Army Acquisition Property, OM&S & Materiel Fielding Challenges

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May 30, 2019
Major Audit Gaps

Defense Logistics Agency (Army) managed inventory

- AMC will implement a LMP SIM system change request
- Plan to exchange serial number (SIM) and project code data with DLA beginning 4QFY20

PM Managed equipment

- Required capabilities not developed in LMP to facilitate PM utilization (e.g., warehousing, maintenance, AIT, total package fielding solution) … cost for LMP fixes
- DPAS, with linkages to LMP and GCSS-Army, is an alternative cost solution … to date, DPAS is not charging Army for system development

Government furnished equipment (GFE) possessed by contractors

- Not only a program manager issue … LOGCAP, Depots arsenals possess GFE
- Corrective Action Plan (CAP) in progress to pull correct data elements for GFE

Acronyms
AMC – Army Materiel Command
AIT – automatic identification technology
SIM – serial item management
LMP – Logistics Modernization Program
DPAS – Defense Property Accountability System
Fixing the Front End Process

End to End Process = Audit Ready

Class II, VII, IX
## Things we’re working on

<table>
<thead>
<tr>
<th>Issue</th>
<th>Description</th>
<th>Financial Impact</th>
<th>Audit impact</th>
</tr>
</thead>
<tbody>
<tr>
<td>OP 9 Stocks</td>
<td>Stocks procured over time for equipment fielding's; stored at DLA</td>
<td>$24B</td>
<td>Fail; Unknown owners and purpose</td>
</tr>
<tr>
<td>Materiel Fielding Process</td>
<td>Process used to buy and deliver new equipment to Army units</td>
<td>$Billions</td>
<td>Fail; Gaps in process</td>
</tr>
<tr>
<td>Contractor Warehouses</td>
<td>Warehouses of materiel that the PMs store assets</td>
<td>Unknown</td>
<td>Fail; no enterprise visibility</td>
</tr>
<tr>
<td>Government Furnished Equipment</td>
<td>Property furnished to vendors to perform a service for the government</td>
<td>Unknown</td>
<td>Fail; not implemented properly</td>
</tr>
</tbody>
</table>
Back ups
Prior Process

Gaps and Middle Ware = Not Audit Ready

DLIS (DLA)
DLA/AMC Stocked items
Vendor Contract
Vendor Product
Middle Ware (COLTS, SMART, WISE)

LMP/AESIP Provisioning Catalog
LMP MILSTRIP
PADDS Purchase Order
WAWF DCMA

PBUSE Load Materiel
PBUSE Issue
PBUSE/ GCSS-A Receive

Step 1
Step 2a
Step 2b
Step 3
Step 4
Step 5

B
C

Process requires 48 hours to update
Only Class VII

Gaps and Middle Ware = Not Audit Ready