



# Defense Finance and Accounting Service

DFAS 7900.4-M

Financial Management Systems Requirements Manual  
Volume 4, Inventory, Supplies, and Materials

August 2014

Strategy, Policy and Requirements

SUBJECT: Description of Requirement Changes

The complete listing and description of the requirements changes, deletions, and additions by chapters and systems requirements can be found below.

**All changes in this volume are denoted by bold blue font.**

<b>VOLUME 4 - Inventory, Supplies, and Materials</b>		
<b>Req ID</b>	<b>Change Type and Description</b>	<b>Reason for Change</b>
<b>04.01.023</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.03.039</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.08.003</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.09.006</b>	<b>C - Verbiage Edited for Clarity</b>	
<b>04.10.001</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.002</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.004</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.005</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.006</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.007</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.008</b>	<b>C - Authoritative Source/Reference Updated</b>	
<b>04.10.009</b>	<b>C - Authoritative Source/Reference Updated</b>	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.10.010	C - Authoritative Source/Reference Updated	
04.10.011	C - Authoritative Source/Reference Updated	
04.10.012	C - Authoritative Source/Reference Updated	
04.10.013	C - Authoritative Source/Reference Updated	
04.10.015	C - Authoritative Source/Reference Updated	
04.11.001	C - Authoritative Source/Reference Updated	
04.11.002	C - Authoritative Source/Reference Updated	
04.11.003	C - Authoritative Source/Reference Updated	
04.11.004	C - Authoritative Source/Reference Updated	
04.11.005	C - Authoritative Source/Reference Updated	
04.11.006	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.11.007	C - Authoritative Source/Reference Updated	
04.11.008	C - Authoritative Source/Reference Updated	
04.11.009	C - Authoritative Source/Reference Updated	
04.11.010	C - Authoritative Source/Reference Updated	
04.11.011	C - Authoritative Source/Reference Updated	
04.11.012	C - Authoritative Source/Reference Updated	
04.13.001	C - Authoritative Source/Reference Updated	
04.13.002	C - Authoritative Source/Reference Updated	
04.13.003	C - Authoritative Source/Reference Updated	
04.14.001	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.14.002	C - Authoritative Source/Reference Updated	
04.14.003	C - Authoritative Source/Reference Updated	
04.14.004	C - Authoritative Source/Reference Updated	
04.14.005	C - Authoritative Source/Reference Updated	
04.14.006	C - Authoritative Source/Reference Updated	
04.15.002	C - Authoritative Source/Reference Updated	
04.15.003	C - Authoritative Source/Reference Updated	
04.15.004	C - Authoritative Source/Reference Updated	
04.15.005	C - Authoritative Source/Reference Updated	
04.15.006	C - Authoritative Source/Reference Updated	
04.16.001	C - Authoritative Source/Reference Updated	
04.16.002	C - Authoritative Source/Reference Updated	
04.16.003	C - Authoritative Source/Reference Updated	
04.16.004	C - Authoritative Source/Reference Updated	
04.16.005	C - Authoritative Source/Reference Updated	
04.16.006	C - Authoritative Source/Reference Updated	
04.16.007	C - Authoritative Source/Reference Updated	
04.16.008	C - Authoritative Source/Reference Updated	
04.17.001	C - Authoritative Source/Reference Updated	
04.17.002	C - Authoritative Source/Reference Updated	
04.17.003	C - Authoritative Source/Reference Updated	
04.17.004	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.18.001	C - Authoritative Source/Reference Updated	
04.18.002	C - Authoritative Source/Reference Updated	
04.19.001	C - Authoritative Source/Reference Updated	
04.19.002	C - Authoritative Source/Reference Updated	
04.19.003	C - Authoritative Source/Reference Updated	
04.19.004	C - Authoritative Source/Reference Updated	
04.19.005	C - Authoritative Source/Reference Updated	
04.19.006	C - Authoritative Source/Reference Updated	
04.19.007	C - Authoritative Source/Reference Updated	
04.19.008	C - Authoritative Source/Reference Updated	
04.19.009	C - Authoritative Source/Reference Updated	
04.19.010	C - Authoritative Source/Reference Updated	
04.19.011	C - Authoritative Source/Reference Updated	
04.19.012	C - Authoritative Source/Reference Updated	
04.19.013	C - Authoritative Source/Reference Updated	
04.19.014	C - Authoritative Source/Reference Updated	
04.19.015	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.19.016	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.19.017	C - Authoritative Source/Reference Updated	
04.20.001	C - Authoritative Source/Reference Updated	
04.20.002	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.20.003	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.20.004	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.20.005	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.20.006	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.20.007	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.20.008	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.21.001	C - Authoritative Source/Reference Updated	
04.21.002	C - Authoritative Source/Reference Updated	
04.21.003	C - Authoritative Source/Reference Updated	
04.21.005	C - Authoritative Source/Reference Updated	
04.21.006	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.21.007	C - Authoritative Source/Reference Updated	
04.21.008	C - Authoritative Source/Reference Updated	
04.21.009	C - Authoritative Source/Reference Updated	
04.21.010	C - Authoritative Source/Reference Updated	
04.21.012	C - Authoritative Source/Reference Updated	
04.21.013	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.21.014	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.21.015	C - Authoritative Source/Reference Updated	
04.21.016	C - Authoritative Source/Reference Updated	
04.21.017	C - Authoritative Source/Reference Updated	
04.22.001	C - Authoritative Source/Reference Updated	
04.22.002	C - Authoritative Source/Reference Updated	
04.22.004	C - Authoritative Source/Reference Updated	
04.22.005	C - Authoritative Source/Reference Updated	
04.22.006	C - Authoritative Source/Reference Updated	
04.22.007	C - Authoritative Source/Reference Updated	
04.22.008	C - Authoritative Source/Reference Updated	
04.22.009	C - Authoritative Source/Reference Updated	
04.22.010	C - Authoritative Source/Reference Updated	
04.22.011	C - Authoritative Source/Reference Updated	
04.22.012	C - Authoritative Source/Reference Updated	
04.22.013	C - Authoritative Source/Reference Updated	
04.22.014	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.22.015	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.22.016	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.22.017	C - Authoritative Source/Reference Updated	
04.22.018	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.22.019	C - Authoritative Source/Reference Updated	
04.22.020	C - Authoritative Source/Reference Updated	
04.22.021	C - Authoritative Source/Reference Updated	
04.22.022	C - Authoritative Source/Reference Updated	
04.23.001	C - Authoritative Source/Reference Updated	
04.23.002	C - Authoritative Source/Reference Updated	
04.23.004	C - Authoritative Source/Reference Updated	
04.23.005	C - Authoritative Source/Reference Updated	
04.23.006	C - Authoritative Source/Reference Updated	
04.23.007	C - Authoritative Source/Reference Updated	
04.23.008	C - Authoritative Source/Reference Updated	
04.23.009	C - Authoritative Source/Reference Updated	
04.23.010	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.23.011	C - Authoritative Source/Reference Updated	
04.24.001	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.24.004	C - Authoritative Source/Reference Updated	
04.24.005	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.24.006	C - Authoritative Source/Reference Updated	
04.25.001	C - Authoritative Source/Reference Updated	
04.25.002	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.25.003	C - Authoritative Source/Reference Updated	
04.25.004	C - Authoritative Source/Reference Updated	
04.26.001	C - Authoritative Source/Reference Updated	
04.26.003	C - Authoritative Source/Reference Updated	
04.26.007	C - Authoritative Source/Reference Updated	
04.26.008	C - Authoritative Source/Reference Updated	
04.26.009	C - Authoritative Source/Reference Updated	
04.26.010	C - Authoritative Source/Reference Updated	
04.27.001	C - Authoritative Source/Reference Updated	
04.27.002	C - Authoritative Source/Reference Updated	
04.27.003	C - Authoritative Source/Reference Updated	
04.27.004	C - Authoritative Source/Reference Updated	
04.27.005	C - Authoritative Source/Reference Updated	
04.27.006	C - Authoritative Source/Reference Updated	
04.27.007	C - Authoritative Source/Reference Updated	
04.27.008	C - Authoritative Source/Reference Updated	
04.27.009	C - Authoritative Source/Reference Updated	
04.27.010	C - Authoritative Source/Reference Updated	
04.27.011	C - Authoritative Source/Reference Updated	
04.27.012	C - Authoritative Source/Reference Updated	
04.27.013	C - Authoritative Source/Reference Updated	
04.27.014	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.27.015	C - Authoritative Source/Reference Updated	
04.27.016	C - Authoritative Source/Reference Updated	
04.27.017	C - Authoritative Source/Reference Updated	
04.27.018	C - Authoritative Source/Reference Updated	
04.27.019	C - Authoritative Source/Reference Updated	
04.27.020	C - Authoritative Source/Reference Updated	
04.27.021	C - Authoritative Source/Reference Updated	
04.27.022	C - Authoritative Source/Reference Updated	
04.28.001	C - Authoritative Source/Reference Updated	
04.28.002	C - Authoritative Source/Reference Updated	
04.28.003	C - Authoritative Source/Reference Updated	
04.28.004	C - Authoritative Source/Reference Updated	
04.28.006	C - Authoritative Source/Reference Updated	
04.28.008	C - Authoritative Source/Reference Updated	
04.29.001	C - Authoritative Source/Reference Updated	
04.29.002	C - Authoritative Source/Reference Updated	
04.29.003	C - Authoritative Source/Reference Updated	
04.30.001	C - Authoritative Source/Reference Updated	
04.30.002	C - Authoritative Source/Reference Updated	
04.30.003	C - Authoritative Source/Reference Updated	
04.30.004	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.31.001	C - Authoritative Source/Reference Updated	
04.31.002	C - Authoritative Source/Reference Updated	
04.33.001	C - Authoritative Source/Reference Updated	
04.34.001	C - Authoritative Source/Reference Updated	
04.34.002	C - Authoritative Source/Reference Updated	
04.35.001	C - Authoritative Source/Reference Updated	
04.35.002	C - Authoritative Source/Reference Updated	
04.35.003	C - Authoritative Source/Reference Updated	
04.35.004	C - Authoritative Source/Reference Updated	
04.36.001	C - Authoritative Source/Reference Updated	
04.36.002	C - Authoritative Source/Reference Updated	
04.36.003	C - Authoritative Source/Reference Updated	
04.36.004	C - Authoritative Source/Reference Updated	
04.37.001	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.38.002	C - Authoritative Source/Reference Updated	
04.38.003	C - Authoritative Source/Reference Updated	
04.38.004	C - Authoritative Source/Reference Updated	
04.38.005	C - Authoritative Source/Reference Updated	
04.38.006	C - Authoritative Source/Reference Updated	
04.38.007	C - Authoritative Source/Reference Updated	
04.38.008	C - Authoritative Source/Reference Updated	

## VOLUME 4 - Inventory, Supplies, and Materials

Req ID	Change Type and Description	Reason for Change
04.38.009	C - Authoritative Source/Reference Updated	
04.38.010	C - Authoritative Source/Reference Updated	
04.38.012	C - Authoritative Source/Reference Updated	
04.38.013	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.38.015	D - Authoritative Source/Reference Deleted	OMB Circular A-123 Appendix D has rendered the JFMIP and OFFM documents obsolete.
04.38.016	C - Authoritative Source/Reference Updated	
04.39.001	C - Authoritative Source/Reference Updated	
04.39.002	C - Authoritative Source/Reference Updated	
04.39.003	C - Authoritative Source/Reference Updated	
04.39.004	C - Authoritative Source/Reference Updated	
04.39.005	C - Authoritative Source/Reference Updated	
04.39.006	C - Authoritative Source/Reference Updated	
04.40.001	C - Authoritative Source/Reference Updated	
04.40.002	C - Authoritative Source/Reference Updated	
04.40.003	C - Authoritative Source/Reference Updated	

***Chart Legend:***

**A - Added**

These are new requirements due to revised and updated source documents.

**C - Changed**

These requirements were contained in previous releases, but were changed for various reasons.

**D - Deleted**

These requirements were removed and are no longer required by the source documents.

Note: If there is no code in the requirements value added or change type columns, it is by definition unchanged.



# Defense Finance and Accounting Service

DFAS 7900.4-M

## Financial Management Systems Requirements Manual Volume 04, Inventory, Supplies, and Materials

August 2014

Strategy, Policy and Requirements

SUBJECT: Financial Management Systems Requirements  
**Volume 04, Inventory, Supplies, and Materials**

### 1. PURPOSE

a. This Volume presents the financial management system design and implementation requirements for Department of Defense (DoD) military components' and agencies' financial management systems. This Volume is part of the publication which reissues Defense Finance and Accounting Service (DFAS) 7900.4-M, "Financial Management Systems Requirements Manual," commonly known as the "Blue Book." This manual is a compilation of the Inventory, Supplies and Materials specific Federal and Department of Defense (DoD) systems requirements. Any system reviews need to consider all DFAS 7900.4-M volumes and requirements in addition to these Inventory, Supplies and Materials specific items contained in this volume.

b. The Blue Book serves as a "roadmap" to Federal and DoD financial management system requirements by major financial management functional areas and their authoritative sources, and will assist managers who are responsible for financial management systems in planning, designing, enhancing, modifying, and implementing financial management systems. Managers are ultimately responsible for being knowledgeable of and complying with the various authoritative sources of financial requirements (both legislative and regulatory). Guidance and procedures are contained in several volumes located on the DFAS Reference Library at <http://www.dfas.mil/dfasffmia/bluebook.html>. Appendix 4 of the manual includes links to where authoritative sources of requirements may be accessed.

c. Adherence to these requirements and all other applicable DFAS 7900.4-M requirements will enable DoD military components and agencies to meet Federal mandates and will help facilitate DFAS to progress toward reaching its strategic goal of providing services faster, better, and cheaper. The objective of this Volume is to promulgate the Inventory, Supplies and Materials specific financial management systems requirements for system and program managers' use in developing Inventory, Supplies and Materials functionality.

