**DeCA AP Process Change – DeCA Questions/Answers**

**5/1/2019**

DeCA had informed our Trading partners and the Distributors on the elimination of FDS and DSD roll up process in Jan 2019. The DeCA team has made every effort to minimize the changes to our business partners to ensure smooth transition without affecting the supply chain.

At a high level the two changes include:

* The elimination of the FDS and DSD roll ups which requires the elimination of the Call periods and Call numbers
* Begin using the accurate daily cost for vendor payments and not the final cost of the roll up period

DeCA would like to highlight two major benefits to the vendors with this process change:

1. The Vendors will get paid earlier than the roll up payment process

Example: If DeCA received product on the 1st, with Accelerated pay which is in effect now, the vendor will get paid in 7 – 10 days, and this applies to most of the period where the Vendors do not have to wait until the 22nd or 23rd of the month to receive the entire 15 day period of payments. This should increase the cash flow within the vendor community

1. DeCA will be using accurate RDD date cost by Purchase order, which will meet all Sarbanes Oxley guidelines and financial audit guidelines. The current roll up cost of the 15th and 30th or 31st cost is being applied to all receipts from the 1st to the 15th or 16th to the 30th / 31st

The section below provides details of the entire E2E (End to End) processes between DeCA and the distributor for FDS and DeCA and the vendor for DSD and DSD, not just the changes.

DeCA would like to highlight that FDS reconciliation is done between the distributor and DeCA. This is not a change, it is the current process.

The FDS reconciliation between the distributors and vendors on case quantities has always been and will be outside the scope of DeCA

DeCA reconciles with the vendors on DSDS and DSD and with the distributors for FDS

**End to End process for FDS/ Source Load/ DSDS and DSD Overview**

*FSD and Source Load*

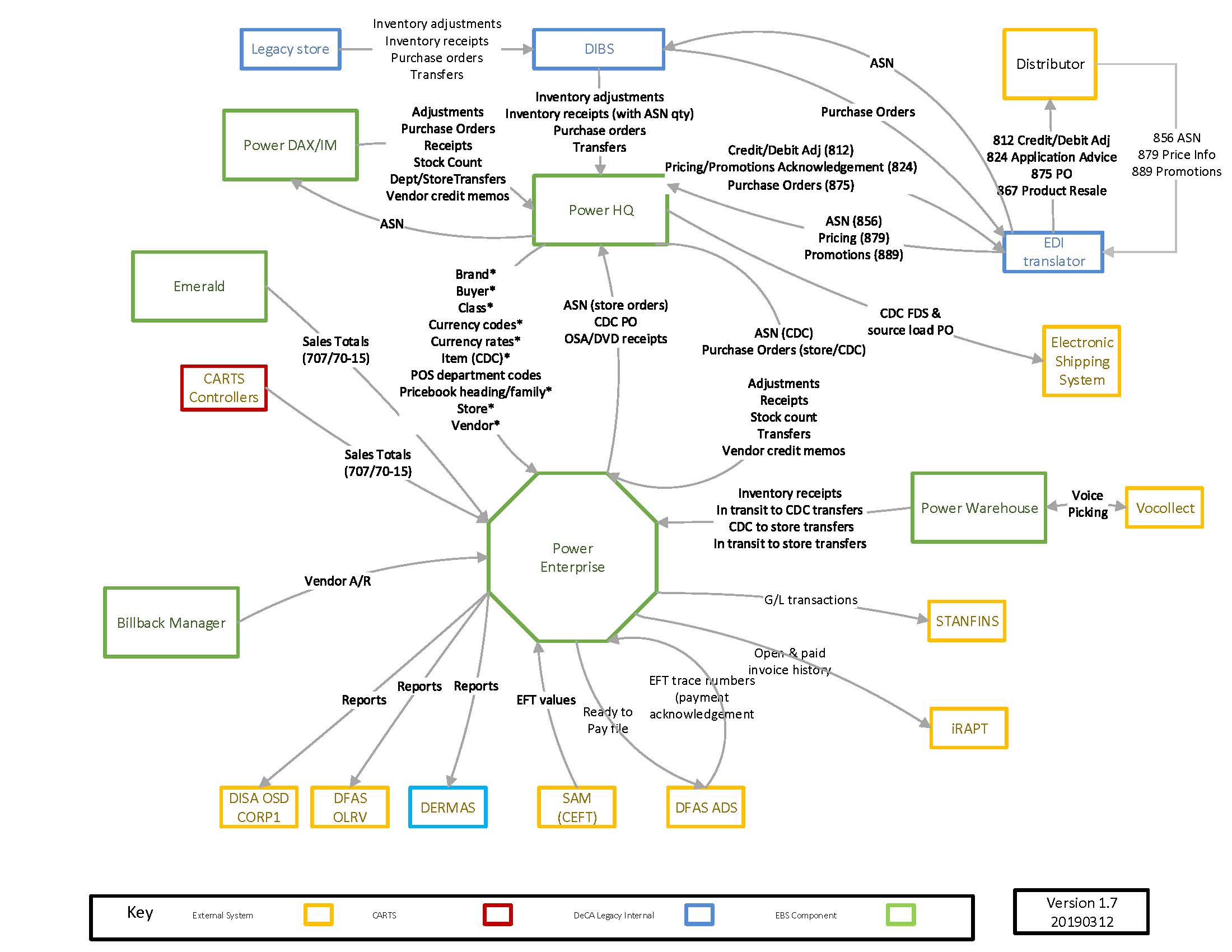
* *FDS and Source Load Orders*
  + *DAX stores will place an order into PHQ*
  + *CDCs will use Power Enterprise to place an order which will also be sent to PHQ*
  + *PHQ will send all orders using the EDI 875 with a “9 character POID and Serial number= “1111”*
  + *Legacy DIBS stores will place an order directly to the distributors/source load vendors using the “9 character PULL number and Serial Number = “1111”*
* *FDS and Source Load Vendor ASNs*
  + *Distributors/ Source Load Vendors will send an ASN EDI 856 to PHQ with a “9 character POID and Serial Number= “1111”*
  + *Distributors/ Source Load will send an ASN EDI 856 directly to Legacy DIBS stores with the “9 character PULL number and Serial Number = “1111”*
* *FDS and Source Load Vendor Receipts*
  + *PHQ will send initial 812’s with PIIN, CASE PACK, CASE UPC differences*
  + *After validation between the Distributor/ Source Load and DeCA (DeCA RM/ Sales/ Logistics) , PHQ will send a final 812 (REA) to the Distributor with a “9 character POID and Serial Number = “ymxx” (year, month and 2 characters, last two character will be BASE 36 sequential number)*
* *FDS and Source Load Vendor Payments*
  + *Power enterprise will send the payment data to DFAS to the Vendors based on “Receipt date + Net payment terms”*
  + *Power enterprise will send the payment data to DFAS to the Vendors for Source Load based on “ASN date at port of embarkment+ Net payment terms”*
* *Vendor Reconciliation for totals paid by DeCA*
  + *Power Enterprise Financials / PHQ will send a 14 character Document number with AAC+PIIN+Serial Number and the PHQ “9 character POID “ in the Invoice number field*

