Reclassification Response (Report Type Code TD), to delete the DTID number or DTID number and suffix/container ID association in order to maintain container synchronization and inventory accuracy (see C16.6.3.2., Container Transfer).

C16.6.4.2. Upgrade from Scrap. The upgrade from scrap process is used by the DLA Disposition Services and its field offices when a business need exists to re-classify materiel previously receipted as scrap or downgraded to scrap after receipt to a useable NSN item. An upgrade from scrap can occur at any time subsequent to the initial receipt of scrap or downgraded materiel. Policy and authority for upgrading materiel from scrap can be found in DoD 4160.21-M.

C16.6.4.2.1. Assignment of a UCN for Materiel Upgraded from Scrap. Upgrading an item from scrap begins with the assignment of a UCN on the DLMS 527R Receipt transaction, where the eleventh character is assigned a value of **UC** to indicate it is related to an upgrade from scrap. The DLA Disposition Services Field Office will enter the scrap LSN that is being upgraded, as well as the warehouse location of the scrap pile for the

specific LSN. Both the warehouse location (scrap pile) and LSN are necessary to identify the removal of scrap from the proper warehouse location to maintain inventory integrity of the remaining scrap pile. The field office will also identify the weight to be removed from the warehouse location (scrap pile), as well as the internal type turn-in for the item to be upgraded to in the DLA Disposition Services Field Office system (US – Useable, HM – Hazardous Materiel, or HW – Hazardous Waste).

C16.6.4.2.2. Inventory Adjustment (Decrease) for Scrap LSN. The field office will generate a DLMS 947I, Inventory Adjustment (Type Transaction Code NU) loss transaction with Quantity or Status Adjustment Reason Code BR to decrement the relevant scrap pile for the designated weight of the scrap LSN to be upgraded. The DLMS 947I Quantity or Status Adjustment Reason Code BR will indicate an Inventory Adjustment Decrease (Upgrade from Scrap), Loss resulting from the upgrade from scrap subsequent to the initial receipt of materiel.

C16.6.4.2.3. Creation of New Receipt for Items Upgraded from Scrap. The Field Office will identify the NSN the scrap is being upgraded to, in addition to quantity and other data required for a regular non-scrap receipt. The upgrade from scrap process will not reference a specific scrap DTID or DTID and suffix, only the scrap LSN and the warehouse location of the scrap pile. Therefore, the DLMS 527R Receipt, with the source of Materiel Received/Returned Code V, will pass the new usable NSN, and will include the original scrap LSN as a secondary reference (LIN08-SW), for auditability purposes. The new receipt is created for the upgraded NSN, as a result of the DLA Disposition Services process authorized by DoD 4160.21-M, to upgrade materiel from scrap subsequent to the initial receipt of materiel.

ENCLOSURE 2 TO ADC 1017

A. DLMS Supplement (DS) 527R Receipt Change Table.

#	Location	DLMS 527R Receipt Revision	Reason
1	DLMS Intro Notes	<p>Add ADC 1017 to DLMS Introductory note 5:</p> <p>- ADC 1017, Intra-DLA Change: Revisions to Procedures and to DLMS 527R Receipt and 947I Inventory Adjustment, and MILSTRIP to Support the Upgrade from Scrap Process used by DLA Disposition Services under Reutilization Business Integration (RBI)</p>	Identifies changes included in DS.
2	2/LIN01/010	<p>Add new code W to the LIN01 receipt codes; Revised code V:</p> <p><i>22. V - Reserved for assignment by DoD. Upgrade from Scrap. Receipt as a result of DLA Disposition Services process, authorized by DoD 4160.21-M, to upgrade materiel from scrap subsequent to the initial receipt of materiel. There is no corresponding MILSTRAP legacy DIC for this use. Authorized DLMS enhancement for DLA Disposition Services only. Refer to ADC 1017.</i></p> <p><i>23. W – Downgrade to Scrap. Receipt as a result of DLA Disposition Services process, authorized by DoD 4160.21-M, to downgrade materiel to scrap subsequent to the initial receipt of materiel. There is no corresponding MILSTRAP legacy DIC for this use. Authorized DLMS enhancement for DLA Disposition Services only. Refer to ADC 443.</i></p>	<p>New code V for receipt from upgrade to scrap supports RBI requirements.</p> <p>Administrative update to code W.</p>