### 2. APPLICABILITY:

Requirements contained within this document are applicable to accounting and finance systems operated and maintained by DoD.

### 3. POLICY:

a. This Volume provides a synopsis of Federal and DoD financial system requirements, mandated by policy, for Inventory, Supplies, and Materials financial management systems. It is a comprehensive compilation of financial management systems requirements mandated by

Public Law 104-208, “Federal Financial Management Improvement Act of 1996” September 30, 1996.

b. This Volume incorporates revisions to existing financial system requirements from the authoritative sources **via highlighting the appropriate text in bolded blue font**. See description of requirement changes for a complete listing and description of the financial systems requirements changes, deletions, and additions, for this volume.

c. Users of this Volume may forward questions, comments and suggested changes to:

Defense Finance and Accounting Service  
Strategy, Policy and Requirements  
Attn: Financial Management Systems and Requirements Branch  
8899 East 56th Street  
Indianapolis, IN 46249-0002

E-mail questions, comments, and suggestions to [ffmiarequirements@dfas.mil](mailto:ffmiarequirements@dfas.mil)

#### 4. ORGANIZATIONAL RESPONSIBILITIES FOR FFMIA COMPLIANCE

a. Within DoD, various organizations operate financial management systems. In an overall scheme, many of these systems should be linked in an integrated network. However, these systems frequently “stand-alone” or are “stovepipe” systems that are not logically integrated with other related systems. Critical financial data, instead of being transferred electronically between systems through well-controlled interfaces, are often transferred manually by means of journal vouchers, hardcopy spreadsheets, “data calls,” or other inefficient and error-prone methods.

b. DFAS functions as the primary Departmental entity responsible for producing a Trial Balance from the ERP general ledger and preparing the financial reports for the DoD. Much of the data used by DFAS to carry out the DoD’s accounting and financial reporting functions—such as property and inventory values—originate in non-DFAS organizations or systems. Therefore, other organizations, primarily the military services and Defense Agencies, should be held responsible for the compliance of their financial management systems with all applicable Federal requirements. Appendix 5 of DFAS 7900.4-M contains Federal and DoD guidance on FFMIA compliance, evaluation, and reporting.

#### 5. PROCEDURES:

Procedures are presented in each Volume of this Manual as appropriate.

#### 6. RELEASABILITY:

UNLIMITED. This Volume as part of DFAS 7900.4-M is approved for public release and may be accessed at <http://www.dfas.mil/dfasffmia.html>

#### 7. EFFECTIVE DATE: This Volume is effective immediately.

**TABLE OF CONTENTS**

INVENTORY, OPERATING MATERIALS AND SUPPLIES, STOCKPILE MATERIALS INTRODUCTION	1
INVENTORY, OPERATING MATERIALS AND SUPPLIES, STOCKPILE MATERIALS REQUIREMENTS	2
Chapter 01 - Inventory Recognition and Valuation	2
Chapter 03 - Inventory in Storage	10
Chapter 07 - Operating Materials and Supplies	12
Chapter 08 - Stockpile Materials	19
Chapter 09 - Reporting	22
Chapter 10 - Common Requirements for Inventory Classification	36
Chapter 11 - Interface Reconciliation Requirements	43
Chapter 13 - General Technical Requirements	52
Chapter 14 - Security and Internal Controls Requirements	53
Chapter 15 - Access to Information Requirements	55
Chapter 16 - Data Entry Requirements	57
Chapter 17 - Archiving and Purging Requirements	58
Chapter 18 - Inventory, Supplies and Materials Acquisition Process: General Requirements	60
Chapter 19 - Inventory, Supplies and Materials Acquisition Process: Needs Determination	61
Chapter 20 - Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	68
Chapter 21 - Inventory, Supplies and Materials Acquisition Process: Acquiring Process	71
Chapter 22 - Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	84
Chapter 23 - Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	95
Chapter 24 - Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	103
Chapter 25 - Inventory, Supplies and Materials Acquisition Control Process: Placement into Inventory	105
Chapter 26 - Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial Categorization	106
Chapter 27 - Inventory Valuation and Disposition: Physical Verification	114
Chapter 28 - Inventory Valuation and Disposition: Accounting for Stored Items	135
Chapter 29 - Inventory Valuation and Disposition: Movement and Tracking	142
Chapter 30 - Inventory Valuation and Disposition: Accounting for Items In-Transit	145
Chapter 31 - Inventory Valuation and Disposition: Transfer to Repair Status	148

Chapter 32 - Inventory Valuation and Disposition: Account for Repair Cost	150
Chapter 33 - Inventory Valuation and Disposition: Return of Inventory	151
Chapter 34 - Inventory Valuation and Disposition: Production Ordering	153
Chapter 35 - Inventory Valuation and Disposition: Work-In-Progress Costs	155
Chapter 36 - Inventory Valuation and Disposition: Record Finished Goods	159
Chapter 37 - Stockpile: Management Information	163
Chapter 38 - Inventory, Supplies, and Material Disposition: Materials Disposition	164
Chapter 39 - Inventory, Supplies, and Material Disposition: Distribution	176
Chapter 40 - Inventory, Supplies, and Material Disposition: Disposal	181
ACRONYMS	184

**INVENTORY, OPERATING MATERIALS AND SUPPLIES, STOCKPILE MATERIALS INTRODUCTION**

1. A Federal agency's Inventory, Supplies, and Materials systems must be designed and implemented to:
  - a. operate in accordance with laws, regulations, and judicial decisions;
  - b. provide timely access to complete, correct, and accurate information to those within and outside of the agency who require the information;
  - c. interact timely and properly with core financial systems; and
  - d. provide adequate internal controls to ensure that the Inventory, Supplies, and Materials system(s) is operating as intended.
  
2. The Department of Defense is the largest holder of inventory assets in the Federal government, owning and controlling such assets with net values exceeding \$125 billion. The magnitude of the Department's inventory holdings and their significance to financial management and program operations require stringent systems of accountability and control. Inventory systems must be an integral part of the Department of Defense's total financial management system.
  
3. The Office of Management and Budget (OMB) has published specific accounting requirements for inventories and related assets in Statement of Federal Financial Accounting Standards (SFFAS)-3. SFFAS-3 stipulates that inventories be accounted for at historical cost or with methods which approximate historical costs. The Department of Defense has selected the following cost methods for valuing its inventory and related materials.

- **Inventory**— The Department's policy is that inventory must be valued at historical cost using the MAC flow assumption. However, the Department has also approved, for specific use, the first in, first out (FIFO) and latest acquisition cost (LAC) flow assumptions for calculating historical cost.
- **Operating Materials and Supplies**—Moving average cost (MAC) flow assumption for arriving at historical cost. Historical cost must include all appropriate purchase and production costs incurred to bring the items to their current condition and location. Excess, obsolete, or unserviceable operating materials and supplies must be valued at their estimated net realizable value (NRV).

**Stockpile Materials**— Stockpile materials must be valued on the basis of historical cost. Historical cost must include all appropriate purchase, transportation and production costs incurred to bring the items to their current condition and location. Abnormal costs must be charged to operations of the period. The DoD standard of using the MAC flow assumption must be applied in arriving at the historical cost of stockpile materials. This volume and other DFAS 7900.4-M volumes may be applicable to your system.

4. DoD Components are requested to forward recommend changes to this Regulation through channels to the address below. Submit requests for deviations from or exceptions to this Regulation, with justification, to: Office of the Under Secretary of Defense (Comptroller)

Accounting and Finance Policy (Code AFP)  
1100 Defense Pentagon  
Washington, DC 20301-1100

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.002		To support the control requirements and define the processing and data requirements for Inventory, Supplies and Materials, the Core system must recognize Inventory, Supplies and Materials when title passes from vendor to the purchasing activity or when the product is delivered to the purchasing entity, whichever is earlier.	Source: DoDFMRVol4, Ch4,Sub040302; Source Date: 5/1/2009	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_002
Inventory Recognition and Valuation	04.01.003		To support the control requirements and define the processing and data requirements for Inventory, Supplies and Materials, the core system, upon sale (when the title passes or the goods are delivered) or upon use in the provision of a service, must recognize the related expense and the cost of those goods shall be removed from inventory.	Source: SFFAS3,19 Source Date: 10/1/1993	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_003
Inventory Recognition and Valuation	04.01.004		The system shall maintain separate accounts to identify transactions that result in inventory gains, losses and adjustments.	Source: DoDFMRVol4,Ch4,Sub0403; Source Date: 5/1/2009	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_004
Inventory Recognition and Valuation	04.01.005		The system must value Inventory at historical cost, using the moving average cost assumption unless an exception is specifically authorized.	Source: DoDFMRVol4,Ch1,Sub0105; Source Date: 9/1/2008	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_001

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

<b>Chapter</b>	<b>Req Id</b>	<b>Change Type</b>	<b>Requirement</b>	<b>Sources</b>	<b>Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)</b>	<b>Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)</b>	<b>DFMIG Rule Name</b>
Inventory Recognition and Valuation	04.01.006		When using historical cost, the system must include all appropriate purchase, transportation and production costs incurred to bring the items to their current condition and location.	Source: SFFAS3,21; Source Date: 10/1/1993	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_006
Inventory Recognition and Valuation	04.01.008		When using Historical cost, the system must value donated inventory at its fair value at the time of donation.	Source: SFFAS3,21; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Recognition_And_Valuation_008
Inventory Recognition and Valuation	04.01.009		The system must value inventory acquired through exchange of non-monetary assets (e.g., barter) at the fair value of the asset received at the time of the exchange. Any difference between the recorded amount of the asset surrendered and the fair value of the asset received shall be recognized as a gain or a loss.	Source: SFFAS3,21; Source Date: 10/1/1993	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_009

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.010		The system must apply the moving average cost (MAC) flow assumptions or other Office of the Under Secretary of Defense (Comptroller)(OUSD(C)) Accounting Policy approved method in arriving at historical cost of ending inventory and cost of goods sold.	Source: DoDFMRVol6 B,Ch10,Sub101104F Source Date 3/1/2013	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_017
Inventory Recognition and Valuation	04.01.015		The system must record Excess, Obsolete, and Unserviceable inventories at Net Realizable Value (NRV).	Source: DoDFMRVol4, Ch4,Sub040202C Source Date 5/1/2009	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_010
Inventory Recognition and Valuation	04.01.017		The system must value excess, obsolete, and unserviceable Operating materials and Supplies at expected net realizable value.	Source: DoDFMRVol4, Ch04,040202.C Source Date 5/1/2009	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Recognition_And_Valuation_011

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.018		The system must be able to account for inventory held for repair in one of two ways: 1. Latest Acquisition Cost, adjusted for holding gains and losses (LAC). 2. Moving Average Cost (MAC).	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Recognition_And_Valuation_012
Inventory Recognition and Valuation	04.01.019		The system must use the Defense Reutilization and Marketing Service (DRMS) developed factor for estimating net realizable value for the annual Department of Defense, 'Supply Systems Inventory Report.	Source: DoDFMRVol4,Ch4,Su b0401; Source Date: 5/1/2009	2.1.3.1_Reporting Budgetary Resources and Budget Execution_DO	Provide budgetary resource and budget execution data as specified in the TFM to support the budget reporting activities defined in OMB Circular No. A-11, OMB Circular No. A-136, and the FASAB Handbook.	Inventory_Recognition_And_Valuation_020
Inventory Recognition and Valuation	04.01.020		The system must provide the capability to identify the Approved Acquisition Objective (AAO) for wholesale principal and secondary items, except ammunition.	Source: DoDM4140.01,V6,Enc 2; Source Date: 2/1/2014	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Recognition_And_Valuation_013

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.021		The system must provide the capability to identify the Contingency Retention Stock (CRS) for wholesale principal and secondary items, except ammunition.	Source: DoDM4140.01,V6,Enc 2; Source Date: 2/1/2014	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Recognition_And_Valuation_015
Inventory Recognition and Valuation	04.01.022		The system must provide the capability to identify the potential reutilization stock for wholesale principal and secondary items, except ammunition.	Source: DoDM4140.01,V6,Enc 2; Source Date: 2/1/2014	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Recognition_And_Valuation_016
Inventory Recognition and Valuation	04.01.023	C - Authoritative Source/Reference Updated	<b>The system must record inventory held for repair using the direct method.</b>	Source: SFFAS3,31; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Recognition_And_Valuation_018

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.024		The system must record operating materials and supplies held for repair using the allowance method.	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009	2.1.3.1_Reporting Budgetary Resources and Budget Execution__DO	Provide budgetary resource and budget execution data as specified in the TFM to support the budget reporting activities defined in OMB Circular No. A-11, OMB Circular No. A-136, and the FASAB Handbook.	Inventory_Recogniti on_And_Valuation_ 019
Inventory Recognition and Valuation	04.01.025		The system must allow an entity to disclose in its financial statements any difference between the carrying amount of stockpile materials held for sale and their estimated selling price. An entity must also remove the cost of materials from stockpile materials and report the cost of stockpile material as cost of goods sold when sold.	Source: SFFAS3,55; Source Date: 10/1/1993	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_OMandS_ Stockpile_Materials_ Reporting_016

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.026		The system must value inventory using the moving average cost (MAC).	Source: DoDFMRVol4,Ch4,Su b0403; Source Date: 5/1/2009Source: DoDFMRVol6B,Ch10, Sub1004; Source Date: 4/1/2013Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Recognition_And_Valuation_005
Inventory Recognition and Valuation	04.01.028		To support the acquisition process, the purchase orders shall contain a determinable date by which delivery of the supplies or performance of the services is required in the agency's Inventory, Supplies and Materials system.	Source: 48CFRVol1,Ch1,Pt13, Subpt13.3; Source Date: 9/1/2011	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_Supplies_Materials_Acquisition_Process_019

