

DLMSO

July 23, 1998

MEMORANDUM FOR: DISTRIBUTION

SUBJECT: Request for a Revised Implementation Date for Approved MILSTRIP Change Letter (AMCL) 40, Notification of Customer Nonresponse to Materiel Obligation Validation (MOV) Request

The attached change to DoD 4000.25-M, Defense Logistics Management System (DLMS), Volume 2, and DoD 4000.25-1-M, Military Standard Requisitioning and Issue Procedures (MILSTRIP), is forwarded for evaluation and submission of the earliest coordinated Service/Agency implementation date.

This change is one of approximately 26 MILSTRIP and MILSTRAP approved changes which the Components were unable to implement on schedule as resources were shifted to support the Corporate Information Management (CIM) single standard system effort. With the demise of that effort, the Defense Logistics Management Standards Office (DLMSO), with the DoD Supply Process Review Committee (PRC), has agreed to establish revised implementation dates. AMCL 40 was initially published as an approved change on November 20, 1990 with implementation scheduled for May 1, 1994. The Components agreed to the submission of AMCL 40 for a revised implementation date at the DoD Supply PRC meeting 98-2. We will use the dates provided in response to this request to establish a mutually satisfactory revised implementation date.

Procedures associated with this approved change have been incorporated in the DoD 4000.25-M, DLMS, Volume 2 based upon the original AMCL. This publication will be updated to reflect the revisions contained in the attachment.

Please review the attached change and provide your earliest implementation date to DLMSO no later than 60 days from the date of this memorandum. Addressees may direct questions to the DLMSO points of contact, Ms. Vermella Saváge, DoD MILSTRIP System Administrator, 703-275-5272, DSN 235-5272, or e-mail: vermella_savage@hq.dla.mil or Ms. Ellen Hilert, Co-Chair, Supply Process Review Committee, 703-275-5171, DSN 235-5171, or e-mail: ellen_hilert@hq.dla.mil. Others must contact their Service or Agency designated representative.

/signed/

JAMES A. JOHNSON
Director
Defense Logistics Management
Standards Office

Attachment

DISTRIBUTION:
MILSTRIP Focal Points
Supply PRC Members

cc:
DASD(L)MDM
ARMY LOGSA SATPV L
LMI

APPROVED MILSTRIP CHANGE LETTER 40
NOTIFICATION OF CUSTOMER NONRESPONSE TO MATERIEL OBLIGATION
VALIDATION (MOV) REQUEST

1. References:

a. OASD(P&L) letter, July 27, 1988, subject: Draft Report on the Audit of the Validation of Requirements for Unfilled Materiel Orders (Project 7SL-050) NOTAL.

b. DLA-OSC letter, May 11, 1989, subject: Proposed Change to Military Standard Requisitioning and Issue Procedures (MILSTRIP) DoD 4000.25-1-M.

c. DLSSO-BM letter, February 14, 1989, subject: Proposed MILSTRIP Change Letter (PMCL) 28, Application of Materiel Obligation Validation Procedures to Requisitions in Pre-Award Procurement Status.

d. MILSTRIP Focal Point Committee Meeting 89-4, July 11-13, 1989.

e. DLSSD-BM letter, October 11, 1989, subject: Proposed MILSTRIP Change Letter (PMCL) 28A, Notification of Customer Nonresponse to MOV Request.

f. DoD IG Audit Report No. 89-046, January 18, 1989, subject: Validation of Requirements for Unfilled Materiel Orders.

g. DLSSD-BM letter, May 21, 1990, subject: Approved MILSTRIP Change Letter (AMCL) 150C, Reinstatement of Canceled Transactions (Staffed by MCL 449A).

2. Change Concept/Rationale:

a. **Concept.** To notify customers of nonresponse to MOV requests when backordered requisitions are in BZ status. To notify the customer that materiel will be shipped and charged to the requisitioner unless an appropriate cancellation is received by the supply source.

b. **Rationale.** A DoD IG audit report (reference 1a) recommended that DLA direct the Defense Supply Centers to suspend significant procurement actions in a pre-award status

Attachment

when requisitioners to not respond to MOV requests until a follow-up validation for the requirements could be obtained from the customer.

(1) The DoD IG recommendation required suspension of buys in a pre-award status and manual off-line validation of requirements. The DoD IG concept would have been resource intensive and would have delayed customer support on the involved requisitions a minimum of 30 days. A DLA study indicated that at least 80 percent of requisitions in a pre-award status were for materiel still needed by the customer. The suspension of procurement action and the subsequent requirement verification process would have only served to delay the supply of needed materiel.

(2) The DLA counter proposal (reference 1b) to PMCL 28 (reference 1c) was submitted to the MILSTRIP Focal Point Committee for evaluation during the reference 1d meeting and was approved for staffing.

