



SUSTAINMENT

## OFFICE OF THE ASSISTANT SECRETARY OF DEFENSE

3500 DEFENSE PENTAGON  
WASHINGTON, DC 20301-3500

### MEMORANDUM FOR SUPPLY PROCESS REVIEW COMMITTEE

SUBJECT: Approved Defense Logistics Management Standards Change 1483, 867I Materiel  
Issue of Expended Ordnance

The Defense Logistics Management Standards change, as outlined in the attachment, is approved for implementation.

Addressees may direct questions to Steve Nace, e-mail: [DEDSO.Supply@dla.mil](mailto:DEDSO.Supply@dla.mil).  
Others must contact their designated PRC representative available at <https://www.dla.mil/Defense-Data-Standards/Committees/Contacts/>.

Stephanie Q. Howard, Brigadier General, USA  
Performing the duties of the Deputy Assistant  
Secretary of Defense for Logistics

Attachment:  
As stated

cc:  
DLA J6DS

# Approved Defense Logistics Management Standards Change 1483, 867I Materiel Issue of Expended Ordnance

## 1. ORIGINATING SERVICE/AGENCY AND POC INFORMATION:

a. **Technical POC:** Andrew Filer, Naval Supply Systems Command (NAVSUP) Ordnance Information System (OIS), [andrew.d.filer.civ@us.navy.mil](mailto:andrew.d.filer.civ@us.navy.mil)

b. **Functional POC:** Steven Flowers, NAVSUP, [steven.d.flowers.civ@us.navy.mil](mailto:steven.d.flowers.civ@us.navy.mil)

## 2. REASON FOR CHANGE:

a. **Bottom Line Up Front:** Update the Defense Logistics Management Standards (DLMS) 867I (Issue) transaction set to include a new type of Product Transfer Type for Ordnance Expenditure and provide a reason for the expenditure. See Enclosure 1. This change has audit remediation implications but only impacts the Navy Ordnance Information System (OIS) and Defense Automatic Addressing System (DAAS).

b. **Background:** Currently in Navy OIS, expenditures of ordnance are generically issued as an 867I with a Product Transfer Type Code of “BQ – (Other)” that is followed by a custom Navy OIS transaction (i.e., an ‘ATR’) to track the type and reason of the expenditure. This custom transaction is used to satisfy ordnance expenditure requirements within Navy policies identified within NAVSUP P-724 CONVENTIONAL ORDNANCE STOCKPILE MANAGEMENT POLICIES AND PROCEDURES (Reference b.(1)) for specific ordnance quantities expended under categorized reasons. Removal of the ‘ATR’ transaction within Navy OIS and consolidation of reporting requirements into the 867I transaction will enable the Navy to streamline financial and inventory reporting based on expenditure scenarios.

## 3. CHANGE IN DETAIL:

a. **Technical Details:** Two additions are requested for the 867I:

(1) Add a new code titled “Ordnance Expenditure” for the Product Transfer Type Code (2/PTD01/10) element under the Product Transfer and Resale Detail (PTD) segment.

(2) Add a new code for the Industry Code segment (LQ) in the DLMS 867I to indicate the “Ordnance Expenditure Reason.” This would be a three-character alphanumeric code that would map to values in Navy OIS.

b. **Revised Transaction Flow:** N/A

## 4. IMPLEMENTATION TARGET: Quarter 4 of Fiscal Year 2026.

## **5. TECHNICAL IMPACT:**

### **a. Additions or Changes to Data Elements:**

(1) Add a new code titled “Ordnance Expenditure” for the Product Transfer Type Code (2/PTD01/10) element under the Product Transfer and Resale Detail (PTD) segment.

(2) Add a new code for the Industry Code segment (LQ) in the DLMS 867I to indicate the “Ordnance Expenditure Reason.” This would be a three-character alphanumeric code that would map to values in Navy OIS.

**b. Automated Information Systems (AIS):** Navy Ordnance Information System (OIS).

**c. Defense Automatic Addressing System (DAAS):** Update mapping to reflect the changes in Enclosure 2, as necessary.

## **6. PUBLICATION/POLICY IMPACT:**

### **a. Defense Logistics Manual (DLM) 4000.25:**

(1) Chapter 14, Issue, Loan, Demand, and Single Manager for Conventional Ammunition Freeze/Unfreeze Action.

(2) DLMS 867I Implementation Convention, Issue.

### **b. Non-DLM 4000.25 Publications:**

(1) NAVSUP P-724 Conventional Ordnance Stockpile Management Policies and Procedures.

**7. ASSUMPTIONS:** This code will be used for intra-Navy ordnance-related issue transactions.

## **8. FINANCIAL IMPROVEMENT AND AUDIT REMEDIATION (FIAR), MATERIAL WEAKNESS, AND AUDIT-RELATED INFORMATION:**

### **a. Notices of Findings and Recommendations (NFR):**

(1) NAVYNFR-7286 (IT-NFR-2018-OIS-014) – Deficiencies in control and reconciliation of financially-significant transactions through OIS inbound interfaces (NAVYCAP-547).

