



DEFENSE LOGISTICS AGENCY
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IN REPLY
REFER TO DLMSO

AUG 06 2006

MEMORANDUM FOR SUPPLY PROCESS REVIEW COMMITTEE MEMBERS

SUBJECT: Approved Defense Logistics Management System (DLMS) Change (ADC) 204,
Revision to DLMS Supplements 846P and 846R to Support Requirements for the Army
Medical Material Agreement Inventory Records Management Process (Supply) (Staffed
by PDC 225)

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). The updated DLMS supplement will be posted to the DLMSO Web site (<http://www.dla.mil/j-6/dlmso/elibrary/TransFormats/x12.asp>) within 5 days from the date of this memorandum.

Addressees may direct questions to the DLMSO point of contact Ms. Mary Jane Johnson, email: Mary.Jane.Johnson@dla.mil. Others must contact their Component designated Supply Process Review Committee 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
Defense Logistics Information System (DLIS)
Joint Physical Inventory Working Group (JPIWG)

ATTACHMENT TO ADC 204
Revision to DLMS Supplements 846P and 846R to Support Requirements for the
Army Medical Material Agreement Inventory Records Management Process
(Supply) (Staffed by PDC 225)

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, June 19, 2006, subject: Proposed DLMS Change (PDC) 225, Revision to DLMS Supplements 846P and 846R to Support Requirements for the Army Medical Material Agreement Inventory Records Management Process (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:** Revision to DLMS Supplements 846P and 846R to Support Requirements for the Army Medical Material Agreement Inventory Records Management Process (Supply)
- b. **Description of Change:** This change is to allow the Inventory Records Management (IRM) process to work for local catalog items at Defense Medical Logistics Standard Support (DMLSS) and Theater Enterprise-Wide Logistics System (TEWLS) sites as part of the AMMA.
- c. **PDC 225 Comments.** Only DLIS provided comments to PDC 225 (reference 3.b):

(1) A DLMSO staffing note included in PDC 225 stated that DLA indicated AMMA sites may use a Local Catalog Identification instead of an NSN for receipt, issue, and inventory transactions, and that the Local Catalog Identification can reference multiple prime vendor part numbers for a specific site. DLMSO highlighted this approach/concept for DLIS review and comment as the proponent for policy/procedures related to the assignment and use of NSNs to

identify materiel in DOD. **DLIS (Dave Osburn) questions surfaced during staffing pf PDC 225 (reference 1.b), and DLA/BSM responses are as follows:**

DLIS Question	DLA/BSM Response
1. Will the configuration of the Local Catalog Identification Number be the same as a National Stock Number (e.g. 13 digits).	No, up to 35 characters are allowed.
2. Could the local numbers eventually convert to NSNs?	Yes, it is possible that a local item could become an NSN.
3. Will the local numbers be maintained/controlled by a single source?	Yes, the local numbers will be controlled in the respective source systems (DMLSS/TAMMIS/TEWLS).
4. How will duplication of local numbers be prevented?	Local numbers are unique by site in the source systems (each site runs a separate instance of DMLSS, for example). Duplicate material/site pairs are prevented in the source system and duplicates if they were to occur would error when sent to BSM and would be resolved accordingly.
5. Will there be any impact to EMALL? (e.g. will the local numbers be available in EMALL)	No.

(2) DLIS PDC 225 COMMENT: DLIS staffed with the Federal Catalog Committee (FCC) and did not receive any negative comments regarding the impact to Federal Catalog System policy. However, DLIS would hope that if some of the local catalog identification numbers become NSNs, the data would also be available for transfer to the NSN.

d. Background:

(1) The Tailored Vendor Relationships (TVR) process was implemented in BSM 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 using various communication channels such as 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.

(2) For BSM R2.2.1 a new process termed the Army Medical Material Agreement (AMMA) is being implemented in coordination with DMLSS and 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 has inventory accountability at the AMMA sites until items are issued at the retail level. As a result the DLMS Supplement (DS) 846P transaction history request (DS 846P beginning segment (1/BIA02/20) Report Type Code TF) will be sent by BSM to DMLSS/TEWLS for both NSNs and local catalog numbers as part of the IRM process. DS 846P beginning segment (1/BIA02/20) Report Type Codes DD and TC can also have NSNs or local catalog numbers for DMLSS/TEWLS. Additionally, the DS 846R location reconciliation request (DS 846R beginning segment (1/BIA02/020) Report Type Code LC) will be received by BSM from DMLSS/TEWLS for both NSNs and local catalog numbers as part of the IRM process.

(3) AMMA and TVR were discussed at the Supply Process Review Committee meeting 06-1 (reference 3.c.) and the background was summarized in the meeting minutes as follows: In DLA's legacy system, AMMA was known as Medical Army Single Stock Fund (MASSF). 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.

