



DEFENSE LOGISTICS AGENCY  
HEADQUARTERS  
8725 JOHN J. KINGMAN ROAD  
FORT BELVOIR, VIRGINIA 22060-6221

IN REPLY  
REFER TO DLMSO

JUN 14 2006

MEMORANDUM FOR SUPPLY PROCESS REVIEW COMMITTEE MEMBERS

SUBJECT: Approved Defense Logistics Management System (DLMS) Change (ADC) 200,  
Revisions to DLMS Supplement 527R to Support Requirements for the Army Medical  
Material Agreement Receipt Transactions (Staffed by PDC 215) (Supply)

The attached change to DOD 4000.25-M, DLMS is approved for immediate implementation. This change is required for a Defense Logistics Agency (DLA) Business System Modernization (BSM) release to support Defense Medical Logistics Standard Support (DMLSS).

Addressees may direct questions to the DLMSO point of contact Ms. Mary Jane Johnson, e-mail: [Mary.Jane.Johnson@dla.mil](mailto:Mary.Jane.Johnson@dla.mil). Others must contact their Component designated Supply Process Review Committee representative.

A handwritten signature in cursive script, appearing to read "Donald C. Pipp".

DONALD C. PIPP  
Director  
Defense Logistics Management  
Standards Office

Attachment

cc:  
DUSD(L)SCI  
Joint Physical Inventory Working Group

## ATTACHMENT TO ADC 200

### Revisions to DLMS Supplement 527R to Support Requirements for Army Medical Material Agreement Receipt Transactions (Staffed by PDC 215) (Supply)

#### 1. ORIGINATOR:

- a. **Service/Agency:** Defense Logistics Agency
- b. **Originator:** DLA Order Fulfillment Lead, Cindy McGee

#### 2. FUNCTIONAL AREA: Primary: Supply/Logistics

#### 3. REFERENCES:

- a. Army Medical Material Agreement (**AMMA**) Functional Requirements Document
- b. DLMSO memorandum, April 21, 2006, subject: Proposed Defense Logistics Management System (DLMS) Change (PDC) 215, Revisions to DLMS Supplement 527R to Support Requirements for the Army Medical Material Agreement Receipt Transactions (Staffed by PDC 215) (Supply)
- c. DLMSO memorandum, May 23, 2006, subject: Defense Logistics Management Systems (DLMS) Supply Process Review Committee (SPRC) Meeting 06-01, April 25-27, 2006

#### 4. REQUESTED CHANGE:

- a. **Title:** Revisions to DLMS Supplement 527R to Support Requirements for Army Medical Material Agreement Receipt Transactions (Supply)
- b. **Description of Change:** These changes allow receipts to be processed in the Defense Logistics Agency's Business System Modernization (BSM) from the Defense Medical Logistics Standard Support (**DMLSS**) for AMMA prime vendor and purchase card processes.
- c. **Background:** The Tailored Vendor Relationships (**TVR**) process was implemented in BSM Release 2.2 (R2.2). TVR are those business processes where there is a direct relationship between the customer and the vendor. That is, customers place orders directly with the Prime Vendor, outside the normal supply system requisitioning channels, using various communication channels such as electronic data interchange (EDI), phone, fax, e-mail, or via the prime vendor's ordering system. BSM receives copies of transactions in order to maintain line item accountability.

For BSM R2.2.1 a new process termed the Army Medical Material Agreement (AMMA – previously known as Medical Army Single Stock Fund (MASSF)) is being implemented in coordination with DMLSS and the Theater Enterprise-Wide Logistics System (**TEWLS**). The

prime vendor model of the AMMA program is in many ways very similar to TVR, however, DLA funds are used by the Army to purchase items via DMLSS/TEWLS. In this case BSM owns the materiel until items are issued at the retail level. As a result the MILSTRAP DIC D4S receipt as an DLMS 527R receipt will be received by BSM from DMLSS/TEWLS. Additional fields are required to be added to the 527R receipt on top of the TVR requirements to support the AMMA purchase card process.

AMMA and TVR were discussed at the SPRC meeting 06-1 (reference 3.c.) and the background was summarized in the minutes as follows: In DLA's legacy system, AMMA was known as Medical Army Single Stock Fund. The new agreement between DLA and Army renamed the program, and to support this supply technique in DLA's ERP (BSM), some reengineering of the process has taken place which requires additional data to be passed in the associated DLMS transactions. Under the AMMA concept, DLA owns the medical materiel all the way down to the retail or hospital shelf level until it is issued to a consumer. When it is issued to a consumer, then a post-post issue transaction is sent to DLA, inventories are debited, and the customer is billed. To replenish DLA-owned "retail" materiel from DLA supply sources, Army employs DMLSS/Theater Enterprise-Wide Logistics System (TEWLS). There are multiple ordering chains used to obtain materiel depending on how DLA manages the item. These range from traditional MILSTRIP stock and DVD orders for medical NSN items to TVR direct procurements for part number items. However, the predominance of support is via the TVR arrangements. TVRs are business processes where there is a direct relationship between the customer and the vendor (e.g., customers place orders directly with the Prime Vendor or with an Electronic Catalog (ECAT) Vendor). BSM receives copies of the transaction between the customer and the vendor in order to maintain line item accountability. Under the AMMA process, when the hospital receives the materiel they send a receipt transaction back to BSM so the assets are posted on DLA's records as the owner, however, DMLSS/TEWLS maintains the accountable record.