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Recognition and Valuation	04.01.029		To support the acquisition process, purchase orders must specify free on board (f.o.b.) destination for supplies to be delivered within the United States, except Alaska or Hawaii, unless there are valid reasons to the contrary in the agency's Inventory, Supplies and Materials system.	Source: 48CFR Vol1, Ch1, Pt13, Subpt13.3; Source Date: 9/1/2011	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_Supplies_Materials_Acquisition_Process_020
Inventory Recognition and Valuation	04.01.030		To support the acquisition process, purchase orders must specify any trade and prompt payment discounts that are offered in the agency's Inventory, Supplies and Materials system.	Source: 48CFR Vol1, Ch1, Pt13, Subpt13.3; Source Date: 9/1/2011	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_Supplies_Materials_Acquisition_Process_021

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory in Storage	04.03.039	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must compute the value of items using the Latest Acquisition Cost (LAC) adjusted for holding gains and losses or Standard Price (SP).</b>	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_Accounting_for_Stored_Items_009

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory in Storage	04.03.040		<p>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must recognize and record unrealized holding gains/losses when using the latest acquisition cost method for valuing inventory. Approved valuation methods include: historical (for Inventory, Operating Materials &amp; Supplies, and Stockpile Materials), latest acquisition (for Inventory), expected net realizable value (for Inventory, Operating Materials &amp; Supplies, and Stockpile Materials), and allowance or direct method (for Inventory and Operating Materials &amp; Supplies).</p>	<p>Source: DoDFMRVol4,Ch4,Su b0401; Source Date: 5/1/2009</p>	<p>1.1.3.1_Managing Financial Asset Information_DI</p>	<p>Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&amp;E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&amp;E or heritage PP&amp;E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).</p>	<p>Inventory_Accounting_for_Stored_Items_010</p>

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.002		The system must apply either the consumption method or the purchase method of accounting when recognizing expenses for operating materials and supplies. Operating materials and supplies shall be recorded and reported as assets when produced or purchased.	Source: SFFAS3,38; Source Date: 10/1/1993 Source: DoDFMRVol6B,Ch10, Sub1004; Source Date: 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials_And_Supplies_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.003		The system must remove the cost of goods from operating materials and supplies and report them as an operating expense in the period they are issued to an end user for consumption in normal operations.	Source: SFFAS3,39; Source Date: 10/1/1993 Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials_And_Supplies_003

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.004		The system may use the Purchase Method of accounting only for those operating materials and supplies that • have a general use • are not significant in dollar amount, and • are in the hands of the end user (e.g., performing cost center) for use in normal operations. The purchase method of accounting provides that operating materials and supplies be expensed when purchased.	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials_And_Supplies_004

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.005		The system must value operating materials and supplies on the basis of historical cost.	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013Source: SFFAS3,42; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials _And_Supplies_005

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.007		The system must value donated operating materials and supplies at their fair market value at the time of donation.	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009Source: SFFAS3,42; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials_And_Supplies_007

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.008		The system shall value operating materials and supplies acquired through exchange of non-monetary assets (e.g., barter) at the fair value of the asset received at the time of the exchange. Any difference between the recorded amount of the asset surrendered and the fair value of the asset received shall be recognized as a gain or a loss.	Source: SFFAS3,42; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials _And_Supplies_008

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.013		The system must record as a loss (or gain) the difference between the carrying amount of the operating materials and supplies before identification as excess, obsolete, or unserviceable and their estimated net realizable value; and then either report it separately or disclose it in the financial statements.	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009Source: SFFAS3,48; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Operating_Materials _And_Supplies_011

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Operating Materials and Supplies	04.07.014		The system must record any subsequent adjustments to the estimated net realizable value of excess, obsolete, and unserviceable operating materials and supplies upon disposal as a loss (or gain).	Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009Source: SFFAS3,48; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Operating_Materials_And_Supplies_012
Stockpile Materials	04.08.001		The system must apply the consumption method of accounting for the recognition of expense for stockpile materials. These materials are recorded as assets and reported when produced or purchased.	Source: SFFAS3,52; Source Date: 10/1/1993Source: DoDFMRVol4,Ch4,Su b0406; Source Date: 5/1/2009	1.1.4.1_Managing Financial Liability Information_DI	Capture Federal Government liability type (for example, covered/not covered by budgetary resources, governmental, and intragovernmental), category (for example, accounts payable, and interest payable and other current liabilities), and subcategory (for example, accrued employees' wages and entitlement benefits) consistent with the FASAB Handbook.	Stockpile_Materials_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Stockpile Materials	04.08.003	C - Authoritative Source/Reference Updated	<b>The system must value stockpile materials on the basis of historical cost.</b>	Source: DoDFMRVol4, Ch4, Sub040603 Source Date 5/1/2009	1.1.4.1_Managing Financial Liability Information_DI	Capture Federal Government liability type (for example, covered/not covered by budgetary resources, governmental, and intragovernmental), category (for example, accounts payable, and interest payable and other current liabilities), and subcategory (for example, accrued employees' wages and entitlement benefits) consistent with the FASAB Handbook.	Stockpile_Materials_003
Stockpile Materials	04.08.006		The system must charge any abnormal stockpile material costs, such as excessive handling or rework costs, to operations of the period.	Source: DoDFMRVol4,Ch4,Su b0406; Source Date: 5/1/2009Source: SFFAS3,53; Source Date: 10/1/1993	1.1.4.1_Managing Financial Liability Information_DI	Capture Federal Government liability type (for example, covered/not covered by budgetary resources, governmental, and intragovernmental), category (for example, accounts payable, and interest payable and other current liabilities), and subcategory (for example, accrued employees' wages and entitlement benefits) consistent with the FASAB Handbook.	Stockpile_Materials_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Stockpile Materials	04.08.009		When stockpile materials are authorized for sale, the system must disclose those materials as stockpile materials held for sale.	Source: SFFAS3,55; Source Date: 10/1/1993	1.1.3.4_Managing Financial Asset Information_DO	Provide asset data required to post GL transactions consistent with USSGL accounts, account attributes, transaction codes, transaction categories (for example, collections and receivables), and transaction subcategories [for example, receipts, receivables/accrued revenue, asset sale and disposition (gains and losses)] as defined in the TFM.	Stockpile_Materials_006
Stockpile Materials	04.08.010		The system must value the stockpile materials held for sale using the same basis used before they were authorized for sale.	Source: DoDFMRVol4,Ch4,Su b0406; Source Date: 5/1/2009Source: SFFAS3,55; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Stockpile_Materials_007

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Stockpile Materials	04.08.012		When stockpile materials are sold, the system must remove the cost of stockpile materials from the stockpile materials account and report it as cost of goods sold. Any gain (or loss) upon disposal shall be recorded as a gain (or loss) at that time.	Source: SFFAS3,55; Source Date: 10/1/1993	1.1.3.4_Managing Financial Asset Information_DO	Provide asset data required to post GL transactions consistent with USSGL accounts, account attributes, transaction codes, transaction categories (for example, collections and receivables), and transaction subcategories [for example, receipts, receivables/accrued revenue, asset sale and disposition (gains and losses)] as defined in the TFM.	Stockpile_Materials_009
Reporting	04.09.001		The system must allow an entity to disclose in its financial statements the general composition of inventory.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013Source: SFFAS3,35; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_001

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.002		The system must allow an entity to disclose in its financial statements the basis for determining inventory values, including the valuation method and any cost flow assumptions.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013 Source: SFFAS3,35; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_002
Reporting	04.09.003		The system must allow an entity to disclose in its financial statements changes from the prior year's accounting methods, if any.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013 Source: SFFAS3,35; Source Date: 10/1/1993	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_OMandS_Stockpile_Materials_Reporting_003

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.004		Unless otherwise presented on the financial statements, the system must allow an entity to disclose in its footnotes to financial statements the balances for each of the following categories of inventory: Available and Purchased for Resale, Held for Repair, Excess, Obsolete, and Unserviceable, Raw Materials, Work in Process.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013 Source: DoDFMRVol6B,Ch4, Sub0403; Source Date: 5/1/2009	2.1.3.1_Reporting Budgetary Resources and Budget Execution__DO	Provide budgetary resource and budget execution data as specified in the TFM to support the budget reporting activities defined in OMB Circular No. A-11, OMB Circular No. A-136, and the FASAB Handbook.	Inventory_OMandS_Stockpile_Materials_Reporting_004
Reporting	04.09.005		The system must allow an entity to disclose in its financial statements any restrictions on the sale of material.	Source: SFFAS3,35; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.006	C - Verbiage Edited for Clarity	<b>The system must allow an entity to disclose in its financial statements the decision criteria, and any change to the decision criteria, used to identify the category to which inventory is assigned.</b>	Source: SFFAS3,35; Source Date: 10/1/1993 Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_006

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.008		The system must allow the difference between the carrying amount of the operating materials and supplies (before identification as excess, obsolete or unserviceable) and their estimated net realizable value to be recognized as a loss (or gain) and either reported separately or disclosed. Any subsequent adjustments to their estimated net realizable value or any loss (or gain) upon disposal shall also be recognized as a loss (or gain).	Source: SFFAS3,48; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_007

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.009		The system must allow an entity to develop and disclose in its financial statements the criteria for identifying excess, obsolete, and unserviceable operating materials and supplies.	Source: SFFAS3,49; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_008
Reporting	04.09.010		The system must allow an entity to disclose in its financial statements the general composition of operating materials and supplies.	Source: SFFAS3,50; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_009

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.011		The system must allow an entity to disclose in its financial statements the basis for determining the values of operating supplies and materials, including the valuation method and any cost flow assumptions.	Source: SFFAS3,50; Source Date: 10/1/1993Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_010
Reporting	04.09.012		The system must allow an entity to disclose in its financial statements any changes from the prior year's accounting methods pertaining to operating supplies and materials.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013Source: SFFAS3,50; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_011

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.013		The system must allow an entity to disclose in its financial statements the balances for each of the categories of operating materials and supplies.	Source: SFFAS3,50; Source Date: 10/1/1993; Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_012
Reporting	04.09.014		The system must allow an entity to disclose in its financial statements any restrictions on the use of material.	Source: SFFAS3,50; Source Date: 10/1/1993; Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_013

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.015		The system must allow an entity to disclose in its financial statements the decision criteria, and any change to the decision criteria, used to identify the category to which operating materials and supplies are assigned.	Source: SFFAS3,50; Source Date: 10/1/1993; Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_014
Reporting	04.09.016		The system must allow an entity to disclose in its financial statements the stockpile materials authorized for sale using the same values used before they were authorized for sale. Any difference between the carrying amount of stockpile materials held for sale and their estimated selling price shall be disclosed. The cost of stockpile materials shall be removed from stockpile materials and reported as cost of goods sold when sold. Any gain (or loss) upon disposal shall be recognized as a gain (or loss) at that time.	Source: SFFAS3,55; Source Date: 10/1/1993; Source: DoDFMRVol4,Ch4,Su b0406; Source Date: 5/1/2009; Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_015

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.018		The system must allow an entity to disclose in its financial statements the general composition of stockpile materials.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013 Source: SFFAS3,56; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_OMandS_Stockpile_Materials_Reporting_017
Reporting	04.09.019		The system must allow an entity to disclose in its financial statements the basis for valuing stockpile materials, including the valuation method and any cost flow assumptions.	Source: SFFAS3,56; Source Date: 10/1/1993 Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_OMandS_Stockpile_Materials_Reporting_018

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.020		The system must allow an entity to disclose in its financial statements the changes from prior year's accounting methods, if any, for stockpile materials.	Source: SFFAS3,56; Source Date: 10/1/1993 Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_019

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.021		The system must allow an entity to disclose in its financial statements any restrictions on the use of stockpile materials.	Source: SFFAS3,56; Source Date: 10/1/1993; Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_020

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.022		The system must allow an entity to disclose in its financial statements the values for the balances of stockpile materials in each category.	Source: SFFAS3,56; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_OMandS_Stockpile_Materials_Reporting_021

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Reporting	04.09.023		The system must allow an entity to disclose in its financial statements the decision criteria, and any change to the decision criteria, used to categorize stockpile materials as held for sale.	Source: SFFAS3,56; Source Date: 10/1/1993 Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_OMandS_Stockpile_Materials_Reporting_022

