

DEFENSE LOGISTICS AGENCY  
HEADQUARTERS  
8725 JOHN J. KINGMAN ROAD, SUITE 2533  
FT. BELVOIR, VIRGINIA 22060-6221

DEC 7 1998

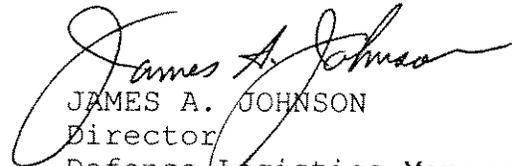
IN REPLY  
REFER TO DLMSO

MEMORANDUM FOR: DISTRIBUTION

SUBJECT: Joint Physical Inventory Working Group (JPIWG)  
Meeting, November 19, 1998

The attached minutes of the JPIWG Meeting are forwarded for your information and appropriate action.

The Defense Logistics Management Standards Office point of contact is Ms. Mary Jane Johnson, (703) 275-5266, DSN 235-5266, or e-mail: maryjane\_johnson@hq.dla.mil.

  
JAMES A. JOHNSON  
Director  
Defense Logistics Management  
Standards Office

Attachment

DISTRIBUTION:  
ADUSD(L)MDM (Ms. Sherry McNeil)  
DLA DLSC-LDA  
ARMY AMCLG-SM  
ARMY AMCAM-LG  
NAVY NAVSUP 4263C  
NAVY NAVICP CODE 0416  
NAVY IMSD Code 035A  
AIR FORCE AFMC-LGSP  
USMC LPP-2  
USCG G-SLP  
DISA D422  
GSA FSS FSD



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DEC 7 1998

MEMORANDUM FOR RECORD

SUBJECT: Joint Physical Inventory Working Group (JPIWG)  
Meeting, November 19, 1998

**Purpose:** The Defense Logistics Management Standards Office (DLMSO) hosted a JPIWG meeting on November 19, 1998, at the DLA Headquarters Complex, Ft. Belvoir, VA. The primary focus of this meeting was to address the importance of timely and accurate submission of Inventory Control Effectiveness (ICE) Reports; to discuss refinement of the DoD record accuracy goal for general supplies; and to discuss proposed improvements to the physical inventory process. The agenda is at Enclosure 1. A list of attendees is at Enclosure 2.

**Brief Summary of Discussion:** Ms. Mary Jane Johnson, JPIWG Chair, provided opening remarks and facilitated discussion of agenda items below:

**a. ICE REPORT.** The need for accurate and timely ICE reports was addressed at the February 4-5, 1998 JPIWG meeting. ICE report submission has improved somewhat since that meeting, however there are still gaps in the quality and timelines of ICE data. DUSD(L)MDM and DLMSO jointly emphasized the importance of the ICE report. OSD uses the data as a tool to assess inventory performance and respond to auditor inquiries. OSD also posts the ICE report to a web page on the Internet at URL <http://www.isis.web-eis.com/supply/ice.htm>. Please note that past problems with data portrayal on the homepage have been resolved.

Marine Corps requested they be provided with a copy of the completed ICE reports. DLMSO does provide the Services and DLA copies of the ICE report when complete data is available. However DLMSO has not provided the report for over a year since DLMSO has not received complete data to compile the report.

Following is a breakdown of the status of Component ICE Report submissions:

Attachment

C	PILFERABLE (excluding Controlled Inventory Item Codes 7, 9, S, U, and Blank)	95%	0%
D	UNIT OF ISSUE NOT EQUAL TO EACH (note: applicable units of issue will be specified) OR (ON-HAND BAL > 50 AND EXTENDED VALUE < \$50,000) OR NSN ACTIVITY (# transactions affecting balance in one year) > 50	90%	10%
E	DATE OF LAST INVENTORY > 24 MONTHS AND ON-HAND BALANCE < 50	93%	5%
F	ALL OTHER MATERIEL NOT MEETING ABOVE CRITERIA	95%	0%
95% confidence Level ± 4% Bound			
For submission with the 4th quarter fiscal year Inventory Control Effectiveness (ICE) Report (data may be obtained throughout the fiscal year).			