**d. DLA RECOMMENDED:**

**(1) Update 527R CS Segment DLMS Notes for AMMA Purchase Card Receipts**

DMLSS/TEWLS AMMA purchase card receipts will not contain a contract number in CS01 or a call in CS03 and instead will have a purchase card account number and purchase card call to uniquely identify transactions (see new fields below).

**(2) Add following fields to the 527R implementation convention:**

**Unit Price** – AMMA receipt transactions may not be against a purchase order in BSM specifically in the case of purchase card receipts. The price is needed on these transactions to allow valuation of inventory for receipts BSM. The price could be the latest acquisition cost (LAC), or the LAC + cost recovery rate (CRR). The AMT segment could be opened on the 527R to pass these values.

**Purchase Card Account Number** - This is not a credit card number. It is an account number that could be used by BSM to help reconcile purchase card issues with DMLSS. Since there is no PIIN/SPIIN associated with purchase card receipt transactions, this value along with the purchase card call number provides for unique identification of the transaction. The N9 Reference ID could be used for this field.

**Purchase Card Call Number** – Call number associated with the purchase card account number. The combination of the two fields provides for unique identification of the transaction. The N9 Reference ID could be used for this field.

**Vendor Reference Number** – CARE (Customer Automation and Reporting Environment) invoice number will be populated on AMMA purchase card receipts. This value will help with issue resolution and reconciliation. CARE is a web-based electronic access system developed by U. S. Bank that will invoice BSM for purchase card transactions. The N9 Reference ID could be used for this field.

**e. PROCEDURES. Revise DOD 4000.25-M, DLMS, as follows (changes are identified by *red, bold, italicized* text):**

(1) Revise DOD 4000.25-M, DLMS, ACRONYMS AND ABBREVIATIONS, to add the following new acronyms.

ACRONYM	DEFINITION
<b><i>AMMA</i></b>	<b><i>Army Medical Material Agreement</i></b>
<b><i>BSM</i></b>	<b><i>Business System Modernization</i></b>
<b><i>DMLSS</i></b>	<b><i>Defense Medical Logistics Standard Support</i></b>
<b><i>TVR</i></b>	<b><i>Tailored Vendor Relationships</i></b>
<b><i>TEWLS</i></b>	<b><i>Theater Enterprise-Wide Logistics System</i></b>

(2) Revise DOD 4000.25-M, DLMS, Volume 2, Chapter 13 to add new paragraph C13.2.5, as follows and renumber subsequent paragraphs as needed:

***C13.2.5 Army Medical Material Agreement (AMMA) Receipts. The Defense Logistics Agency (DLA), in coordination with Defense Medical Logistics Standard Support (DMLSS) and Theater Enterprise-Wide Logistics System (TEWLS), has implemented a process called the Army Medical Material Agreement (AMMA). Under the AMMA program, DLA funds are used by the Army to purchase items via DMLSS/TEWLS. BSM receives a DS 527R receipt from DMLSS/TEWLS to receipt purchased items into stock for inventory accountability. DLA owns the material until items are issued at the retail level and inventory is decremented in DLA's Business System Modernization (BSM).***

***C13.2.5.1. Receipts from Army Medical Material Agreement (AMMA) sites should include the latest acquisition cost to allow for proper valuation of inventory.***

***C13.2.5.2. Purchase card receipts from AMMA sites must contain a Purchase Card Account Number and Purchase Card Call Number in order to uniquely identify transactions. A Vendor Reference number should also be included which is the CARE (Customer Automation and Reporting Environment) invoice number. This value will help with issue resolution and reconciliation.***

(3) Revise DS 527R receipt as shown in the table below:

