



DEFENSE LOGISTICS AGENCY  
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IN REPLY  
REFER TO

DLMSO

JUN 29 2006

MEMORANDUM FOR FINANCE PROCESS REVIEW COMMITTEE (PRC) MEMBERS

SUBJECT: Approved DLMS Change (ADC) 110D, U.S. Air Force (USAF) Interfund Bill  
Restrictions (Finance)

The attached change to DOD 4000.25-7-M, Military Standard Billing (MILSBILLS) and DOD 4000.25-M, Defense Logistics Management System (DLMS), is approved for immediate implementation.

Addressees may direct questions to the DLMSO points of contact, Ms. Ellen Hilert, Chair, Supply Process Review Committee, 703-767-0676, DSN 427-0676, or e-mail: ellen.hilert@dla.mil or Ms. Aundra Rhone-Jones, DOD MILSTRIP System Administrator, 703-767-3630, DSN 427-3630, or e-mail: aundra.rhone-jones.dla.mil. Others must contact their Service or Agency designated representative.

A handwritten signature in black ink, appearing to read "Donald C. Pipp".

DONALD C. PIPP  
Director  
Defense Logistics Management  
Standards Office

Attachment

cc:  
DUSD(L &MR)SCI  
Supply PRC

## DLMS Change 110-D

### USAF Interfund Bill Restrictions

1. **ORIGINATOR:** DFAS Denver

2. **FUNCTIONAL AREA:** Finance

3. **REFERENCES:**

a. DOD 4000.25-7-M, Military Standard Billing System (MILSBILLS)

b. DLMSO memorandum, dated March 11, 2004, subject: Approved DLMS Change (ADC) 110, DAASC Processing of AF Requisitions and Requisitions with Billing Restrictions-Revised

c. DLMSO memorandum, dated March 14, 2004, subject: Approved DLMS Change (ADC) 110A, DAASC Processing of AF Requisitions and Others with Billing Restrictions-Revised

4. **REQUESTED CHANGE:**

a. **Description of Change:** Under the original ADC 110 (reference 3.b.), an edit was established to trigger DAAS rejection of bills containing USAF DODAACs which may not be used in interfund billing. Under ADC 110A (reference 3.c.), a revision was authorized so that credit bills (SBR begins with FS2) were allowed to process. This change revokes ADC 110A, and restores the original ADC 110 edits. Revisions are identified in ***bold italics***.

b. **Procedures:**

(1) Revise MILSBILLS to reject interfund bills when the bill-to office DODAAC (removing the temporary limited application to charge records only):

- is a non-appropriated funded activity (DODAAC begins with FT or FF) ~~and the bill contains charge (F=1) records.~~
- may not be used for billing (DODAAC begins with FA or FY) ~~when the bill contains charge (F=1) records.~~

(2) Revise MILSBILLS Chapter 6 as indicated:

C6.3.2. Bill Editing

C6.3.2.1. DAAS shall edit and reject any bill which fails any of the following edits:

C6.3.2.1.1. The record count (positions 5-7) of the summary billing record equals the actual count of the supporting detail billing records.

C6.3.2.1.2. The bill-to DODAAC (reference (i)) (positions 30-35) of the summary billing record is a valid DODAAC.

C6.3.2.1.2.1 The bill-to DODAAC of the summary billing record is authorized for use as a bill-to party. An unauthorized USAF bill-to activity ***is identified by its structure***:

- *DODAAC begins with FT or FF indicating a non-appropriated funded activity,*
- *DODAAC begins with FA or FY, or*
- The first position is an “F”, followed by one numeric character in position two, and an alpha character in position three.

c. **Effective:** DAASC implementation requested ASAP

**5. REASON FOR CHANGE/BACKGROUND:** FY DODAACs are for ship-to only purposes; FA DODAACs are for administration purposes only, and can't order or be billed; FF are for non-appropriated funds and have no appropriated money; and FT DODAACs are for food purchases and must be billed using fund code XP per AFI 24-230, Attachment 2. The original ADC 110 established edits to enforce appropriate usage; however, the USAF discovered that DFAS was still receiving numerous transactions associated with old bills using FA, FF, FT and FY DODAACs, for which credit bills would not process under ADC 110A edits. As a result, ADC 110A was issued to limit the edits to new charges only. In addition, AF ROTC FY DODAACs previously used to order, ship, and bill, have now been migrated to another DODAAC series. USAF is satisfied that it is appropriate at this time to restore the original ADC 110 edits so that they may be implemented in full.

**6. IMPACT:**

- a. Enforces correct usage of DODAACs for interfund billing.
- b. Requires update to DAAS edits
- c. Requires publication within DLMS and MILSBILLS