(1) Upon further consideration of implementation impact of the goals developed, as well as the intent of the requirement, Ms. Linda Pavlik, DLA, suggested revising the goals to remove the subpopulations for "classified and sensitive" and "pilferable". The consensus of the JPIWG was that these categories could be removed because they already require 100% inventory annually and there is no significant benefit derived by a separate sampling stratification for the annual records accuracy goal reporting requirement. Removal of these two categories would not eliminate them from the reporting requirement, rather the impacted assets would fall into the one of the other subpopulations for sampling.

**NOTE:** After further evaluation by DLMSO subsequent to the meeting, DLMSO notes that the primary purpose for the general supplies inventory record accuracy goal and subsequent JPIWG recommended stratification sub-population was to measure the effectiveness of the physical inventory control program by category. Removing Controlled Inventory Items (CII) that require complete annual physical inventories from the sub-populations and including them in a single "overall" measure may overstate the accuracy of inventory records and understate the accuracy of CII records. Also, due to the significance of CII items and requirement to physically inventory them annually, a separate CII annual report may be necessary if they are removed from the approved sub-population. This impact should be considered and discussed further by the JPIWG and DUSD(L)MDM.

(2) Cdr. Pete Herold, Navy, suggested having a one tail statistical bound of -4% rather than the two-tail

provide the results of the DORO evaluation to DLMSO for electronic coordination with DUSD(L)MDM, the DoD Inspector General's office, and the JPIWG. This action should be carried out as expeditiously as possible as the goals developed at the February 4-5, 1998 meeting stand as the DoD Records Accuracy Goals until such time as any revisions are approved by DUSD(L)MDM.

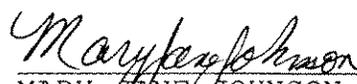
NAVY will include a footnote when submitting their records accuracy goals citing the reason for their exclusion from the category D requirement related to NSN activity > than 50.

DLMSO will make an administrative change when publishing AMCL 8A in DoD 4000.25-2-M, MILSTRAP, to remove reference to a single methodology to satisfy both the CFOA and the DoD record accuracy requirement.

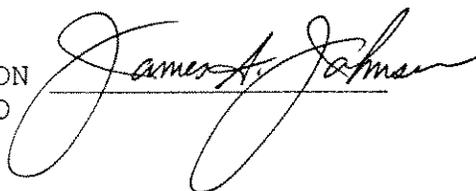
**c. FINANCIAL LIABILITY FOR SERVICE OWNED ASSETS UNDER PHYSICAL CUSTODY AND ACCOUNTABILITY OF DISTRIBUTION DEPOTS.** Maj. Andy Starr, Marine Corps, raised the issue of financial liability for assets at DLA distribution depots. The current DoD policy places financial responsibility for assets with the owner, while inventory accountability resides with the custodial depot. It was noted that the policy in place was established prior to implementation of Defense Management Report Decision 902 under which DLA assumed responsibility for DoD distribution depots, and AMCL 8A which placed inventory accountability for assets with the distribution depot having physical custody. Much discussion ensued over the current policy and the extensive impact of any revision of that policy to include consideration of the overall impact of all inventory adjustments (i.e., gains as well as losses and adjustment reversals); the potential need for a working capital to accommodate the continual back and forth financial flow; the overall net impact of what might be gained and at what cost. In concluding the discussion the JPIWG acknowledged some concern over the current policy; the complexity of revising the policy; and the uncertainty of the net gain if the policy were revised. The JPIWG chair noted that this was an area that falls under the purview of the DoD Comptroller and suggested the members pursue concerns through their comptroller channels.