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.001	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must record beginning balances (on-hand), acquisitions, withdrawals (dispositions), and calculate ending balances (on-hand) expressed in dollar values and physical units.</b>	Source: SFFAS3,24; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Common_Requirements_For_Inventory_Classification_001
Common Requirements for Inventory Classification	04.10.002	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must record item identification, classification (e.g., nomenclature, quantity, description, Federal stock classification or national stock number), initial cost, and subsequent costs related to acquisition (i.e. holding/handling cost).</b>	Source: SFFAS3,23; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Common_Requirements_For_Inventory_Classification_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.003		The system shall be able to value inventory at either (1) historical cost or (2) latest acquisition cost.	Source: SFFAS3,20; Source Date: 10/1/1993	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_017
Common Requirements for Inventory Classification	04.10.004	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must record the condition of the inventory.</b>	Source: DLM4000.25-2,Ch5; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Common_Requirements_For_Inventory_Classification_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.005	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must record changes in value of Inventory, Supplies and Materials due to changes in condition or other impacting circumstances.</b>	Source: SFFAS3,17; Source Date: 10/1/1993	1.2.1.1_Determining Costs_DI	Provide responsibility segments/cos centers (for example, managing public buildings and distributing supplies) and cost objects that align with outcomes (for example, program, activity, and product) that directly support the agency mission and management requirements consistent with the FASAB Handbook.	Common_Requirements_For_Inventory_Classification_004
Common Requirements for Inventory Classification	04.10.006	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must record whether material received is hazardous, classified, requires special handling, requires special packaging, requires munitions list controls, requires trade security controls, or has a shelf life.</b>	Source: 48CFR Vol4, Ch5; Source Date: 9/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Common_Requirements_For_Inventory_Classification_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.007	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must identify the type of transaction affecting the item; e.g., initial acquisition, location, change in location, and disposal.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Common_Requirements_For_Inventory_Classification_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.008	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must provide edits (controls) to prevent duplicate entries and reduce the likelihood of creating erroneous inventory documents/records, thereby ensuring the integrity of data recorded in the system.</b>	Source: DoDFMRVol10,Ch23, Sub2304; Source Date: 9/1/2010	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Common_Requirements_For_Inventory_Classification_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.009	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must permit only authorized users to enter, modify, or otherwise alter inventory records (See section on Security and Internal Controls).</b>	Source: DoDFMRVol6B,Ch7, Sub0703; Source Date: 5/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Common_Requirements_For_Inventory_Classification_008
Common Requirements for Inventory Classification	04.10.010	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must provide audit trails to trace transactions from source documents, original input, other systems, and system-generated transactions.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.011	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must enable and account for the transfer of responsibility for inventory from one authorized manager to another authorized manager, ensuring that sufficient information is transferred to provide an audit trail at the gaining management activity.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_010
Common Requirements for Inventory Classification	04.10.012	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must provide the capability to relate data elements to each other as discussed, through an integrated data query facility that supports ad hoc query access to financial information described in the document and provides reporting tools for data analysis.</b>	Source: OMBCIRA-130,AppII; Source Date: 11/1/2000	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_011
Common Requirements for Inventory Classification	04.10.013	C - Authoritative Source/Reference Updated	<b>The Inventory, Supplies and Materials system must comply with the Government Paperwork Elimination Act (GPEA) of 1998; requiring Federal agencies to allow, by October 21, 2003, individuals or entities, as an option, to interact with them electronically where practicable.</b>	Source: OMBCIRA-130,AppII; Source Date: 11/1/2000	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_012
Common Requirements for Inventory Classification	04.10.015	C - Authoritative Source/Reference Updated	<b>The system must provide a field for a Unique Item Identifier (UID). A UID is a unique, unambiguous string of alpha numeric characters that enable the identification of a specific item from any other like or unlike it in compliance with ISOs 15434 and 15418.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Common_Requirements_For_Inventory_Classification_014

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Common Requirements for Inventory Classification	04.10.016		The system must provide the capability to stratify inventory.	Source: DoDM4140.01,V6,Enc 2; Source Date: 2/1/2014	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Common_Requirements_For_Inventory_Classification_015
Common Requirements for Inventory Classification	04.10.017		The system must provide the capability to generate the Supply System Inventory Report (SSIR).	Source: DoDM4140.01,V10,5; Source Date: 2/1/2014	2.2.3.1_Reporting on Payments_DO	Agencies for which Treasury does not disburse: Provide disbursement summary and detail data as specified in the TFM.	Common_Requirements_For_Inventory_Classification_016
Interface Reconciliation Requirements	04.11.001	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) the financial management system must provide for multiple levels of system access, transaction authorization, and approval authority.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010Source: DLM4000.25-2,Ch4; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Reconciliation_Requirements_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.002	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial mixed systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) the single integrated financial management system must provide for single source data entry.</b>	Source: TFMVol1,Pt4A,Ch300 0,Sec3010; Source Date: 12/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Reconciliation_Requirements_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.003	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to one or more of the financial mixed systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems)the financial management system must provide for validation of funds available prior to scheduling payment.</b>	Source: DoDFMRVol10,Ch7,Sub0702; Source Date: 9/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Reconciliation_Requirements_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.004	C - Authoritative Source/Reference Updated	<p><b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) the financial management system must provide for communication of the need for additional funds.</b></p>	<p>Source: DoDFMRVol14,Ch2,Sub0204; Source Date: 11/1/2010</p>	<p>1.1.3.1_Managing Financial Asset Information_DI</p>	<p>Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&amp;E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&amp;E or heritage PP&amp;E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).</p>	<p>Inventory_Interface_Reconciliation_Requirements_004</p>

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.005	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) financial management system must provide for posting of budgetary and proprietary accounts.</b>	Source: DoDFMRVol10,Ch1,S ub0101; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Reconciliation_Requirements_005
Interface Reconciliation Requirements	04.11.006	D - Authoritative Source/Reference Deleted	'DELETED' To facilitate the reconciliation of information that is common to the core financial management system and to one or more of the financial mixed systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) described in the JFMIP Framework document and other JFMIP requirements documents, the single integrated financial management system must provide for prepayment examinations from diverse locations.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Interface_Reconciliation_Requirements_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.007	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) must provide for controls to ensure transaction processing in proper chronological/numeric sequence.</b>	Source: DoDFMRVol10,Ch23, Sub2304; Source Date: 9/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Interface_Reconciliation_Requirements_007
Interface Reconciliation Requirements	04.11.008	C - Authoritative Source/Reference Updated	<b>To facilitate the reconciliation of information that is common to the system and to one or more of the financial systems (e.g., Inventory, Supplies and Materials, acquisition, and property management systems) the financial management system must provide for standard edits for shared data.</b>	Source: DoDM4140.01,V7,3; Source Date: 2/1/2014	Requirement Not Covered by TFM Guidance		Inventory_Interface_Reconciliation_Requirements_008

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.009	C - Authoritative Source/Reference Updated	<p><b>To support the Interface function the Inventory, Supplies and Materials system must provide capability to interface with agency accounting system to record the accounting impact of all financial activity at the SGL level, on a daily basis, to support consolidated financial reporting if an agency's financial management system architecture is configured so that the major functions described herein are performed entirely by the Inventory, Supplies and Materials module.</b></p>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Support_Requirements_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.010	C - Authoritative Source/Reference Updated	<p><b>To support the Interface function the Inventory, Supplies and Materials system must provide standard input record format(s) for interface of transactions from other systems to the Inventory, Supplies and Materials system and subject all transactions from interfacing systems to the Inventory, Supplies and Materials financial system edits, validations, and error correction procedures to support data integrity. Erroneous transactions must be maintained and tracked until corrected, posted, or deleted by an authorized user to enable performance measurement.</b></p>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Support_Requirements_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.011	C - Authoritative Source/Reference Updated	<b>To support the Interface function the Inventory, Supplies and Materials system must provide for capability to interface to the agency's cost accounting system.</b>	Source: SFFAS9,17; Source Date: 10/1/1997	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Reconciliation_Requirements_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Interface Reconciliation Requirements	04.11.012	C - Authoritative Source/Reference Updated	<b>To support the Interface function the Inventory, Supplies and Materials system must provide capability for a two-way interface with the system for purposes of funds control and funds availability verification.</b>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Interface_Support_Requirements_004
General Technical Requirements	04.13.001	C - Authoritative Source/Reference Updated	<b>To support the general technical functionality, the system must provide for back up and recovery of the system per relevant OMB Circulars.</b>	Source: DoD4100.39-M,V16,Ch4; Source Date: 1/1/2004 Source: DoDFMRVol2B,Ch4, Sub0401; Source Date: 9/1/2010	Requirement Not Covered by TFM Guidance		Inventory_General_Technical_Requirements_001
General Technical Requirements	04.13.002	C - Authoritative Source/Reference Updated	<b>To support the general technical functionality, the Inventory, Supplies and Materials system must allow users to input parameters required to run batch jobs in a production mode either: daily, monthly, quarterly or yearly.</b>	Source: DoDFMRVol2B,Ch4, Sub0401; Source Date: 9/1/2010 Source: DoD4100.39-M,V16,Ch4; Source Date: 1/1/2004	Requirement Not Covered by TFM Guidance		Inventory_General_Technical_Requirements_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
General Technical Requirements	04.13.003	C - Authoritative Source/Reference Updated	<b>To support the general technical functionality, the Inventory, Supplies and Materials system must provide all users the capability to perform a 'Print Screen' function.</b>	Source: DoD4100.39-M,V16,Ch4; Source Date: 1/1/2004 Source: DoDFMRVol2B,Ch4, Sub0401; Source Date: 9/1/2010	Requirement Not Covered by TFM Guidance		Inventory_General_Technical_Requirements_003
Security and Internal Controls Requirements	04.14.001	C - Authoritative Source/Reference Updated	<b>With regard to security and internal controls, in addition to other Federal security standards, the Inventory, Supplies and Materials system must provide flexible security measures to control user access at varying degrees including: overall system access, capability to perform specific functions (inquiry, update), access to certain functionality.</b>	Source: DoDFMRVol10,Ch1,Sub0102; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_001
Security and Internal Controls Requirements	04.14.002	C - Authoritative Source/Reference Updated	<b>With regard to security and internal controls, in addition to other Federal security standards, the Inventory, Supplies and Materials system must provide capability to define access to specific functions by named user, class of user, and position.</b>	Source: SFFAC1,103; Source Date: 9/1/1993	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_002
Security and Internal Controls Requirements	04.14.003	C - Authoritative Source/Reference Updated	<b>With regard to security and internal controls, in addition to other Federal security standards, the Inventory, Supplies and Materials system must provide for multiple levels of approvals based on user-defined criteria including dollar limits, type of document processed, etc.</b>	Source: DoDI5000.64,Glos,PtII; Source Date: 5/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Security and Internal Controls Requirements	04.14.004	C - Authoritative Source/Reference Updated	<b>With regard to security and internal controls, in addition to other Federal security standards, the Inventory, Supplies and Materials system must provide the capability to perform reconciliation routines for internal participant accounts, ledgers, and funds, and to identify unsuccessful reconciliations via error log or error report.</b>	Source: DoDFMRVol10,Ch1,Sub0102; Source Date: 6/1/2012 Source: DoDFMRVol6B,Ch13,Sub1304; Source Date: 3/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_004
Security and Internal Controls Requirements	04.14.005	C - Authoritative Source/Reference Updated	<b>With regard to security, internal controls and other Federal security standards, for those systems/applications for which the agency either on its own or through a contractor has the ability to direct and implement coding changes, the Inventory, Supplies and Materials system must provide a mechanism to monitor changes to software coding and the responsible individual (authorized user).</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010 Source: NISTSP800-53,AppG; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_005
Security and Internal Controls Requirements	04.14.006	C - Authoritative Source/Reference Updated	<b>With regard to security, internal controls and other Federal security standards, the Inventory, Supplies and Materials system must provide for adequate management controls, including internal and security controls, policies, and procedures intended to protect the agency's key systems, data, and interfaces from disruption and unauthorized access or alteration, as prescribed in a variety of statutes and regulations.</b>	Source: DoDFMRVol10,Ch1,Sub0102; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Security_And_Internal_Controls_Requirements_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Access to Information Requirements	04.15.002	C - Authoritative Source/Reference Updated	<b>To support the Access to Information process, the Inventory, Supplies and Materials system must allow for the information contained in the system to be queried and present detailed data as requested. This will include user-defined criteria to access data for open or closed accounting periods.</b>	Source: DoD4100.39-M,V16,Ch2; Source Date: 1/1/2004	Requirement Not Covered by TFM Guidance		Inventory_Information_Access_Requirements_002
Access to Information Requirements	04.15.003	C - Authoritative Source/Reference Updated	<b>To support the Access to Information process, the Inventory, Supplies and Materials system must provide users with access to on-line guidance or help for performing system functions.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Information_Access_Requirements_003
Access to Information Requirements	04.15.004	C - Authoritative Source/Reference Updated	<b>To support the Access to Information process, the Inventory, Supplies and Materials system must allow users to design extract files for their specific requirements, and perform table look-ups and expansion of codes when needed to clarify the information contained within the results of system queries or reports.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Information_Access_Requirements_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Access to Information Requirements	04.15.005	C - Authoritative Source/Reference Updated	<b>To support the Access to Information process, the Inventory, Supplies and Materials system must facilitate the analysis of information contained in the system by allowing analysts to obtain report information and the results of system queries in data files that can be transferred to other applications or analytical tools.</b>	Source: MILSTD882D,4; Source Date: 5/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Information_Access_Requirements_005
Access to Information Requirements	04.15.006	C - Authoritative Source/Reference Updated	<b>To support the Access to Information process, the Inventory, Supplies and Materials system must provide for easy access to historical files for comparative, analytical, and trend information.</b>	Source: MILSTD882D,4; Source Date: 5/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Information_Access_Requirements_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Data Entry Requirements	04.16.001	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must utilize various automated input devices when hard copy applications and correspondence are received. For example, optical character recognition devices, digital imaging tools or other input streamlining technology must be utilized whenever feasible when processing standard hard copy applications or other required correspondence.</b>	Source: GAO7,Ch7; Source Date: 5/1/1993	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Data_Entry_Requirements_001
Data Entry Requirements	04.16.002	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must support both batch and real-time on-line data entry and use the same edit and update rules as appropriate for each mode.</b>	Source: GAO7,Ch7; Source Date: 5/1/1993	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_002
Data Entry Requirements	04.16.003	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must support simultaneous data entry/access by multiple users in a variety of access modes.</b>	Source: 48CFR Vol3,Ch2; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_003
Data Entry Requirements	04.16.004	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must support validation of codes entered on the user entry and query screens; assist users in determining correct codes if an invalid code is entered; and provide for inquiry by the user to verify valid codes during the data entry process.</b>	Source: 48CFR Vol1,Ch1,Pt2,S ubpt2.1; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_004

