

APPENDIX E-339 P

CONDITION CODE L ASSETS AND DELINQUENT RESUPPLY DUES-IN, REPORT OF

1. PURPOSE

This appendix is applicable to chapter 3 and describes the method for the processing of the Report of Condition Code L Assets and Delinquent Resupply Dues-In.

2. APPENDICES USED IN THIS PROCESS

a. Appendix F-1, Report of Condition Code L Assets and Delinquent Resupply Dues-In.

3. RESPONSIBLE ORGANIZATIONAL ELEMENTS

a. The applicable IM of the DSO will be responsible for reviewing parts 1 and 2 of the F-1 Report and be responsible for initiating necessary followup action to the IAB. Further, the IM will closely monitor all Condition L Stock and take necessary steps to ensure litigation is in progress.

b. The IAB will be responsible for followup actions and records update.

4. BACKGROUND

The report provides a listing of items which have on-hand balances in Condition Code L and provides a listing of delinquent resupply dues-in. Items portrayed in part 1 may have been suspended as a result of defective receipts, or transferred to Condition Code L as a result of possible latent defects found during normal storage surveillance. Items portrayed in part 2 were established as a result of resolution of litigation action for stocks which were in Condition Code L. The report is produced at the end of each month by mechanically screening the Due-In File. Part 1 is a detailed listing of individual Due-In record. Part 2 is a detailed listing of individual Due-In record from resupply as a result of litigation.

5. PROCEDURES/INSTRUCTIONS

a. Part 1:

(1) The IM will analyze the report to determine the impact that the suspended materiel is having upon support of customer requirements. If backorders exist for the suspended materiel, personnel processing either a discrepancy report or appendix F-73, Notification of Condition Discrepancy, should be advised to expedite processing. A special notation, i.e., backorders, should be attached to or written/stamped on the Discrepancy Report of F-73 Report to facilitate expedite processing.

If notification of delayed status has not been received from IAB, and materiel has been recorded in Condition L for over 60 days, initiate followup action by IOM to ascertain the reason why the inventory records have not been updated.

(2) IAB, upon receipt of appendix F-1, part 1, will take the following actions:

A remote inquiry to the NIR will be made to ascertain if the quantity in Condition Code L on the F-1 Report is the same as reported in the NIR.

(a) When they are the same, IAB will determine current status of Discrepancy Report, and take expedite action to complete discrepancy, when it is still open.

1. Where research reveals that the materiel was to be returned to the contractor or to be forwarded to the RMO, the IAB will prepare the necessary ZLD transaction to update the records, and to notify the reporting activity.

2. Where research reveals that an off-line A5E document was previously forwarded to the reporting activity furnishing disposition instructions to forward the materiel to the RMO or back to the contractor, the IAB will contact the reporting activity to ensure that the required action has been accomplished.

3. When the reporting activity states that the action was taken, the IAB will prepare the necessary ZLD transaction to update the files and upon receipt of the A5E transaction, it will be discarded, and an AR0 transaction will be prepared to update the RCSF, and a mode of shipment showing shipment made it back to the contractor or to the RMO with current date.

4. When the reporting activity cannot determine what happened to the materiel and that no stocks are being held in Condition Code L for the particular contract line item number involved, the IAB will process the ZLD transaction based upon disposition instructions on the discrepancy report and upon receipt of the A5E transaction; discard and prepare the AR0 transaction to update the RCSF.

5. When the reporting activity ascertains that the materiel was transferred from Condition L to A, IAW previously received disposition instructions, the IAB will prepare a DAC adjustment to transfer the materiel from Condition Code L to A on the Due-In File and NIR records.

(b) When the NIR Condition Code L materiel quantity is not the same as the materiel reported in Condition Code L in the F-1 appendix, the IAB will review the THF to determine the cause for the unbalance. Once the reason for the variance is determined, a freeze will be placed against the item at the location involved. When required, a special inventory will be conducted for all materiel held in Condition Code A and L. Upon receipt of the special inventory count from the activity, the IAB will prepare the necessary adjustment documents to align the NIR record with the Due-In File record, annotate the SF 364 with all the actions taken, and then release the freeze against the item.

(3) The IAB will furnish notification of delayed status to the IM by IOM when the materiel has been recorded in Condition Code L for a period of 60 days.

b. Part 2:

(1) IM should first ascertain if delinquent resupply is for an Incremental Delivery Schedule (IDS). This can be accomplished by obtaining an F-184, Due-In File Printout, appendix B-117, or by interrogating SMMSTEL, DIC SIDS, appendix E-233 P for an IDS Printout. Annotate the following on DLA Form 1128: THIS STATUS REQUEST PERTAINS TO DELINQUENT RESUPPLY OF DISCREPANT MATERIEL (CONDITION CODE L) PREVIOUSLY RETURNED TO THE CONTRACTOR. Request DP&P to query the contractor and/or Contract Administrative Office for the following information:

(a) The Due-In File will contain complete data on the incremental CLINs, while the SMMSTEL inquiry will contain the summary CLIN in the header data (A, 6th pos. of CLIN) with an abbreviated version of the incremental CLINs.

(b) IM will use these transactions, (if IDS) along with F-1 report to followup on TDIC ZDS, U, V, or Z. After review, prepare a DLA Form 1128 IAW appendix E-506P using Amendment Code H. The summary CLIN must be cited on the DLA Form 1128, if the followup is for an IDS.

(c) If shipment has been made, have DP&P validate shipment by providing the GBL number, mode of shipment, and name of carrier.

(d) If shipment has not been made, have DP&P provide the new EDD and have shipment expedited.

(e) If shipment will not/cannot be made due to plant closure, bankruptcy, strike, and so forth, have DP&P advise as to disposition on open Due-In File (DIF) line.

(2) Establish a 10-day suspense to DP&P and followup if no reply is received.

(3) If shipment has been made, take the information provided, GBL Number, carrier name, and so forth, and have IAB, Stock Control Division initiate tracer action to locate stock. If the depot finds the stock, have them post the D4_ receipt. If the depot cannot find the stock, have IAB post a DIC D4_ receipt with Management Code Y to clear the records.

(4) If shipment has not been made, use the F-1 as a record of DP&P's action. Record the new EDD on the F-1 and do not followup again until the new EDD has passed and the stock has not been received.

NOTE: The same lines may reappear on the F-1 Report, part 2. This report will always show all delinquent lines until the actual receipt has been posted. Therefore, care must be used not to duplicate requests for information from DP&P.

(5) If the shipment cannot be made due to circumstances beyond control, plant closure or damage, strikes, and so forth, have DP&P advise whether to closeout the line in the DIF or hold it open pending shipment in the future. Have DP&P advise what new EDD is if shipment is to be made upon end of strike, resumption of production, and so forth. Again record this information on the F-1 to prevent duplicate followups. If shipment can never be made have DP&P so advise, so the open DIF line can be closed. If the stock is not to be delivered and the open line must be closed, input a Due-In Reversal Transaction IAW appendix B-41.

6. FLOWCHART

Flowchart not required.