**d. AMCL 8A INVENTORY PRIORITIZATION MODEL.** DLA raised the possibility of removing the AMCL 8A Inventory Prioritization requirement which calls for inventory selection based on a physical inventory prioritization system that considered various item characteristics for inclusion in the model (see AMCL 8A, Third Addendum, Enclosure 2, chapter 7, paragraph B10c(5)). Mr. Don Kringen, Air Force, noted that this was originally included

**h. STATUS OF DoD IMPLEMENTATION OF DLMS AMERICAN NATIONAL STANDARDS INSTITUTE (ANSI) X12 STANDARDS COMMITTEE LOGISTICS TRANSACTIONS.** The JPIWG Chair provided the group with a copy of a draft Defense Reform Initiative Directive (DRID) (Enclosure 3) calling for DoD adoption of the ANSI X12 commercial standards. The draft DRID has been reviewed and approved by the Services and Agencies and was being submitted for signature by the Honorable John J. Hamre, Deputy Secretary of Defense. The DLMS provides the policies, procedures, and ANSI X12 standards available for use by DoD in the area of logistics. The DLMS ANSI X12 transactions can be accessed from the DLMSO Homepage at <http://www.dlms0.hq.dla.mil>.

  
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MARY JANE JOHNSON  
Chair, DoD JPIWG

APPROVE:  
JAMES A. JOHNSON  
Director, DLMSO



Enclosures

**DRAFT**

DRAFT Oct 98

MEMORANDUM FOR SECRETARIES OF THE MILITARY DEPARTMENTS  
CHAIRMAN OF THE JOINT CHIEFS OF STAFF  
UNDER SECRETARIES OF DEFENSE  
DIRECTOR, DEFENSE RESEARCH AND ENGINEERING  
ASSISTANT SECRETARIES OF DEFENSE  
GENERAL COUNSEL OF THE DEPARTMENT OF DEFENSE  
INSPECTOR GENERAL OF THE DEPARTMENT OF DEFENSE  
DIRECTOR, OPERATIONAL TEST AND EVALUATION  
ASSISTANTS TO THE SECRETARY OF DEFENSE  
DIRECTOR, ADMINISTRATION AND MANAGEMENT  
DIRECTORS OF THE DEFENSE AGENCIES  
DIRECTORS OF THE DOD FIELD ACTIVITIES

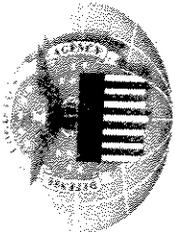
SUBJECT: Department of Defense Reform Initiative Directive #XX - Adoption of ANSI X12 Commercial Standards in DoD Business Systems

A Joint Service/Agency Committee was established in response to Management Reform Memorandum #11 to address issues and concerns relating to the conversion of DoD business systems to use of commercial identifiers. The Joint Service/Agency Committee recently recommended that the scope of the commercial identifiers be expanded to include the full range of commercial standards that have been documented and approved by the American National Standards Institute (ANSI) X12 Standards Committee. The rationale for this recommendation is that the existing DoD-unique transaction formats are impediments to business process changes required to support the war-fighting mission. Adoption of commercial standards is a prerequisite condition for process re-engineering, incorporating many commercial practices and a greater reliance on the commercial sector for required products and services. Replacing DoD's proprietary formats with the X12 standards will also serve as a necessary stepping-stone to moving our automated systems towards international open systems standards.

To ensure that the Department exploits available commercial standards through an integrated approach to its business system upgrades, I am directing that the Joint Electronic Commerce Program Office (JECPO) form an Integrated Product Team (IPT) to develop a comprehensive implementation plan in conjunction with the Military Services and Defense Agencies. The plan shall identify a phased implementation approach to migrate to commercial standards to simplify DoD interfaces with the private and federal civilian sectors, and to enable the required changes to the Department's logistics business processes.