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

<b>Chapter</b>	<b>Req Id</b>	<b>Change Type</b>	<b>Requirement</b>	<b>Sources</b>	<b>Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)</b>	<b>Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)</b>	<b>DFMIG Rule Name</b>
Data Entry Requirements	04.16.005	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must provide the capability to display inputs required to complete transactions by a user based on the selection of transaction type. Whenever possible, keystroke reducing tools such as drop down menus should be utilized to reduce chance of data entry error.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_005
Data Entry Requirements	04.16.006	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must display a message to the user notifying them of the acceptance or rejection of each transaction once all inputs are completed.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_006
Data Entry Requirements	04.16.007	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must identify erroneous inputs with corrective recommendations.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_007
Data Entry Requirements	04.16.008	C - Authoritative Source/Reference Updated	<b>To support the Data Entry technical function, the Inventory, Supplies and Materials system must provide the capability for financial users to create comments relating to all types of transactions using free-form text.</b>	Source: MILSTD1472F,5; Source Date: 12/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Data_Entry_Requirements_008
Archiving and Purging Requirements	04.17.001	C - Authoritative Source/Reference Updated	<b>To support the Archiving and Purging process, the Inventory, Supplies and Materials system must provide an automated means for permanently storing electronic data.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	Requirement Not Covered by TFM Guidance		Inventory_Archiving_And_Purging_Requirements_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Archiving and Purging Requirements	04.17.002	C - Authoritative Source/Reference Updated	<b>To support the Archiving and Purging process, the Inventory, Supplies and Materials system must archive transactions and related information needed for audit trails in a format accessible by audit software.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	Requirement Not Covered by TFM Guidance		Inventory_Archiving_And_Purging_Requirements_002
Archiving and Purging Requirements	04.17.003	C - Authoritative Source/Reference Updated	<b>To support the Archiving and Purging process, the Inventory, Supplies and Materials system must provide the authorized system administrator the flexibility to determine whether records are to be archived or purged. Of those documents that meet the criteria the system must allow selective action. The system must include the capability to establish and maintain user defined archival criteria.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	Requirement Not Covered by TFM Guidance		Inventory_Archiving_And_Purging_Requirements_003
Archiving and Purging Requirements	04.17.004	C - Authoritative Source/Reference Updated	<b>To support the Archiving and Purging process, the Inventory, Supplies and Materials system must retain system records in accordance with Federal regulations established by the National Archives and Records Administration (NARA), GAO, and others. Prevent the purging of transactions prior to the proper period in accordance with regulations governing the retention of documents and transactions</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	Requirement Not Covered by TFM Guidance		Inventory_Archiving_And_Purging_Requirements_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: General Requirements	04.18.001	C - Authoritative Source/Reference Updated	<b>To support the acquisition process, the agency's Inventory, Supplies and Materials system must provide asset identifier in order to include all costs incurred and track total acquisition/contracting cost.</b>	Source: ICPS,Att1; Source Date: 5/1/2011Source: DoDI5000.64,Glos,PtII ; Source Date: 5/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_General_Requirements_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: General Requirements	04.18.002	C - Authoritative Source/Reference Updated	<b>To support the acquisition process, the agency's Inventory, Supplies and Materials system must track the asset identifier to the specific document used to acquire the asset, e.g., purchase order, task order, etc.</b>	Source: ICPS,Att1; Source Date: 5/1/2011Source: DoDI5000.64,Glos,PtII ; Source Date: 5/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_General_Requirements_002
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.001	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must record customer demand and replenishment lead time data for a period of time (as specified by management), identify anomalies (such as unusual spikes in customer demand), and compute demand and lead time forecasts based upon a regular schedule determined by management.</b>	Source: 10USC,Subt1A,PtIV,C h137,Sec2320; Source Date: 11/1/2013	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.002	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must compute and routinely update the ordering costs, as determined by management.</b>	Source: DoD4140.1-R,App5; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_002
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.003	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must estimate and routinely update the per unit holding cost.</b>	Source: DoD4140.1-R,Ch3,Subch3.2; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_003
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.004	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must use either Economic Order Quantity (EOQ) or any other management approved method, to minimize total costs of inventory, supplies, and materials, including the sum of ordering and holding costs may be used to compute the optimum order quantity.</b>	Source: DoD4140.64-M,Ch2; Source Date: 8/1/2009	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_004
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.005	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must compute the safety level of an item, if any, on a regular schedule. The safety level may include variables stipulated by management to establish intended service levels.</b>	Source: DoD4140.1-R,Ch2,Subch2.6; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.006	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system re-compute the reorder point level on a regular schedule, considering the item's acquisition lead time, quantity, safety level, repair cycle level, if applicable, and any applicable non-demand-based levels. Demand-based items may be procured when the items on-hand and on-order are equal to or less than the reorder point.</b>	Source: DoD4140.1-R,Ch2,Subch2.6; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_006
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.007	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system record the authorization and expiration of non-demand based requirements, i.e., special program requirements, war reserve requirements, and provisioning requirements.</b>	Source: DoD4140.1-R,Ch2,Subch2.6; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_007
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.008	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must determine if replenishment is needed on a regular schedule, basing the determination on net item and reorder point.</b>	Source: DoD4140.1-R,Ch2,Subch2.6; Source Date: 5/1/2003 Source: DoDFMRVol6B,Ch5, Sub0503; Source Date: 5/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_008
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.009	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must schedule replenishment reviews on a regular basis.</b>	Source: DoD4140.1-R,Ch2,Subch2.6; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.010	C - Authoritative Source/Reference Updated	<b>To support the needs determination process, the agency's Inventory, Supplies and Materials system must provide access to the following information:</b> • fiscal year • organization code • cost center • estimated amount • estimated quantity • project code • program code • transaction date • action code (new/modification) • subject to funds availability indicator • interagency agreement number • performance measure code • description • estimated amounts increased and/or decreased • revenue source code • agency location code • shelf life.	Source: DoDFMRVol10,Ch8,S ub0807; Source Date: 8/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Needs_Determination_010
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.011	C - Authoritative Source/Reference Updated	<b>To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system must compute overall production targets necessary to fill customers' orders and meet operating schedules.</b>	Source: 48CFRVol4,Ch5; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_011

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.012	C - Authoritative Source/Reference Updated	<b>To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system must support predefined inspection plans and quality standards, as determined by management.</b>	Source: 48CFR Vol1, Ch1, Pt15, Subpt15.2; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_Determination_012
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.013	C - Authoritative Source/Reference Updated	<b>To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system must access the estimated quantity associated with establishing the obligation where applicable.</b>	Source: SFFBP,3; Source Date: 11/1/2008	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Needs_Determination_013

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.014	C - Authoritative Source/Reference Updated	<b>To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system must enable electronic approvals, notification alerts, and point-of-entry automated requisition forms.</b>	Source: DoDFMRVol3,Ch8,Su b0813; Source Date: 9/1/2009	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_014
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.015	D - Authoritative Source/Reference Deleted	DELETED: To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system should allow for collection of scrap and waste rates on Inventory, Supplies and Materials.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_015
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.016	D - Authoritative Source/Reference Deleted	DELETED: To support the Inventory, Supplies, and Materials need determination process, the agency's Inventory, Supplies and Materials system should make contract termination recommendations based on mathematical models of termination costs, ordering costs, and holding costs.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Needs_De termination_016

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Needs Determination	04.19.017	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's inventory, supplies and materials system must compute the value of items on the inventory record by multiplying quantities on hand or on loan by the unit cost of the applicable item. These values are totaled and the data given to management reconcile with the general ledger value.</b>	Source: DoDFMRVol6A,Ch15 ,Sub1510; Source Date: 10/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Needs_De termination_017

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.001	C - Authoritative Source/Reference Updated	<b>To support the budget establishment process, the agency's Inventory, Supplies and Materials system must support the budgeting of resources for Inventory, Supplies and Materials.</b>	Source: OMBCIRA-11,Pt1,Sec15; Source Date: 7/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Budget_Establishment_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.002	C - Authoritative Source/Reference Updated	<b>To support the budget establishment process, the agency's Inventory, Supplies and Materials system must identify available funds by item.</b>	Source: OMBCIRA-11,Pt1,Sec15; Source Date: 7/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Budget_Establishment_002
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.003	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must distinguish available funds for items that are slow moving and carried in the inventory for more than one accounting cycle.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_003
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.004	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must provide access to the core financial system to ensure that funds are available prior to submitting approval of a request for acquisition of inventory items.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_004

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

<b>Chapter</b>	<b>Req Id</b>	<b>Change Type</b>	<b>Requirement</b>	<b>Sources</b>	<b>Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)</b>	<b>Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)</b>	<b>DFMIG Rule Name</b>
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.005	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must disallow the creation of any obligation that would exceed the available funding.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_005
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.006	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must identify funds utilized and rates of fund utilization by item.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_006
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.007	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must control availability of funds by item.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_007
Inventory, Supplies and Materials Acquisition Process: Budget Establishment Process	04.20.008	D - Authoritative Source/Reference Deleted	DELETED: To support the budget establishment process, the agency's Inventory, Supplies and Materials system must calculate fund usage and project the date on which funds will be exhausted at the current rate of usage.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Budget_Establishment_008

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.001	C - Authoritative Source/Reference Updated	<p><b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must provide access to the system to obtain the following information:</b></p> <ul style="list-style-type: none"> <li>• fiscal year</li> <li>• appropriation/treasury fund symbol</li> <li>• organization code</li> <li>• cost center</li> <li>• object classification</li> <li>• project code</li> <li>• program code</li> <li>• commitment amount</li> <li>• obligation amount</li> <li>• contractor name, including any previous company names prior to any notation agreements; (management will determine the number or necessary names required)</li> <li>• supplier Taxpayer Identification Number (TIN)</li> <li>• interagency agreement number</li> <li>• trading partner</li> <li>• award date</li> <li>• transaction date</li> <li>• effective date</li> <li>• action code</li> <li>• product or service description</li> <li>• amounts increased and/or amounts decreased</li> <li>• subject to funds availability indicator</li> </ul> <p>The system should use account definitions consistent with the account definitions in the USSGL. Any expansion to the chart of accounts must roll up to the accounts as defined in the USSGL (as provided in the Treasury Financial Manual).</p>	<p>Source: 48CFR Vol1, Ch1, Pt42, Subpt42.3; Source Date: 9/1/2011</p> <p>Source: DoDFMR Vol6A, Ch15, Sub1510; Source Date: 10/1/2011</p>	<p>1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI</p>	<p>Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.</p>	<p>Inventory_Supplies_Materials_Acquisition_Process_001</p>

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.002	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must provide access to the full estimated cost of the interagency agreement (both direct and indirect costs need to be provided for evaluation).</b>	Source: DoDFMRVol4,Ch4,Su b0407; Source Date: 5/1/2009Source: 48CFRVol1,Ch1,Pt2,S ubpt2.1; Source Date: 9/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.003	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must maintain transaction details to support account balances.</b>	Source: DLM4000.25-2,Ch5; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Acquisition_Process_003

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.004		<p>To support the acquiring process, the system must provide access to a hard copy or an electronic copy (where cost effective) of the entire executed (signed) (Per FAR 4.201, the entire signed contract is provided to the paying office.) contract, including the following data elements recorded at obligation and necessary for payment and/or other financial processes: • contract number and all associated delivery order numbers or task order numbers (including modification number, if any); Purchase Order (PO) number (including modification number, if any); blanket purchase agreement (BPA) number and all associated BPA call numbers (including modification number, if any); or obligating document number (if different from contract number) • contractor name and address • contract administration office • payment office • unit of issue/measure • unit price • extended price • quantity • variance amount allowed • total amount • payment terms and conditions, e.g., discount terms, applicable payment clauses, withhold indicator, withhold percentage, etc. • delivery/performance schedule • estimated completion date • payment type (e.g., prompt pay, fast pay, progress pay, or partial pay) • names of government-designated receiving, invoice-approving, and acceptance officials. • shipping terms, e.g., Free on Board (FOB) destination.</p>	<p>Source: 48CFR Vol1, Ch1, Pt42, Subpt42.4; Source Date: 9/1/2011</p>	<p>1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI</p>	<p>Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.</p>	<p>Inventory_Supplies_Materials_Acquisition_Process_004</p>

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.005	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must identify the method of acquisition, e.g., purchase, donated, etc.</b>	Source: 48CFR Vol1, Ch1, Pt7, Subpt7.1; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Acquisition_Process_005
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.006	D - Authoritative Source/Reference Deleted	DELETED: To support the acquiring process, the agency's Inventory, Supplies and Materials system must create a skeletal record or other mechanism for capturing information on item in-transit from the providing entity (e.g., vendor, donator, etc.). The skeletal record or other mechanism is required only for Inventory, Supplies and Materials for which the Government has taken title. For example, the skeletal record or other mechanism may identify the following on newly acquired property: • Name and address of the shipper/vendor • Estimated date of delivery • Shipping address ('ship to address') • Requisition information (e.g., contract/purchase order, or other requisition document number; name and address of requisitioning organization) • Order Date.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Acquisition_Process_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.007	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must complete the skeletal inventory record, or create an inventory record for items with no skeletal record, upon assuming possession of the inventory item.</b>	Source: DLM4000.25,Vol2,Ch 9; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_007

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.008	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must record the method of acquiring each inventory item or bulk inventory items (e.g., direct purchase, completed work-in-process, donation, non-reciprocal transfer or reciprocal transfer), and the date of acquisition.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_008

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.009	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must record quantity, date of physical receipt, and condition of item received when a condition assessment is required.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_009
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.010	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must record the inspection date for items delivered.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Acquisition_Process_010

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.012	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must forward physical receipt information, including quantity and date of physical receipt, to the acquisition system.</b>	Source: 48CFR Vol1, Ch1, Pt42, Subpt42.4; Source Date: 9/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Acquisition_Process_012
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.013	D - Authoritative Source/Reference Deleted	DELETED: To support the Inventory, Supplies, and Materials acquiring process, the agency's Inventory, Supplies and Materials system should access other information where applicable and available, such as - performance measure code - revenue source code - additional funding indicator, including increases and decreases - line item number, including access to contract line item data - agency location code - name and phone number of agency contracting/acquisition/procurement official responsible for acquiring the Inventory, Supplies and Materials item(s) - minimum acceptable shelf-life date - warranty information.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Acquisition_Process_013

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.014	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must provide access to the following information and systems related to an EFT payment: • contract number and all associated delivery order numbers or task order numbers (including modification number, if any); • PO number (including modification number, if any); • BPA number and all associated BPA call numbers (including modification number, if any); • name •remittance address • automated access to government-wide systems such as, Business Partner Network (includes Central Contractor Registration), E-authentication, Integration Acquisition Environment • the Fedwire Transfer System telegraphic abbreviation of the contractor's financial agent • name, address, telegraphic abbreviation, and nine-digit RTN of the financial institution receiving the wire transfer payment if the contractor's financial agent is not connected directly to the Fedwire Transfer System online.</b>	Source: 48CFR Vol1,Ch1,Pt32, Subpt32.11; Source Date: 9/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_017
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.015	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must provide the ability to cross-reference requisition orders, contract numbers, and related interagency agreements.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Acquisition_Process_014