5. PROCEDURES:

a. DLA states that standard DLMS inventory procedures apply. DLA recommends adding Local Catalog Identification to DS 846P and 846R to support AMMA requirement for use of a local catalog number. DLA indicates that Transaction History Requests (DLMS 846P/MILSTRAP DZJ), Physical Inventory Requests (DLMS 846P/MILSTRAP DJA), and Location Reconciliation Requests (DLMS 846R/MILSTRAP DZH), for AMMA sites may be for a local catalog number and not an NSN. DLA previously identified the requirement for use of the local catalog number in receipt (DS 527R), issue (DS 867I), and inventory adjustment (DS 947I) transactions in support of AMMA.

b. Revise DS 846P as shown in the table below:

Item #	Location	DS 846P Revision	Reason	Federal IC Impact
1.	DLMS Introductory Notes	<u>Added ADC 204 to DLMS introductory note 5:</u> - ADC 204, Revision to DS 846P and 846R to Support Requirements for Army Medical Materiel Agreement Inventory Records Management Process (Supply).	Identifies DLMS changes included in the DLMS Supplement	No revision required

Item #	Location	DS 846P Revision	Reason	Federal IC Impact
2.	2/LIN02/10	<p><u>Revise DLMS note 1 to include new code A3.</u></p> <p>For 1/BIA02/20 codes DD, TC, and TF, use only one of codes A1, A2, A3, A4, FB, FS, MG, YP, or ZZ to identify the item of inventory. Must use National Stock Number (NSN) when known except when appropriate brand name subsistence items are identified by the subsistence Identification Number.</p>	To update DLMS note to accommodate requirement for Local Catalog Identification number.	No revision required
3.	2/LIN02/10	<p><u>Add new qualifier A3 with DLMS note:</u></p> <p>A3 Locally Assigned Control Number</p> <p>DLMS note: Defense Medical Logistics Standard Support (DMLSS)/Theater Enterprise-Wide Logistics System (TEWLS) use to cite their Local Catalog Identification which can reference multiple prime vendor part numbers for a specific site.</p> <p>2. DLMS enhancement. See introductory DLMS note 4.a.</p>	To accommodate requirement for Local Catalog Identification number.	No revision required (“Use any code”)

c. Revise DS 846R as shown in the table below:

Item #	Location	DS 846R Revision	Reason	Federal IC Impact
1.	DLMS Introductory Notes	<p><u>Added ADC 204 to DLMS introductory note 5:</u></p> <p>- ADC 204 Revisions to DS 846P and DS 846R to Support Requirements for Army Medical Material Agreement Inventory Records Management Process (Supply).</p>	Identifies DLMS changes included in the DLMS Supplement	No revision required

Item #	Location	DS 846R Revision	Reason	Federal IC Impact
2.	2/LIN02/010	<p><u>Revise DLMS note 1 and add new DLMS note 2:</u></p> <p>DLMS Note: 1. <i>For 1/BIA02/020 code LC</i>, use only one of codes A1, A2, A3, A4, FB, FS, MG, YP, or ZZ to identify the item of inventory. Must use National Stock Number (NSN) when known except when appropriate brand name subsistence items are identified by the subsistence Identification Number.</p> <p>2. <i>For 1/BIA02/020 codes X4 and ZZ, only use LIN02 code ZZ.</i></p> <p>3. For DLMS use only the following codes are authorized.</p>	To update DLMS note to accommodate requirement for Local Catalog Identification number (qualifier A3), and <u>DLMSO administrative updates</u> to add qualifier ZZ to note, and to specify what beginning segment (BIA02) report type code the qualifiers are used with.	No revision required
3.	2/LIN02/010 Qualifier A3	<p><u>Add new qualifier A3 with DLMS note:</u></p> <p>A3 Locally Assigned Control Number</p> <p>DLMS note: 1. Defense Medical Logistics Standard Support (DMLSS)/Theater Enterprise-Wide Logistics System (TEWLS) use to cite their Local Catalog Identification which can reference multiple prime vendor part numbers for a specific site.</p> <p>2. DLMS enhancement. See introductory DLMS note 4.a.</p>	To accommodate requirement for Local Catalog Identification number.	No revision required (“Use any code”)
4.	2/LIN02/010 Qualifier ZZ	<p><u>For qualifier ZZ, replace current DLMS note with the following:</u> ZZ Mutually Defined</p> <p>DLMS Note: Dual use:</p> <p>For 1/BIA02/20 code LC (Location Reconciliation Request), use to identify nonstandard material when all other authorized codes do not apply or cannot be determined (includes management control numbers and locally assigned control numbers). May be used for DLSS-to-DLMS conversion when the translator cannot determine a more appropriate code. DLMS enhancement, see introductory DLMS note 4a.</p> <p>For 1/BIA02/20 codes X4 (Location Reconciliation Notification) and ZZ (Location Reconciliation History Notification), must use to comply with ANSI syntax requirements. Indicate ZZ in LIN03.</p>	<u>DLMSO administrative update</u> providing guidance for use of qualifier ZZ to identify material, for consistency with other DLMS supplements.	No revision required

d. DAASC Mapping: Update DAASC mapping to allow transactions containing the new qualifier to pass edits.

e. Alternatives: BSM will not be able to accurately support the AMMA processes using the DS 846P and DS 846R without this change and will need to consider non-standard options.

6. REASON FOR CHANGE: DLA identified that the AMMA process requires the addition of a local catalog qualifier in DS 846P and 846R to accurately identify the material number being referenced. DLMSO also identified administrative updates which were needed for DS 846R.

7. ADVANTAGES AND DISADVANTAGES:

- a. Advantages:** BSM and DMLSS/TEWLS will be able to comply with DLMS standards for the AMMA IRM process.
- b. Disadvantages:** None known.