(3) The reference 1c letter was rescinded and replaced by reference 1e in response to reference 1f recommendation A.1.b. and included the cancellation and reinstatement provision of AMCL 150C (reference 1g) for items in a pre-award procurement status.

3. Interface/Impact Requirements:

a. **Interface.** Between the source of supply, Defense Automated Addressing System Office, and the requisitioner.

b. **Impact.** Requires program and documentation changes.

4. **Procedures.** See the enclosure.

Enclosure:
As stated

**APPROVED MILSTRIP CHANGE LETTER 40
NOTIFICATION OF CUSTOMER NONRESPONSE TO MATERIEL
OBLIGATION VALIDATION (MOV) REQUEST**

1. Chapter 7, Paragraph E. Revise the lead-in paragraph as follows:

MOV requests **and DI AV_ transactions** will be transmitted to the activities determined under the following rules:

2. Chapter 7, Paragraph J. Renumber subparagraph J.3. as J.4.

3. Chapter 7, Paragraph J. Add new subparagraph J.3. as follows: [NOTE: The double-underscored text in subparagraph J.3. are revisions resulting from staffing the RFID. The last sentence was only revised for clarity.]

3. Supply sources will provide the requisitioner/ supplementary addressee (SUPADD)/monitoring activity a DI AV_ transaction for each requisition being processed for direct delivery from vendors, BZ status, when response has not been received by the MOV cutoff date. Requisitioners/SUPADDs/monitoring activities in receipt of the DI AV_ transactions are required to conduct an item-by-item review and respond with a DI AC_ cancellation transaction if the materiel is not required. Requisitioners are advised that procurement action is in process and that the materiel will be shipped and billed unless a DI AC_ cancellation transaction is submitted.

4. Chapter 7, Paragraph L. Renumber subparagraphs L.4. thru L.6. as subparagraphs L.5. thru L.7., respectively.

5. Chapter 7, Paragraph L. Add new subparagraph L.4. as follows: [NOTE: The double-underscored text in subparagraph L.4. are revisions resulting from staffing the RFID.]

4. Requisitions being filled by direct delivery from vendors, Status Codes BV and BZ, are excluded from automatic cancellation of the MOV process. When a response to a MOV request has not been received by the response cutoff date for a requisition in BZ status, the supply source will generate a DI AV_, Notification of Customer Nonresponse to MOV Request. The

Enclosure

requisitioner/SUPADD/monitoring activity will validate the requirement and respond with a DI AC_ cancellation transaction if the materiel is not required.

6. Appendix B1. Add three new DI codes as follows:

<u>CODE</u>	<u>DOCUMENT TITLE</u>	<u>EXPLANATION</u>
AV1	Notification of Customer Nonresponse to MOV Request	To requisitioner (rp 30-35)
AV2	Notification of Customer Nonresponse to MOV Request	To SUPADD (rp 45-50)
AV3	Notification of Customer Nonresponse to MOV Request	To rp 54

7. Appendix C, Formats (Index). Revise to include the following:

Appendix C54 -	Notification of Customer Nonresponse to Materiel Obligation Validation Request	C54-1
----------------	--	-------

8. Appendix C. Add the new appendix C54 as follows:

APPENDIX C54

NOTIFICATION OF CUSTOMER NONRESPONSE TO MATERIEL OBLIGATION VALIDATION REQUEST

<u>FIELD LEGEND</u>	<u>RECORD POSITION(S)</u>	<u>ENTRY AND INSTRUCTIONS</u>
Document Identifier	1-3	Enter DI AV_.
Routing Identifier	4-6	Enter the RI of supply source initiating the request.
Media and Status	7	Enter the program originator code; otherwise, leave blank. This code may be entered by the ILCO, at Service option, on Service initiated FMS and Grant Aid transactions to SAOs.
Stock or Part Number	8-22	Enter the stock or part number of Number the item on which validation is required. This number should be in agreement with the number included in the latest status transaction furnished to the recipient activities prior to the notification request.
Unit of Issue	23-24	Enter data from original requisition.
Quantity	25-29	<p>a. Enter quantity in BZ status not responded to in MOV.</p> <p>b. For ammunition items (FSG 13), enter an "M" in rp 29 to express in thousands any quantity exceeding 99,999. Example: A quantity of 1,950,000 will be expressed as 1950M (1950 in rp 25-28 and an "M" in rp 29).</p>

<u>FIELD LEGEND</u>	<u>RECORD POSITION(S)</u>	<u>ENTRY AND INSTRUCTIONS</u>
Document Number	30-43	Enter the document number of the original requisition for the item being validated.
Suffix	44	Enter the suffix assigned; otherwise, leave blank.
Other Fields	54-56	Enter the data from the original requisition for the item being validated.
Blank	57-79	Leave blank.
Multi-Use	80	Reserved for the ILCO's entry of internal control data on FMS and MAP Grant Aid transactions; otherwise, leave blank.