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

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Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.016	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must enable electronic obligation of funds, approvals and signatures, and notification alerts for pending actions.</b>	Source: DLM4000.25,Vol2,Ch 1; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_015

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.017	C - Authoritative Source/Reference Updated	<b>To support the acquiring process, the agency's Inventory, Supplies and Materials system must enable periodic obligations such as, contract-specified cost escalations to existing contract line numbers.</b>	Source: DLM4000.25,Vol7,Ch 2; Source Date: 4/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_016

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Process: Acquiring Process	04.21.018		To support the acquisition process, the purchase Orders shall specify the quantity of supplies or scope of services ordered in the agency's Inventory, Supplies and Materials system.	Source: 48CFR Vol1, Ch1, Pt13, Subpt13.3; Source Date: 9/1/2011 Source: 48CFR Vol5, Ch12; Source Date: 9/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Acquisition_Process_018

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.001	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record changes in quantities, including unit of issue/measure, where applicable, for beginning balance adjustments, additions, and deletions, and compute ending balances by category.</b>	Source: DoDFMRVol6B,Ch4, Sub0403; Source Date: 5/1/2009	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_01
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.002	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must provide an audit trail for all adjustments, to include who made the adjustment and when, to quantities and units.</b>	Source: DLM4000.25,Vol2,Ch 7; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_02

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.004	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must: generate data for the journal entries necessary for recording changes in the valuation including any associated gains or losses.</b>	Source: DoDFMRVol4,Ch4,Su b0403; Source Date: 5/1/2009	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.005	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record asset identifier.</b>	Source: DoDI5000.64,Glos,PtII ; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_05
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.006	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record location of assets.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_06
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.007	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record the current owner (e.g., the agency, contractor, grantee, etc.).</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_07

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.008	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record an item's condition.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_008
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.009	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record identity of inventory custodian and/or accountable organization.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.010	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record in-transit information to establish/maintain accountability and control over Government Inventory, Supplies and Materials, (e.g., name and address of the shipper/vendor, estimated date of delivery, shipping address, item identification, and source information).</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_010

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.011	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must provide for Physical Inventory/Cycle Counting functionality and processing.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_011

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.012	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must record the acquisition cost of individual items acquired through bulk purchase.</b>	Source: SFFAS6,149; Source Date: 6/1/1996	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_012

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.013	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must provide information on current inventories and historical usage to be used in capacity planning.</b>	Source: 48CFR Vol3, Ch2; Source Date: 9/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_013
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.014	D - Authoritative Source/Reference Deleted	DELETED: To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system should compute overall production targets necessary to fill customers' orders and meet operating schedules.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_014
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.015	D - Authoritative Source/Reference Deleted	DELETED: To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system should support the incorporation of item availability and anticipated lead times for delivering orders into a master production schedule.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_015

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.016	D - Authoritative Source/Reference Deleted	'DELETED' To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system should support predefined inspection plans and quality standards.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_016
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.017	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must identify the type of cost or basis of valuation recorded (e.g., acquisition cost, estimated fair market value, revaluation, present value).</b>	Source: DoDFMRVol2B,Ch9, Sub0902; Source Date: 6/1/2010	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_017

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.018	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must support lot control and serial control of inventory for traceability requirements.</b>	Source: DoD4500.9-R,PtVI,Ch601; Source Date: 11/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Control_018
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.019	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must support shelf life tracking.</b>	Source: 48CFRVol4,Ch5; Source Date: 9/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_019
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.020	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must support ownership status (i.e. owned, non-owned, or consigned).</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Control_020

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.021	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must support unit of measure (UOM) conversion for various functions (i.e. shipping, stocking, and ordering).</b>	Source: 15CFR,Subt1B,ChI,Pt 30; Source Date: 12/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_021

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Control of Inventory, Supplies and Materials	04.22.022	C - Authoritative Source/Reference Updated	<b>To support the control of Inventory, Supplies and Materials, the agency's Inventory, Supplies and Materials system must support multiple sources of supply and cost.</b>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Control_022
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.001	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must record information on the procurement receipt document in sufficient detail to allow matching of receipt, purchase order/contract, and invoice for payment purposes. Examples of data to collect include item numbers, quantities, units of measure, vendor, purchase order number, and storage location.</b>	Source: ICPS; Source Date: 5/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Item_Receipt_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.002	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must complete skeletal record of donated (including gifted or bequeathed items) items to include such information as quantity, description, estimated fair market value of each item received, receipt date, method of acquisition, etc. in sufficient detail to initiate appropriate accountability and financial control.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Item_Receipt_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.003		To support the item receipt process, the agency's Inventory, Supplies and Materials system must record, for Prompt Pay Act purposes, the date of receipt or the date of acceptance is used, whichever is later.	Source: ICPS,Att1; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Item_Receipt_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.004	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must record partial and full receipts of orders along with item that are backordered.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Item_Receipt_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.005	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must provide for performing quantity and price conversions between different units of issue/measure. For example, the item purchase unit may be cases (cs) and the receiving activity unit of issue/measure may be each (ea).</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Item_Receipt_005

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.006	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must identify transportation discrepancies (i.e., any discrepancy between the government or commercial bill of lading and item received), and generate the transportation discrepancy report (e.g., SF 361, Transportation Discrepancy Report).</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Item_Receipt_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.007	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must assign lot control and serialization numbers.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Item_Receipt_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.008	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must provide disposition codes for subsequent actions of rejected materials.</b>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Item_Receipt_008
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.009	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials system must record items being returned to vendor, including items on backorder.</b>	Source: JP4-0,ChII; Source Date: 7/1/2008	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Item_Receipt_009
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.010	D - Authoritative Source/Reference Deleted	'DELETED' To support the item receipt process, the agency's Inventory, Supplies and Materials system should ensure incoming materials are appropriately labeled or marked and readily visible.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Item_Receipt_010

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Item Receipt	04.23.011	C - Authoritative Source/Reference Updated	<b>To support the item receipt process, the agency's Inventory, Supplies and Materials must record information on material returned by customers and provide customer credit/refund on items returned in accordance with the agency's return policy.</b>	Source: TFMVol1,Pt5,Ch7000, Sec70105; Source Date: 3/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Item_Receipt_011
Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	04.24.001	D - Authoritative Source/Reference Deleted	DELETED: To support the inspection process, the agency's Inventory, Supplies and Materials system must record the acceptance or rejection of new or returned items at their destination and the quantities of each. Update inventory on hand information as a result.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Inspection_Process_001
Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	04.24.003		To support the inspection process, the agency's Inventory, Supplies and Materials system must record the date of acceptance for purposes of the Prompt Payment Act.	Source: 5CFR,ChIII, Sub chB,Pt1315 Source Date 12/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Inspection_Process_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	04.24.004	C - Authoritative Source/Reference Updated	<b>To support the inspection process, the agency's Inventory, Supplies and Materials system must provide information, such as quantity, asset identifier, and cost on items received and accepted necessary to support the payment management function of the system.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Inspection_Process_004
Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	04.24.005	D - Authoritative Source/Reference Deleted	DELETED: To support the inspection process, the agency's Inventory, Supplies and Materials system must identify shipping discrepancies (e.g., SF 364, Report of Discrepancy) and product quality deficiencies (e.g., SF 368, Product Quality Deficiency Report) between the items received and the information provided on shipping documents and purchase orders, to support follow-up.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Inspection_Process_005
Inventory, Supplies and Materials Acquisition Control Process: Inspection Process	04.24.006	C - Authoritative Source/Reference Updated	<b>To support the inspection process, the agency's Inventory, Supplies and Materials system must identify shipments of components for any inventoried items.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Inspection_Process_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Placement into inventory	04.25.001	C - Authoritative Source/Reference Updated	<b>To support the inventory into placement process, the agency's Inventory, Supplies and Materials system must identify the intended location of the item and track its movement from the point of initial receipt to its final destination.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Placement_Into_Inventory_001
Inventory, Supplies and Materials Acquisition Control Process: Placement into inventory	04.25.002	C - Authoritative Source/Reference Updated	<b>To support the inventory into placement process, the agency's Inventory, Supplies and Materials system must record identifiers, quantities, condition, location, and other information as determined by management, necessary to establish physical control.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Placement_Into_Inventory_002
Inventory, Supplies and Materials Acquisition Control Process: Placement into inventory	04.25.003	C - Authoritative Source/Reference Updated	<b>To support the inventory into placement process, the agency's Inventory, Supplies and Materials system must record items within an item class or category as determined necessary by management for maintaining control over inventory, supplies, and materials.</b>	Source: ICPS,Att1; Source Date: 5/1/2011	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Placement_Into_Inventory_003
Inventory, Supplies and Materials Acquisition Control Process: Placement into inventory	04.25.004	C - Authoritative Source/Reference Updated	<b>To support the inventory into placement process, the agency's Inventory, Supplies and Materials system must provide an identifier for identifying restrictions on the sale, or use, or disposal of inventory, supplies, and materials by category and item.</b>	Source: DoD4140.1-R,Ch2,Subch2.8; Source Date: 5/1/2003	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Placement_Into_Inventory_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.001	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must capture both unit cost and sales price of an inventory item.</b>	Source: DoDFMRVol6A,Ch9, Sub0904; Source Date: 4/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Initial_Valuation_Categorization_001

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.002		To support the initial valuation and financial categorization process, the system must maintain sufficient information to support the inventory valuation method chosen in the Budgeting and Purchase Planning functions, consistent with Federal accounting requirements.	Source: DoDFMRVol6 B,Ch10,Sub1011; Source Date 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Initial_Valuation_Categorization_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.003	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must Include all appropriate purchase, transportation, and production costs incurred to get the item to its current condition and location.</b>	Source: SFFAS3,21; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_003

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.005		To support the initial valuation and financial categorization process, the system must categorize operating material and supplies as: (A) Held for use, (B) Held for repair and (C) Excess, obsolete, and unserviceable.	Source: DoDFMRVol6 B,Ch10,Sub1011; Source Date: 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_005

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.006		To support the initial valuation and financial categorization process, the agency's system must categorize stockpile materials as: (A) Held for sale or use and (B) Held in reserve. This category of inventory is reserved for use exclusively within the Department by the National Defense Stockpile Transaction Fund.	Source: DoDFMRVol6 B,Ch10,Sub1011; Source Date; 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.007	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must provide interface data required to meet system requirements.</b>	Source: DLM4000.25,Vol1,Ch 2; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.008	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must provide total cost information by financial category for items added into inventory to the system for posting by the General Ledger Management function and the Cost Management function.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Initial_Valuation_Categorization_008

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.009	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must (if the agency has a cost accounting system to support a manufacturing, industrial fund, or similar activities) provide the cost of items, and other information as determined by management, needed to determine item consumption/usage and assess performance.</b>	Source: DoDFMRVol6B,Ch4, Sub0403; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies and Materials Acquisition Control Process: Initial Valuation and Financial categorization	04.26.010	C - Authoritative Source/Reference Updated	<b>To support the initial valuation and financial categorization process, the agency's Inventory, Supplies and Materials system must provide information, such as description, quantity, asset identifier, and other information as specified by management, needed to support reconciliation between the inventory system's records and other systems' records.</b>	Source: DoDFMRVol6B,Ch4, Sub0403; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Initial_Valuation_Categorization_010
Inventory Valuation and Disposition: Physical Verification	04.27.001	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must provide support for physical verification of inventory balances by location and item type in accordance with management selection criteria such as by (1) sequential selection of rows or areas within a warehouse or facility, (2) random selection, (3) weighed selection towards higher dollar, higher turn-over activity items, or (4) blind count (performance of a physical inventory without the knowledge of, or access to, the on-hand quantity balance in the inventory records).</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.4_Managing Financial Asset Information_DO	Provide asset data required to post GL transactions consistent with USSGL accounts, account attributes, transaction codes, transaction categories (for example, collections and receivables), and transaction subcategories [for example, receipts, receivables/accrued revenue, asset sale and disposition (gains and losses)] as defined in the TFM.	Inventory_Physical_Verification_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.002	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record changes in physical condition (e.g., excellent, good, fair or poor), quantities, etc., based on the results of physical inventory verifications.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.003	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials must, if the agency maintains perpetual inventory records, provide for the matching of physical counts with inventory quantity and financial records through cycle counting or other inventory management techniques.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.004	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials must, if the agency does not maintain perpetual inventory records, provide for reconciliation using beginning of period inventory balances, receipts, and dispositions up to the cutoff point for the physical inventory.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.005	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must retain records of physical inventory counts until (a) the count is reconciled and (b) all adjusting entries for the physical count are resolved and entered into the financial records.</b>	Source: DLM4000.25, Vol2, Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.006	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must identify all errors arising from reconciliation processes that apply to a time period prior to the last inventory adjustment. All such errors must be corrected, to include appropriate adjustments to prior gains and losses.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.007	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must enable the use of management determined error codes (such as incorrect entities, leaks or spills, wrong location, receipt error, stock picking error, shipping error, etc.) that would aid in the consistent identification and reporting of the causes of variance between Inventory, Supplies and Materials records and physical counts.</b>	Source: DoDFMRVol4,Ch6,Su b0601; Source Date: 6/1/2009	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.008	C - Authoritative Source/Reference Updated	<p><b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must provide the ability to (1) identify historically slow periods of operation when there is little movement of Inventory, Supplies and Materials items, (2) prevent or minimize the movement of Inventory, Supplies and Materials items to be counted on the day the items are selected for counting, and (3) use transaction histories to trace the movement of items and reconcile the count.</b></p>	<p>Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012</p>	<p>1.1.3.1_Managing Financial Asset Information_DI</p>	<p>Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&amp;E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&amp;E or heritage PP&amp;E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).</p>	<p>Inventory_Physical_Verification_008</p>