Services and Agencies will support the JECPO in the development of the phased implementation plan. IPT points of contact shall be identified to the JECPO within thirty

Enclosure 3



FY08.2 - CDR

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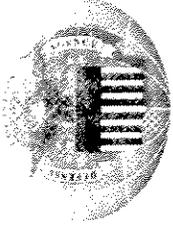
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# **BRA-AR8-030**

# **POST-POST**

**28 February 2008**

Mandy Douros  
Information Operations - J-6UEA  
DSN 586-1593, Comm (801) 586-1593  
Email: [Mandy.Douros@dla.mil](mailto:Mandy.Douros@dla.mil)



# **Requirements**

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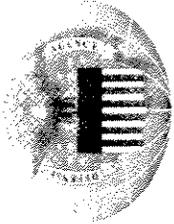
- **This system change is to create a new user screen input capability for DSS to accommodate the traditional definition of post-post situation, being any one of the integrated systems is unavailable with the exception of DSS in this case which must be up and is the requisition Point Of Entry (POE).**
- **This new process will also support similar processing for Point Of Use (POU) and Shopping Cart (after-the-fact) situations which are unique to HAFB only, that are transaction driven vice screen driven.**



# **Current Processing**

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- **DSS Currently has a capability with in SMOK entitled “Post-Post” which is similar for Navy customers. This new BRAC “Post-Post” is not to be confused with that as this is an entirely new robust process.**



# Objectives

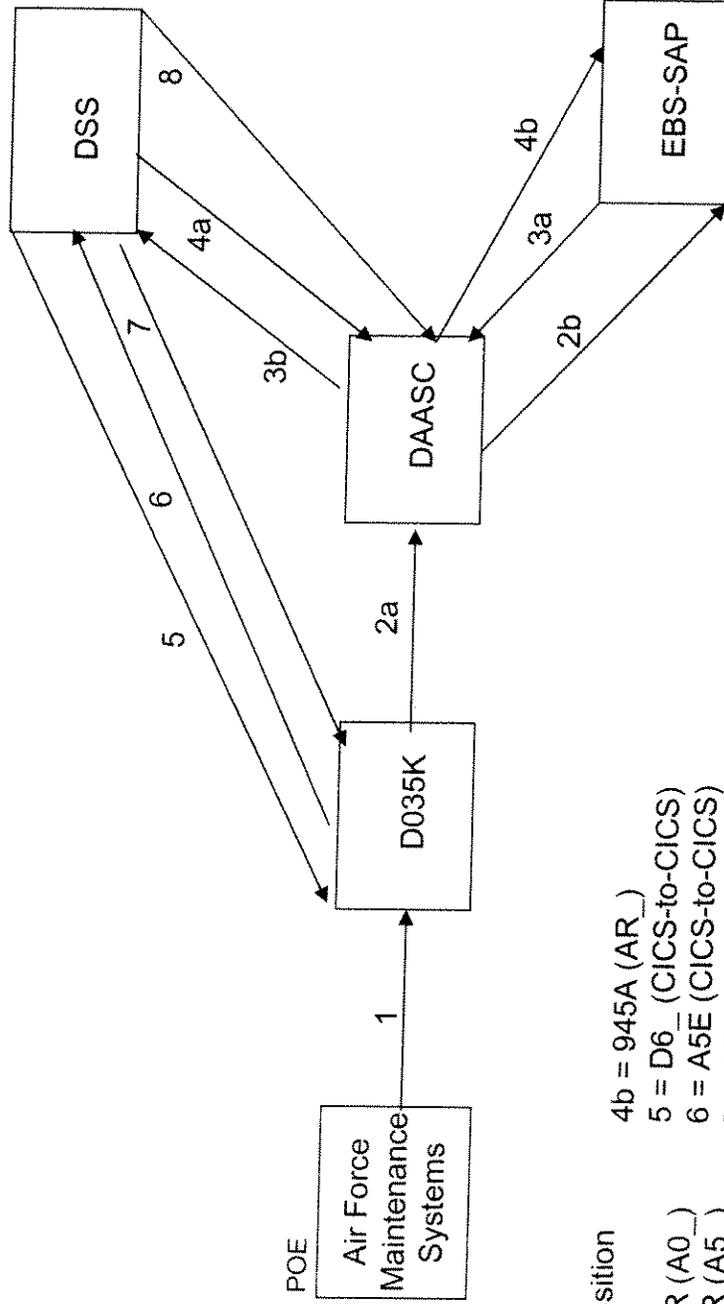
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- **“Post-Post” is to be used when a transaction does NOT arrive.**
- **However all the same actions must occur, but the input data is via DSS screen input rather than via the CLCS A5\_ transaction.**

