



PRODUCTION AND  
LOGISTICS  
(L/SD)

OFFICE OF THE ASSISTANT SECRETARY OF DEFENSE

WASHINGTON, DC 20301-8000

1 FEB 1992

MEMORANDUM FOR OFFICE OF THE ASSISTANT SECRETARY OF THE ARMY  
(INSTALLATIONS, LOGISTICS AND ENVIRONMENT)  
OFFICE OF THE ASSISTANT SECRETARY OF THE NAVY  
(RESEARCH, DEVELOPMENT AND ACQUISITION)  
OFFICE OF THE ASSISTANT SECRETARY OF THE AIR FORCE  
(ACQUISITION)  
EXECUTIVE DIRECTOR, TECHNICAL AND LOGISTICS SERVICES,  
DLA

SUBJECT: Controls for Munitions List Items (MLI)

In May 1987, to improve and tighten controls over DoD items that are coded as requiring demilitarization, the Deputy Secretary of Defense recommended that a controlled inventory item code (CIIC) be assigned to MLI. The assignment of a CIIC will preclude automatic physical inventory write-off and require causative research to be conducted on those items missing from inventory. The CIIC 7 was redefined to enforce the physical inventory and causative research of certain MLI.

To ensure uniform application of CIIC 7 the following guidance is provided:

a. The CIIC 7 is assigned to unclassified items with a Demilitarization (DEMIL) Code other than A, B, or Q. Items requiring demilitarization that are currently assigned CIIC U (Unclassified), will be changed to CIIC 7 and any new item entering the Federal Catalog System which has a demilitarization code other than A, B, or Q, and which under existing definitions would be assigned CIIC U, will now be assigned CIIC 7.

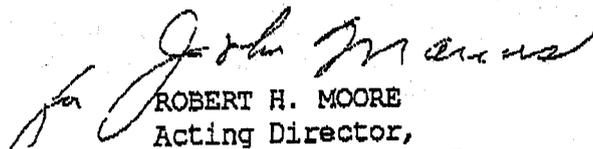
b. Items assigned CIIC 7 should not be classified, sensitive or pilferable; therefore, CIIC 7 items are subject to noncontrolled physical inventory requirements, may be stored in general purpose storage, and do not require additional handling or transportation.

Enclosure 8

c. Complete causative research shall be conducted on all adjustments (gains and losses) with an extended value greater than \$2,500. Sample causative research in lieu of complete causative research for discrepancies with a value from \$.01 to \$2,500 may be accomplished to serve as a deterrent to fraud, waste or abuse and to identify systemic inventory and security problems. Suspected fraud, waste or abuse will require causative research and an official Financial Liability Investigation Of Property Loss report.

The above guidance provides policy to strengthen the control and accountability of weapon systems spare parts in the supply system and will ensure a correlation between items assigned a DEMIL code and a CIIC. The policy also ensures a commensurate degree of visibility and management for items requiring demilitarization, whether the item is in the disposal or supply system.

DoD Components that are currently in the process of determining whether their MLIs are properly DEMIL and CIIC coded, are hereby granted a one year waiver from causative research requirements for discrepancies with a value from \$.01 to \$16,000. The waiver only applies to DEMIL coded items with a CIIC of "U" or "7." This waiver is effective immediately and ends one year from the date of this memorandum.

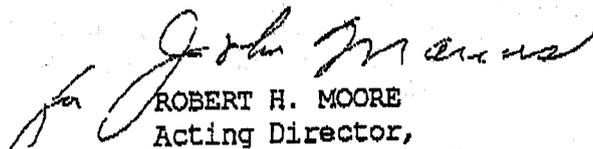
  
ROBERT H. MOORE  
Acting Director,  
Supply Management Policy

cc: Cdt Marine Corps

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