#	Location	DLMS 527R Receipt Revision	Reason
3	2/LIN08/010	<p>Add new DLMS note 2 to LIN08:</p> <p>DLMS Note:</p> <p><i>1. DLA Disposition Services uses the Reference Materiel Number for the downgrade to scrap process, when materiel turned into a DLA Disposition Services Field Office was determined to be scrap at initial receipt and/or downgraded after receipt, and a DLA Disposition Services scrap LSN was cited at LIN02/LIN03. The NSN or LSN that the generator identified when materiel was turned in will be populated as the Reference Materiel Number at LIN08/LIN09. Authorized DLMS enhancement for use by DLA Disposition Services in receipt and historical receipt transactions for downgrade to scrap (LIN01 code W). Refer to ADC 443.</i></p> <p><i>2. DLA Disposition Services uses for their upgrade from scrap process, to cite the original scrap LSN for the item that was upgraded. The NSN for the upgraded item is cited at LIN02/LIN03. Authorized DLMS enhancement for use by DLA Disposition Services in receipt and historical receipt transactions for upgrade from scrap (LIN01 code V). Refer to ADC 1017.</i></p> <p><i>3. For DLMS use only the following codes are authorized.</i></p> <p>FS National Stock Number</p> <p>SW Stock Number</p> <p>DLMS Note: Use to identify the local stock number (LSN).</p>	<p>Supports RBI.</p> <p>Reference Materiel Number is the cross reference materiel ID required when materiel is downgraded to, or upgraded from, scrap.</p>
4	Through-out	<p><u>Make the following administrative updates throughout DLMS 527R, in the Federal and DLMS notes:</u></p> <p>For ‘document identifier code’, change ‘DI Code’ to ‘DIC’. Spell out (with acronym) the first time used in DLMS Introductory Note 1.</p> <p>Insert the word ‘legacy’ when referring to MILSTRAP DICs (MILSTRAP legacy DIC).</p> <p>Change the word ‘material’ to materiel’.</p>	<p>Administrative update for consistency with administrative change to DLM 4000.25, DLMS.</p>

B. DLMS Supplement 947I CHANGE TABLE (table reflects version 4030; corresponding changes will be made to version 4010; however NOTE that only version 4030 of the 947I has IUID capability):

#	Location (version 4030)	DLMS 947I Inventory Adjustment Revision	Reason
1	DLMS Intro Notes	<p><u>Add ADC 1017 to DLMS Introductory note:</u></p> <p>- ADC 1017, Intra-DLA Change: Revisions to Procedures and to DLMS 527R Receipt and 947I Inventory Adjustment, and MILSTRIP to Support the Upgrade from Scrap Process used by DLA Disposition Services under Reutilization Business Integration (RBI) (Supply)</p>	<p>Identifies changes included in DS.</p>

#	Location (version 4030)	DLMS 947I Inventory Adjustment Revision	Reason
2	2/W1901/ 0200	<p><u>Add new qualifier 'BR' with DLMS note:</u></p> <p>BR Regrade</p> <p><i>DLMS Note: Inventory Adjustment Decrease (Upgrade from Scrap). Loss resulting from the DLA Disposition Services process, authorized by DoD 4160.21-M, to upgrade materiel from scrap subsequent to the initial receipt of materiel. Single adjustment. There is no corresponding MILSTRAP legacy DIC function. Authorized DLMS enhancement for DLA Disposition Services only. Refer to ADC 1017.</i></p>	New quantity or status adjustment reason code, for inventory adjustment resulting from upgrade from scrap, supports DOD 4160.21-M and RBI requirements to be able to upgrade materiel from scrap to a usable, hazardous material, or hazardous waste status.
3	Through-out	<p><u>Make the following administrative update throughout DLMS 947I in the Federal and DLMS notes:</u></p> <p>For 'document identifier code' in DLMS notes, change 'DI Code' to 'DIC'. Spell out first time used.</p> <p>Insert the word 'legacy' when referring to MILSTRAP DICs (i.e., MILSTRAP legacy DIC).</p> <p>Change the word 'materiel' to material'.</p>	Administrative update for consistency with administrative change to DLM 4000.25, DLMS.