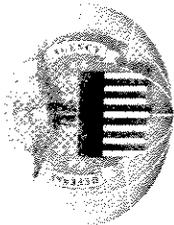


# Current Transactional Processing

For EBS-SAP Referral

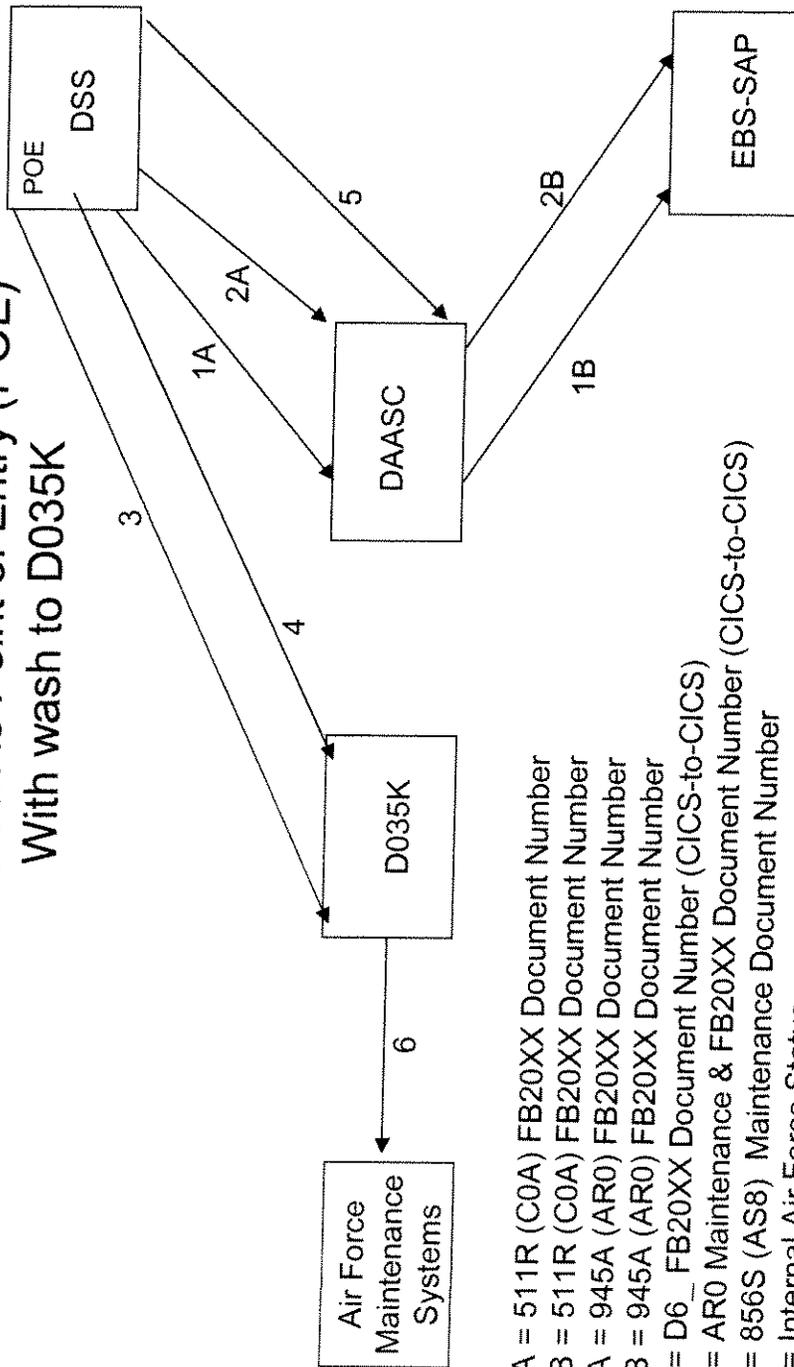


- 1 = Requisition
- 2a = A0
- 2b = 511R (A0)
- 3a = 940R (A5)
- 3b = 940R (A5)
- 4a = 945A (AR)
- 4b = 945A (AR)
- 5 = D6 (CICS-to-CICS)
- 6 = A5E (CICS-to-CICS)
- 7 = AR (CICS-to-CICS)
- 8 = 856S (AS8)