Item #	Location	DS 527R Receipt Revision	Reason	Federal IC Impact
1.	DLMS Introductory Notes	<p><u>Added ADC 200</u></p> <p>- ADC 200 Revisions to DS 527R to Support Requirements for the Army Medical Material Agreement Receipt Transactions.</p>	Identifies DLMS Changes included in the DLMS Supplement	No revision required
2.	2/N901/30	<p><u>Add new qualifier '11' with DLMS notes:</u></p> <p><b>11 Account Number</b></p> <p>DLMS Note: 1. Use only for Army Medical Material Agreement (AMMA) purchase card receipts to identify the Purchase Card Account Number. This is NOT a credit card number. This number is used to cross reference to a credit card number. Use with N907 code 5B.</p> <p>2. This number will be used by DLA BSM to help reconcile purchase card issues with Defense Medical Logistics Standard Support (DMLSS). Since there is no contract number or document number associated with purchase card receipt transactions, this number, along with the purchase card call number (2/N907/30 code 5B), provides for unique identification of the transaction.</p> <p>3. DLMS enhancement. See introductory DLMS note 5.a.</p>	This is an account number that could be used by BSM to help reconcile purchase card issues with DMLSS. Since there is no PIIN/SPIIN or document number associated with purchase card receipt transactions, this value along with the purchase card call number at N907 provides for unique identification of the transaction.	Revision required

Item #	Location	DS 527R Receipt Revision	Reason	Federal IC Impact
3.	Open the composite at 2/N907/30	<p><b>Add notes and qualifier 5B as shown:</b></p> <p><b>Federal Note:</b> Use any code.</p> <p><b>DLMS Note:</b> 1. Use the appropriate code, based on the CS01 information, when the Exhibit Line Item Number (ELIN), Contract Line Item Number (CLIN), Agreement Line Item Number (ALIN), or delivery order line number are known.</p> <p>2. For DLMS, only the following codes are authorized.</p> <p><b>Add:</b> <b>5B Supplemental Account Number</b></p> <p>DLMS note: 1. Use with N901 code 11. Use only for Army Medical Material Agreement (AMMA) purchase card receipts to identify the Purchase Card Call Number associated with the Purchase Card Account Number (N901 code 11). The combination of the two fields provides for unique identification of the transaction.</p> <p>2. DLMS enhancement. See introductory DLMS note 5.a.</p>	This is an account number that could be used by BSM to help reconcile purchase card issues with DMLSS. Since there is no PIIN/SPIIN or document number associated with purchase card receipt transactions, this value along with the purchase card account number at N901 provides for unique identification of the transaction.	Revision required
4.	2/N901/90	<p><u>Add new qualifier 'VR' with DLMS note</u></p> <p><b>VR Vendor ID Number</b></p> <p>DLMS Note: 1. Use only for AMMA purchase card receipts. Use to identify the Vendor Reference Number (i.e., the CARE (Customer Automation and Reporting Environment) invoice number that will be populated on AMMA purchase card receipts). This value will help with issue resolution and reconciliation. CARE is a web-based electronic access system developed by U. S. Bank that will invoice BSM for purchase card transactions.</p> <p>2. DLMS enhancement. See introductory DLMS note 5.a.</p>	As stated in DLMS note 1 and the DLMS note for 'VR'	No revision required
5.	2/AMT/100	<p><u>Open AMT segment</u></p> <p>DLMS note: 1. Use only for Army Medical Material Agreement (AMMA) receipts.</p> <p>2. DLMS enhancement. See introductory DLMS note 5.a.</p>	To accommodate AMMA requirement for cost information	Revision required

Item #	Location	DS 527R Receipt Revision	Reason	Federal IC Impact
6.	2/AMT01/100	<u>Open AMT01:</u> <u>Add Federal note:</u> Use any code. <u>Add DLMS Note:</u> For DLMS, only the following codes are used. <u>Add qualifier 'JJ' with DLMS notes.</u> <b>JJ Cost Basis</b> DLMS Note: 1. Use only for AMMA receipts to identify the acquisition unit price of the material. This price will allow valuation of inventory for receipts not against a purchase order. 2. DLMS enhancement. See introductory DLMS note 5.a.	To accommodate AMMA requirement for cost information	Revision required
7.	2/AMT02/100	Open AMT02 Monetary Amount	To accommodate AMMA requirement for cost information	Revision required

**f. DAASC Mapping:** Update DAASC mapping to allow DLMS 527R receipt transactions containing the new data fields to pass edits. The new data does not apply to the 80 record position MILS D4\_/D6\_ receipt transactions.

**g. Alternatives:** BSM will not be able to support the AMMA processes using the DLMS 527R receipt without these changes.

**5. REASON FOR CHANGE:** BSM requires additional fields in DS 527R receipt transactions for AMMA receipts to process. This is DLMS enhanced data not conveyed by MILSTRAP receipt (DI Code D4\_/D6\_) transactions.

**6. ADVANTAGES AND DISADVANTAGES:**

**a. Advantages:** BSM and DMLSS/TEWLS will be able to comply with DLMS standards for the AMMA receipt processes.

**b. Disadvantages:** None provided PDC 204 is approved and implemented concurrently.