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.009	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must restrict access to approve adjustments resulting from physical counts to only authorized individuals, including those having tiered or restricted levels of access.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_009

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.010	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record approval of management of inventory adjustments and referrals of potential fraud or theft to investigators.</b>	Source: DLM4000.25,Vol2,Ch 6; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_010

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.011	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must calculate the inventory accuracy rate, based on management approved methodology (A common method used is number of accurate items or records divided by the number of items or records counted.).</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_011

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.012	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record management identified assessment of risk (based on activity or turnover, dollar value, sensitivity/classification of item(s), and criticality of the item(s) to production or mission readiness) and degree of control required by segment, class, or type of Inventory, Supplies and Materials.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_012

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.013	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record management determined frequency of physical count verification by segment, class, or type of Inventory, Supplies and Materials.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_013

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.014	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record management established tolerances or criteria for selection of variances to research such as: (1) effect on operations or mission readiness, (2) quantity and dollar value, and (3) characteristics of the items with the variance, such as sensitive, classified, or items susceptible to fraud or theft.</b>	Source: SFFAS3,125; Source Date: 10/1/1993 Source: SFFAS3,124; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_014

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.015	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must allow a user to input a cut-off date to ensure that all inventory and related items are counted, and to ensure items received after the cut-off date (for which title has not passed) are excluded.</b>	Source: SFFAS3,38; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_015

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.016	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must provide information, such as (1) shipping and receiving records, (2) relocation of inventory items within a warehouse or facility, and (3) production usage records, to aid in the research of variance causes and to ensure the proper adjustment of inventory records.</b>	Source: SFFAS3,124; Source Date: 10/1/1993 Source: SFFAS3,125; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_016

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.017	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must identify and compare performance goal(s) established by management (such as an inventory count accuracy goal of 95 percent, adjustments and number of accurate physical counts, dollar value and quantity of adjustments) to the results of actual physical counts by warehouse, facility, item type, or other agency specific selection/performance measurement criteria.</b>	Source: NISTSP800-53,AppF; Source Date: 5/1/2010	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Physical_Verification_017

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.018	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must identify the existence of inventory stored at outside/off-site locations and the personnel or organization responsible for verifying its physical existence.</b>	Source: DoDI5000.64,Glos,PtII ; Source Date: 5/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_018

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.019	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record the identity (including description, location, condition, quantity, etc.) of slow moving or excess obsolete inventory and related items that could be segregated and pre-counted.</b>	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_019

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.020	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record the identity of the employee/supervisor responsible for establishing and maintaining physical control over items by location, segment, type of item, etc., to compare to inventory accuracy rates to aid in holding appropriate personnel accountable for achieving the organization's performance goals (e.g., accuracy rate).</b>	Source: 41CFR, Vol2, SubtitleC ,Ch109; Source Date: 7/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_020
Inventory Valuation and Disposition: Physical Verification	04.27.021	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must provide, or interface with, the tools used to perform the count (e.g., pre-numbered count cards or tags, count sheets, or electronic or radio frequency devices).</b>	Source: DLM4000.25, Vol2, Ch 10; Source Date: 6/1/2012	1.1.3.2_Managing Financial Asset Information_P	Determine asset value and provide for adjustments – such as depreciation, impairment, allowance for uncollectible amounts, and subsidy allowance – consistent with FASAB Handbook.	Inventory_Physical_Verification_021

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Physical Verification	04.27.022	C - Authoritative Source/Reference Updated	<b>To support the physical verification process, the agency's Inventory, Supplies and Materials system must record electronic confirmation from other parties responsible for storing items that are recorded in the Inventory, Supplies and Materials system.</b>	Source: DoD4140.1-R,Ch9,Subch9.2; Source Date: 5/1/2003	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Physical_Verification_022

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.001	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must record reductions in the dollar value and quantity of inventory items destroyed, lost, or pilfered.</b>	Source: SFFAS3,24; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Accounting_for_Stored_Items_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.002	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, if financial adjustments are required as a result of a physical verification, the Inventory, Supplies and Materials system must send the appropriate information to the cost accounting system to ensure they stay in balance.</b>	Source: SFFAS3,17; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accountin g_for_Stored_Items_ 002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.003	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must adjust inventory item costs for significant differences between the amount recorded for the items upon receipt and the invoiced amounts paid for the goods or any refunds/rebates.</b>	Source: SFFAS3,19; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accounting_for_Stored_Items_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.004	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must generate financial transactions to record the transfer of inventory between financial categories such as from inventory held for sale to excess, obsolete, and unserviceable inventory, or between cost categories as defined for internal management. Send this information to the system and cost accounting system as appropriate.</b>	Source: SFFAS3,17; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accountin g_for_Stored_Items_ 004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.005		To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must recognize and record unrealized holding gains/losses when using the latest acquisition cost (LAC) method for valuing inventory.	Source: SFFAS3,23; Source Date: 10/1/1993Source: DoDFMRVol4,Ch4,Su b0401; Source Date: 5/1/2009Source: SFFAS3,20; Source Date: 10/1/1993Source: SFFAS3,54; Source Date: 10/1/1993Source: SFFAS3,53; Source Date: 10/1/1993Source: SFFAS3,31; Source Date: 10/1/1993Source: SFFAS3,26; Source Date: 10/1/1993	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Accountin g_for_Stored_Items_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.006	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must calculate the historical cost of ending inventory and cost of goods sold using a cost flow assumption method.</b>	Source: SFFAS3,20; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accounting_for_Stored_Items_006
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.007		To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must make adjustments to inventory valuations to reflect net realizable value instead of historical cost or latest acquisition cost if the conditions specified in SFFAS Number 3 under 'Exception to Valuation' are met or if the inventory is declared to be excess, obsolete, or unserviceable in accordance with SFFAS Number 3.	Source: SFFAS3,26; Source Date: 10/1/1993	1.1.3.3_Managing Financial Asset Information_DO	Provide asset information, such as type (for example, intragovernmental or governmental), value, quantity (for example, units), and GL account (for example, buildings, land, equipment, assets under capital lease, and software) for balance sheet and financial statement reporting consistent with the FASAB Handbook and as specified in the TFM.	Inventory_Accounting_for_Stored_Items_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.008	C - Authoritative Source/Reference Updated	<b>To support the accounting for stored items process, the agency's Inventory, Supplies and Materials system must maintain the distinction between the cost of inventory items and selling price. Make adjustments to them separately.</b>	Source: SFFAS3,39; Source Date: 10/1/1993	1.2.1.1_Determining Costs_DI	Provide responsibility segments/cos centers (for example, managing public buildings and distributing supplies) and cost objects that align with outcomes (for example, program, activity, and product) that directly support the agency mission and management requirements consistent with the FASAB Handbook.	Inventory_Accountin g_for_Stored_Items_ 008
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.010		The system must provide the capability to identify the Economic Retention Stock (ERS) for wholesale principal and secondary items, except ammunition.	Source: DoDM4140.01,V6,Enc 2; Source Date: 2/1/2014	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Accountin g_for_Stored_Items_ 011
Inventory Valuation and Disposition: Accounting for Stored Items	04.28.011		The system must value operating materials and supplies at historical cost using the moving average cost (MAC) flow assumption for arriving at historical cost.	Source: SFFAS3,44; Source Date: 10/1/1993 Source: DoDFMRVol4,Ch4,Su b0402; Source Date: 5/1/2009	FFMIA Financial Management Goal_1.1	Consistently, completely, and accurately record and account for Federal funds, assets, liabilities, revenues, expenditures, and costs.	Inventory_Accountin g_for_Stored_Items_ 012

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Movement and Tracking	04.29.001	C - Authoritative Source/Reference Updated	<b>To support the movement and tracking process, the agency's Inventory, Supplies and Materials system must record changes in the location of an inventory item, such as from one warehouse to another, and any associated changes in the person or organization responsible for stewardship of the item.</b>	Source: DoDFMRVol1,Ch7,Su b0705; Source Date: 6/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Movement_and_Tracking_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Movement and Tracking	04.29.002	C - Authoritative Source/Reference Updated	<b>To support the movement and tracking process, the agency's Inventory, Supplies and Materials system must record the asset identifier, description, cost, and quantities of items in transit from one location to another.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Movement_and_Tracking_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Movement and Tracking	04.29.003	C - Authoritative Source/Reference Updated	<b>To support the movement and tracking process, the agency's Inventory, Supplies and Materials system must provide a confirmation receipt to the losing organization.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Movement_and_Tracking_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Items In-Transit	04.30.001	C - Authoritative Source/Reference Updated	<b>To support the accounting for items in-transit process, the agency's Inventory, Supplies and Materials system must record the asset identifier, description, cost, and quantities of items shipped from contractors or vendors for which title has passed to the government.</b>	Source: SFFAS3,19; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Accounting_For_Items_In_Transit_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Items In-Transit	04.30.002	C - Authoritative Source/Reference Updated	<b>To support the accounting for items in-transit process, the agency's Inventory, Supplies and Materials system must record the cost and quantity (including asset identifier and description data) of items shipped from the inventory organization to another organization for which accountability has been retained by the inventory organization until receipt by the recipient.</b>	Source: SFFAS3,17; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accounting_For_Items_In_Transit_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Accounting for Items In-Transit	04.30.003	C - Authoritative Source/Reference Updated	<b>To support the accounting for items in-transit process, the agency's Inventory, Supplies and Materials system must record the cost, quantity, and identity (including asset identifier and description data) of items in transit to the initial storage location, between storage locations, to a customer, or to a disposal activity.</b>	Source: SFFAS3,28; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Accounting_For_Items_In_Transit_003
Inventory Valuation and Disposition: Accounting for Items In-Transit	04.30.004	D - Authoritative Source/Reference Deleted	'DELETED' To support the accounting for items in-transit process, the agency's Inventory, Supplies and Materials must require systematic review and follow-up of aged in-transit deliveries. Specifically, the system must require review and follow-up on a scheduled basis, i.e., after 30 days and 60 days. The system must also require a mandatory disposition review after 90 days.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Accounting_For_Items_In_Transit_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Transfer to Repair Status	04.31.001	C - Authoritative Source/Reference Updated	<b>To support the transfer to repair status process, the agency's Inventory, Supplies and Materials system must record the asset identifier, description, cost, and quantities of items transferred from its current status to 'in repair'. Provide information to the system to record the change in financial category.</b>	Source: SFFAS3,47; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Transfer_To_Repair_Status_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Transfer to Repair Status	04.31.002	C - Authoritative Source/Reference Updated	<b>To support the transfer to repair status process, the agency's Inventory, Supplies and Materials system must adjust the valuation of inventory items in accordance with the repair accounting treatment selected by the agency in conformance with SFFAS Number 3.</b>	Source: SFFAS3,47; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Transfer_To_Repair_Status_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Account for Repair Cost	04.32.007		To support the account for repair cost process, the agency's Inventory, Supplies and Materials system must record the method of accounting, e.g., direct or allowance, used to account for repair of an item held in inventory held for repair.	Source: SFFAS3,31; Source Date: 10/1/1993	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Account_For_Repair_Cost_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Return of Inventory	04.33.001	C - Authoritative Source/Reference Updated	<b>To support the return to inventory process, the agency's Inventory, Supplies and Materials system must record the transfer of an inventory item from the status of 'in repair' to its proper status and location. Provide information such as cost, quantity, asset identifier, description, change in status, etc., to the system to record the change in financial category.</b>	Source: DoDFMRVol4,Ch4,Su b0403; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Return_Of_Inventory_001

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Return of Inventory	04.33.002		To support the return to inventory process, the agency's Inventory, Supplies and Materials system must allow inventory identified as unserviceable, but not yet reviewed to determine its reparability, to be reported as held for repair. When an assessment is conducted and it's determined it's not economically feasible to repair the item, then the item shall be reported as excess, obsolete and unserviceable.	Source: DoDFMRVol6B,Ch10, Sub1011; Source Date: 4/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Return_Of_Inventory _002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Production Ordering	04.34.001	C - Authoritative Source/Reference Updated	<b>To support the production ordering process, the agency's Inventory, Supplies and Materials system must support the establishment (including technical specifications and accounting classification needed by the inventory system) of orders to be placed with a contractor or other government entity to perform production work on items needed.</b>	Source: 48CFR Vol1, Ch1, Pt27, Subpt27.4; Source Date: 9/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Production_Ordering_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Production Ordering	04.34.002	C - Authoritative Source/Reference Updated	<p><b>To support the production ordering process, the agency's Inventory, Supplies and Materials system must project the production elements necessary to complete the production cycle. These production elements must reflect bills of material, manufacturing requirements, and production time to produce or repair products.</b></p>	Source: SFFAS3,21; Source Date: 10/1/1993	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Production_Ordering_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Work-In-Progress Costs	04.35.001	C - Authoritative Source/Reference Updated	<b>To support the accounting for work-in-progress costs process, the agency's Inventory, Supplies and Materials system must provide financial information in the appropriate format and method to other financial management systems used by the agency. For example, provide work-in-process costs by the designated accounting classification structure (e.g., fund, program, organization, project, object class) to the system and cost accounting system.</b>	Source: DoDFMRVol4,Ch17,S ub1707; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Work_In_Progress_Costs_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Work-In-Progress Costs	04.35.002	C - Authoritative Source/Reference Updated	<b>To support the accounting for work-in-progress costs process, the agency's Inventory, Supplies and Materials system must accept cost and other appropriate information from a separate cost accounting system to support cost accumulation by work elements such as job order, activities, products, etc.</b>	Source: DoDFMRVol6A,Ch15,Sub1510; Source Date: 10/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Work_In_Progress_Costs_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Work-In-Progress Costs	04.35.003	C - Authoritative Source/Reference Updated	<b>To support the accounting for work-in-progress costs process, the agency's Inventory, Supplies and Materials system must track accumulated costs, by asset identifier, including the cost of direct materials, direct labor, and overhead where applicable (including standard costs and rates, if applicable) for work-in-process. Percentage of completion methodology should be used to value work-in-process.</b>	Source: DoDFMRVol11B,Ch1 1,Sub1102; Source Date: 10/1/2002	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Work_In_Progress_Costs_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Work-In-Progress Costs	04.35.004	C - Authoritative Source/Reference Updated	<b>To support the accounting for work-in-progress costs process, the agency's Inventory, Supplies and Materials system must provide features to record unit costs and prices of products and services.</b>	Source: TFMVol1,Pt2,Ch4700, Sec4707; Source Date: 9/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Work_In_Progress_Costs_004