# Proposed Processing

Post-Post for EBS-SAP Issue (Systems Down)  
DSS Screen is Point of Entry (POE)  
With wash to D035K

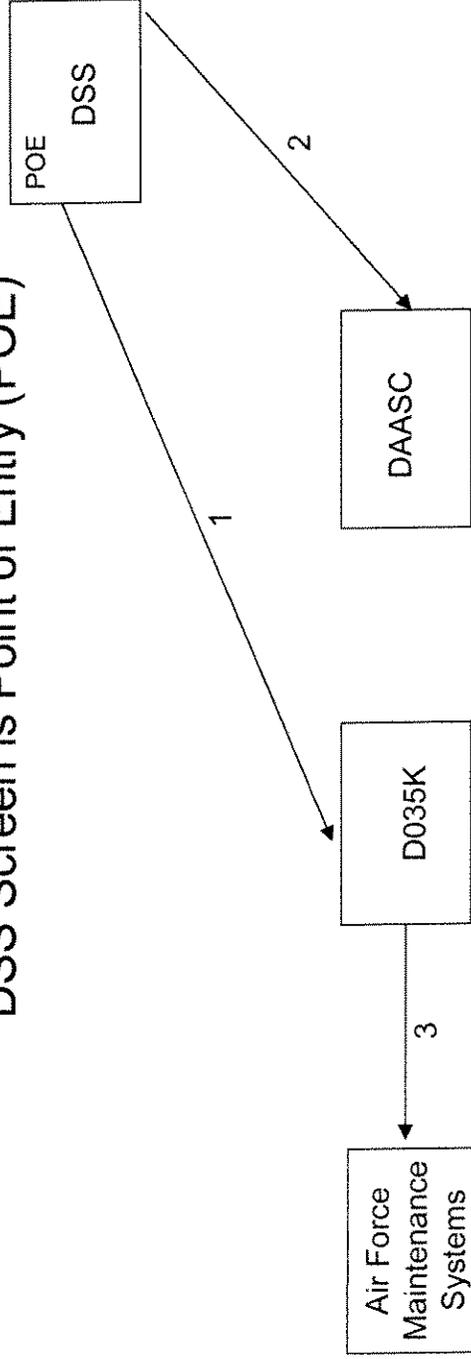


- 1A = 511R (C0A) FB20XX Document Number
- 1B = 511R (C0A) FB20XX Document Number
- 2A = 945A (AR0) FB20XX Document Number
- 2B = 945A (AR0) FB20XX Document Number
- 3 = D6\_ FB20XX Document Number (CICS-to-CICS)
- 4 = AR0 Maintenance & FB20XX Document Number (CICS-to-CICS)
- 5 = 856S (AS8) Maintenance Document Number
- 6 = Internal Air Force Status

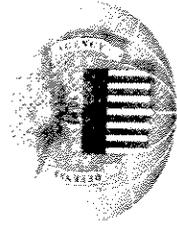


# Proposed Processing

Post-Post for D035K Issue (Systems Down)  
DSS Screen is Point of Entry (POE)



- 1 = AR0 M & FB20XX Document Number (CICS-to-CICS)
- 2 = 856S (AS8) Maintenance Document Number
- 3 = Internal Air Force Status



# **Proposed Processing**

- **Develop a new Post-Post process via DSS screen input that will allow issue from a SSC or from a FSP General Purpose Warehouse (GP) or SDP/FDP.**