(2) NAVYNFR-23615 (IT-NFR-2022-OIS-001) – Ability to identify and resolve interface data errors that cause data inaccuracies within OIS and downstream financial reporting activities (NAVYCAP-23958).

**b. Corrective Action Plan (CAP) References:** See 8a.

**c. Other FIAR, Material Weakness, and Audit-Related Information:** N/A

**9. END-TO-END TESTING REQUIREMENTS:** DAAS and Navy to conduct testing prior to implementation to the production environment.

**10. REFERENCES:**

a. DLM 4000.25, Volume 2, Chapter 14, Issue, Loan, Demand, and Single Manager for Conventional Ammunition Freeze/Unfreeze Action

b. NAVSUP P-724 Conventional Ordnance Stockpile Management Policies and Procedures

**11. PROPOSED DLMS CHANGE (PDC) 1483 RESPONSE/COMMENT RESOLUTION:**  
See consolidated comment matrix, Enclosure 3.

**12. PROPOSED FUNDING REQUIREMENTS:**

#	DoD Component	Response/Comment
1.	DLA	No comment provided.
2.	U.S. Air Force	No comment provided.
3.	U.S. Army	No comment provided.
4.	U.S. Marine Corps	No comment provided.
5.	U.S. Navy	No comment provided.
6.	DAAS	No comment provided.
7.	USTRANSCOM	No comment provided.

**13. IMPLEMENTATION TIMELINE AND ESTIMATED COMPLETION DATE:**

#	DoD Component	Response/Comment
1.	DLA	No comment provided.
2.	U.S. Air Force	No comment provided.
3.	U.S. Army	No comment provided.
4.	U.S. Marine Corps	No comment provided.
5.	U.S. Navy	No comment provided.
6.	DAAS	No comment provided.
7.	USTRANSCOM	No comment provided.

## Enclosure 1, Defense Logistics Manual (DLM) 4000.25 Revisions

Additions are identified by **bold red** font. Revise DLM 4000.25, Defense Logistics Management Standards, Volume 2, Chapter 14, as shown; renumber if necessary.

(Preceding text not shown.)

C14.1.2.1. Issue Transaction. Issue Transaction is DLMS 867I Issue, identified by ASC X12 beginning segment (1/BPT04/20) Report Type Code 01 – Product Transfer. This transaction provides MILSTRAP legacy Document Identifier Code (DIC) D7\_ functionality. The Issue Transaction function is further broken down by the 2/PTD01/10 Product Transfer Type Code which provides the functionality of the third position or the MILSTRAP legacy DIC. Table C14.T1 shows the specific product transfer type code corresponding to the MILSTRAP legacy DICs.

**C14.1.2.1.1. For Navy ordnance-related expenditures, Product Transfer Type Code “OE – (Ordnance Expenditure)” will be used in 2/PTD01/10 in a DLMS-only transactional environment. When Product Transfer Type Code OE is present, the transaction must also contain the Expenditure Reason Code 121. Use of these two corresponding data points will enable the Navy to streamline financial and inventory reporting based on expenditure scenarios.**

## Enclosure 2

Revise the following DLMS Implementation Conventions as shown. Changes are identified by **bold red** font.

#	Location	DLMS 4010 867I Issue	Reason
1.	DLMS Introductory Note	Add ADC 1483 DLMS Introductory Note: <b>- ADC 1483, 867I Materiel Issue of Expended Ordnance</b>	New Navy requirement.
2.	2/PTD01/10	Add new Product Transfer Type Code and DLMS Note: <b>OE – Ordnance Expenditure</b> <b>DLMS Note: Issue (Ordnance Expenditure) – Use to identify the issue as being related to an ordnance expenditure.</b>	New Navy requirement.
3.	2/LQ01/270	Add New Qualifier and DLMS Note: <b>121 – Ordnance Expenditure Reason</b> <b>DLMS Note: Code 121 provides details about the reason for the ordnance expenditure.</b>	New Navy requirement.

### Enclosure 3

**ADC 1483 Comment Matrix**

DoD Component Input			Action Officer Response		
Org	Comment	Recommended Change	Commentor	Accept or Reject	DEDSO Notes
DLA	Concur without comment.				As noted.
Air Force	No response/Concur				As noted.
Marine Corps	No response/Concur				As noted.
Army	No response/Concur				As noted.
Air Force	No response/Concur				As noted.
Marine Corps	No response/Concur				As noted.
Navy	No response/Concur				As noted.
DAAS	No response/Concur				As noted.
USTRANSCOM	No response/Concur				As noted.