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Record Finished Goods	04.36.001	C - Authoritative Source/Reference Updated	<b>To support the recording finished goods process, the agency's Inventory, Supplies and Materials system must transfer work-in-progress to finished goods for inventory categorization and accounting purposes.</b>	Source: DoDFMRVol4,Ch17,Sub1705; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Record_Finished_Goods_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Record Finished Goods	04.36.002	C - Authoritative Source/Reference Updated	<b>To support the recording finished goods process, the agency's Inventory, Supplies and Materials system must identify the intended location of the item and track its movement from the point of initial receipt to its final destination.</b>	Source: DoDFMRVol4,Ch17,Sub1705; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Record_Finished_Goods_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Record Finished Goods	04.36.003	C - Authoritative Source/Reference Updated	<b>To support the recording finished goods process, the agency's Inventory, Supplies and Materials system must record identifiers, quantities, condition, location, and other elements necessary to establish control.</b>	Source: DoDFMRVol4,Ch17,Sub1705; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Record_Finished_Goods_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory Valuation and Disposition: Record Finished Goods	04.36.004	C - Authoritative Source/Reference Updated	<b>To support the recording finished goods process, the agency's Inventory, Supplies and Materials system must classify inventory items by item class or type to meet agency needs for management and control.</b>	Source: DoDFMRVol4,Ch17,Sub1705; Source Date: 4/1/2013	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Record_Finished_Goods_004

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Stockpile: Management Information	04.37.001	D - Authoritative Source/Reference Deleted	'DELETED' To support the requirements for management information, the agency's Inventory, Supplies and Materials system must support a summary of the following information, which may be provided in the form of a report: Accept Unfilled Orders, Post Discrepancies, Record Acceptance and Rejection Summary, Identify Days Supply, Master Inventory, Inactive Inventory, Item Expiration/Shelf Life, Cycle Count, Inventory Accuracy, Inventory Undergoing Repair or in Production, Repair Status, Production Order and Work-in-Process Tracking.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Stockpile_Management_Information_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.002	C - Authoritative Source/Reference Updated	<p><b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials, system must provide access to the following information:</b></p> <ul style="list-style-type: none"> <li>• fiscal year</li> <li>• transaction code (e.g. sale, transfer, loan, disposal)</li> <li>• item description</li> <li>• asset identifier</li> <li>• performance measure code</li> <li>• transaction dates (date item issued/distributed and received by customer)</li> <li>• status (in storage, in transit, etc.)</li> <li>• quantity distributed, in transit, disposed</li> <li>• quantity of items remaining on hand subsequent to distribution/disposal activities</li> <li>• item condition</li> <li>• unit of issue/measure for each item</li> <li>• unit price of items distributed</li> <li>• unit cost of items distributed/distributed</li> <li>• extended price of items distributed/distributed</li> <li>• shipping costs of items distributed/distributed</li> <li>• date customer/disposal activity received the items</li> <li>• name, address, contact information regarding transporter</li> <li>• contract terms regarding delivery (e.g., FOB) or constructive delivery</li> <li>• date item received by customer</li> <li>• increase in the cost of goods sold account</li> <li>• gain or loss recognized as a result of the item's distribution.</li> </ul>	Source: DoDFMRVol10,Ch13, Sub1302; Source Date: 6/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.003	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must reflect changes in the quantity and cost of items on hand due to distribution/disposal activities.</b>	Source: 48CFR Vol1, Ch1, Pt14, Subpt14.2; Source Date: 9/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_002

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.004	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must support account balances by providing an audit trail with access to specific transaction details.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.005	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must use a chart of accounts consistent with the basic number structure and titles provided in the USSGL. Any expansion to the numbering system must roll up to the posting accounts provided in the USSGL.</b>	Source: DoDFMRVol6A,Ch2, Sub0202; Source Date: 8/1/2011	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.006	C - Authoritative Source/Reference Updated	<p><b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must access to the following customer information:</b></p> <ul style="list-style-type: none"> <li>• authorization of customer eligibility</li> <li>• organization code</li> <li>• trading partner (Treasury Dept code)</li> <li>• loan agreement number and all associated delivery order numbers or task order numbers (including change order number, if any)</li> <li>• purchase order number (including change order number, if any)</li> <li>• blanket purchase agreement (BPA) number and all associated BPA call numbers (including change order number, if any)</li> <li>• Change in product or service descriptions</li> <li>• Change in unit of measure</li> <li>• Change in quantity</li> <li>• Change in total amount</li> <li>• Change in delivery/performance schedule</li> <li>• Provide the ability to compare customer order records to issue records and flag any differences for follow-up</li> <li>• cost center code</li> <li>• object classification</li> <li>• project code</li> <li>• program code</li> <li>• funded through date (for those contracts that are incrementally funded)</li> <li>• variances between available funds provided prior to order fulfillment and the sales price of items requested</li> <li>• quantities requested</li> <li>• customer name and address, specifications such as government-designated receiving, certifying, and acceptance official, if appropriate</li> </ul>	Source: DLM4000.25,Vol2,Ch 10; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Disposition_005

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.007	C - Authoritative Source/Reference Updated	<p><b>date request received; and other data needed consistent with the inventory program.</b></p> <p><b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must record unfilled orders if checks or cash are received with the customer order, record it against the customer order and send the information to the Receipt Management function of the system for proper recognition of the associated liability to reflect the customer advance.</b></p>	Source: DoDFMRVol3,Ch15,Sub1503; Source Date: 6/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_006

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.008	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must differentiate between price and historical cost.</b>	Source: DoDFMRVol15,Ch7,Sub0714; Source Date: 6/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_007

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.009	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must record revenue earned and the appropriate offsetting account (e.g., cash, receivables, advances) in the amount for which the inventory items are sold (price).</b>	Source: DoDFMRVol6B,Ch5, Sub0503; Source Date: 5/1/2012	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_008

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.010	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must identify item requests/orders for which the funds designated by the customer to purchase the items is less than the sales price of the items due to price changes, etc.</b>	Source: DoDFMRVol11B,Ch15,Sub1503; Source Date: 12/1/2010	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_009

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.011		To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must record the consumption (including cost, asset identifier, description, quantity, etc.) of operating materials and supplies by management identified cost object identifier code to facilitate cost accounting and program management.	Source: DoDFMRVol4,Ch4,Su b0406; Source Date: 5/1/2009	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_010

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.012	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must provide indicators to identify any sensitive, classified, or other management determined items which restrict the loan or disposal process of an inventory, supplies, or material item.</b>	Source: OMBCIRA-123,AppB,Ch13; Source Date: 12/1/2004	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Disposition_011
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.013	D - Authoritative Source/Reference Deleted	DELETED: To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must flag any restricted inventory, supplies, or materials items that are designated for loan or disposal and provide a system control, which must be overridden by management, to prevent improper loan or disposal activities.	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Disposition_012

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.015	D - Authoritative Source/Reference Deleted	DELETED: To support the Inventory, Supplies and Materials Disposition process, the agency's Supplies and Materials system should provide the following capabilities: Access other information where applicable and available: - revenue source code - additional funding indicator, including increases and decreases - line item number, including access to contract line item data - signature (or electronic alternative) of acceptance official at agency or organization receiving the items - name, title, phone number, and mailing address of acceptance official at agency or organization receiving the items - Unique Item Identifier (note: When UIDs are used, data syntax and semantics for high capacity advanced information technology devices should conform to ISO 15434 and ISO15418 respectively).	Source: ; Source Date:	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Disposition_013
Inventory, Supplies, and Material Disposition: Materials Disposition	04.38.016	C - Authoritative Source/Reference Updated	<b>To support the requirements for Inventory, Supplies, and Materials disposition process, the agency's Inventory, Supplies and Materials system must have the capability to use Electronic Data Interchange (EDI) to obtain customer orders electronically without the need for manual keying.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Disposition_014

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Distribution	04.39.001	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must provide access to the following information: • pick lists to be used in pulling inventory items from storage • person or organization responsible for stewardship of loaned item(s) • location of loaned items</b>	Source: DoD5105.38-M,Ch11; Source Date: 10/1/2013	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Distribution_001
Inventory, Supplies, and Material Disposition: Distribution	04.39.002	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must identify unfilled customer orders.</b>	Source: OMBCIRA-11,Pt1,Sec20.3; Source Date: 7/1/2013	Requirement Not Covered by TFM Guidance		Inventory_Supplies_Materials_Distribution_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Distribution	04.39.003	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must provide the ability to backorder unfilled customer orders as policy permits when insufficient stock is available to fulfill the total requirement.</b>	Source: DLM4000.25,Vol1,App2; Source Date: 6/1/2012	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Distribution_003

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Distribution	04.39.004	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must provide the ability to compare customer order records to issue records and flag any differences for follow-up.</b>	Source: DoDFMRVol10,Ch23, Sub2304; Source Date: 9/1/2010	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Distribution_004

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Distribution	04.39.005	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must provide quality controls to ensure that all appropriate costs have been provided to the pricing formula for a particular customer order.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	1.4.1.1_Defining Federal Funding Attributes to Align Financial Management Information With Performance Goals_DI	Provide Federal funding attributes (for example, program, activity, and cost object) that align funding requests, funding allocations, fund obligations, fund expenditures, and costs with agency performance goals, as required by the Chief Financial Officer (CFO) Act as well as the Government Performance and Results Act and consistent with the FASAB Handbook, OMB Circular No. A-11, and OMB Circular No. A-136.	Inventory_Supplies_Materials_Distribution_005

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Distribution	04.39.006	C - Authoritative Source/Reference Updated	<b>To support the requirements for the Inventory, Supplies and Materials Distribution process, the agency's Inventory, Supplies and Materials system must provide the ability to develop the information necessary, (e.g., payment terms, invoice date, item quantity, unit price, extended price, invoice amount, and additional charges such as transportation, etc.) to prepare an initial invoice for a customer that provides adequate support for the prices charged.</b>	Source: OMBCIRA-130,AppIV; Source Date: 11/1/2000	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Distribution_006

**INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS**

**DFAS 7900.4-M, Vol. 04**

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Disposal	04.40.001	C - Authoritative Source/Reference Updated	<b>To support the requirements for the disposal of Inventory, Supplies and Materials process, the agency's Inventory, Supplies and Materials system must account for the proceeds resulting from the disposal process.</b>	Source: 48CFR Vol1, Ch1, Pt45, Subpt45.6; Source Date: 9/1/2011	1.1.3.4_Managing Financial Asset Information_DO	Provide asset data required to post GL transactions consistent with USSGL accounts, account attributes, transaction codes, transaction categories (for example, collections and receivables), and transaction subcategories [for example, receipts, receivables/accrued revenue, asset sale and disposition (gains and losses)] as defined in the TFM.	Inventory_Supplies_Materials_Disposal_001

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Disposal	04.40.002	C - Authoritative Source/Reference Updated	<b>To support the requirements for the disposal of Inventory, Supplies and Materials process, the agency's Inventory, Supplies and Materials system must calculate the quantity and cost of items designated as 'excess, obsolete, unserviceable, or non-useable'.</b>	Source: 48CFR Vol1, Ch1, Pt45, Subpt45.6; Source Date: 9/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Disposal_002

INVENTORY, SUPPLIES, AND MATERIALS REQUIREMENTS

DFAS 7900.4-M, Vol. 04

Chapter	Req Id	Change Type	Requirement	Sources	Treasury's Federal Financial Management Systems Function Guidance (See Appendix A-5)	Treasury's Federal Financial Management Systems Requirement (See Appendix A-5)	DFMIG Rule Name
Inventory, Supplies, and Material Disposition: Disposal	04.40.003	C - Authoritative Source/Reference Updated	<b>To support the requirements for the disposal of Inventory, Supplies and Materials process, the agency's Inventory, Supplies and Materials system must identify Munitions List Items, small arms, and other controlled items such as Flight-Safety Critical Aircraft Parts (FSCAP) and items requiring trade security controls.</b>	Source: 48CFR Vol1, Ch1, Pt45, Subpt45.6; Source Date: 9/1/2011	1.1.3.1_Managing Financial Asset Information_DI	Capture Federal Government asset type (for example, entity, nonentity, governmental, and intragovernmental), category [for example, property, plant, and equipment (PP&E); inventory; seized and forfeited; investments in Treasury securities], and subcategory (for example, general PP&E or heritage PP&E) consistent with The Federal Accounting Standards Advisory Board (FASAB) Handbook of Accounting Standards, and Other Pronouncements, as Amended (FASAB Handbook).	Inventory_Supplies_Materials_Disposal_003

**ACRONYMS**

AAO	Approval Acquisition Objective
AC	Actual Cost
DFAS	Defense Finance and Accounting Service
DoD	Department of Defense
DoDFMR	DoD Financial Management Regulation
DRMS	Defense Reutilization and Marketing Service
FFMIA	Federal Financial Management Improvement Act
FSCAP	Flight Safety Critical Aircraft Parts
LAC	Latest Acquisition Cost
LCM	Lower of Cost or Market
MAC	Moving Average Cost
NRV	Net Realizable Value
OMB	Office of Management and Budget
SFFAS	Statement of Federal Financial Accounting Standards
SP	Standard Price