*DSDS*

* *DSDS Orders*
  + *DAX stores will place a DSDS or OSA/DVD order using DAX that will be sent to PHQ*
  + *CDCs will use Power Enterprise to place an OSA/ DVD order that will also be into PHQ*
  + *Legacy DIBS stores will place a DIBS order in DIBS which will also be sent to PHQ*
  + *PHQ will drop all DSDS and OSA/DVD orders on the Vendor Portal with a “9 character POID and Serial Number = “1111”*
* *DSDS ASNs*
  + *Vendors do not send ASNs for DSDS items*
* *DSDS Receipts*
  + *PHQ will place the final DSDS receipt with a “9 character POID and Serial Number = “ymxx” (year, month and 2 characters) on the EBS Vendor Portal*
* *DSDS Vendor Payments*
  + *Power enterprise will send the payment data to DFAS to the Vendors based on “Receipt date + Net payment terms”*
* *DSDS Reconciliation*
  + *Power Enterprise Financials / PHQ will send a 14 character Document number with AAC+PIIN+Serial Number and the PHQ “9 character POID “ in the Invoice number field to DLA “myInvoice” system*

*DSD*

* *DSD Orders*
  + *No orders are placed for DSD*
* *DSD ASNs*
  + *There are no ASNs for DSD*
* *DSD Receipts*
  + *PHQ will drop the final DSD receipt on the Vendor Portal with the Vendor Invoice Number and Serial Number = “ymxx” (year, month and 2 characters)*
* *DSD Vendor Payments*
  + *Power enterprise will send the payment data to DFAS to the Vendors based on “Receipt date + Net payment terms”*
* *Reconciliation*
  + *Power Enterprise Financials / PHQ will send a 14 character Document number with AAC+PIIN+Serial Number and the “Vendor Invoice Number” in the Invoice number field*

**

1. This is a major change in the terms and conditions of our agreement. While we do invoice major retailers based on what they receive, the orders are shipped to the retailer’s distribution center in pallet quantities with the truck being completely filled. Unlike other major food retailers, DeCA is requiring us to ship individual cases to individual store daily which reduces the dollar value of our invoice, dramatically increases the number of invoices, eliminates the efficiency of shipping to a single point, and creates additional costs because of triangular billing where we have to sell to the distributor who in turn delivers product to each store and bills us back for the cost of goods plus their delivery fees. DeCA is unique and unlike any other major food retailer and we have created special software to deal with your existing needs. There will be system changes for us as well as process changes. Before going to management to seek the funding and resources to make system changes, we need to know:
   1. When are we going to have the details of exactly how each part of this process will be working and enough details we can run some validation routines? Going to our information technology, account payable, account receivable, and compliance teams without a lot more detail makes it difficult to determine how many changes we have to make in our existing software and systems, the cost for those changes, coding and testing our software with the distributor, compliance reviews, and carving out the time to hopefully make the October 1st deadline. We also have to tell the distributor what we want them to do and without a great deal more detail regarding how the total process will work for orders, reconciliation, and disputes we have to tell you we would like to support DeCA but need more detail before we will know if that is possible in the short period of time you have given us. I suspect we will have more questions when we have those details and urge you to recognize time is of the essence.
   2. When can we expect to have a new resale ordering agreement regarding these ordering and invoicing changes as well as any other changes so our company’s legal counsel can review what is being proposed?

* *DeCA will pay the Vendors based on new reconciliation process for FDS/ DSD and DSDS. Payments will be made on:*
* *Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*
* *Cost used for payment will be “856 ASN expected RDD day” cost*
* *One Vendor check for all DODAACs on the same PIIN for same date*
* *No changes to DOC Number field length in DLA myInvoice (14 characters)*
* *Serial number format will be 4 characters “ymxx” for each Purchase Order which is the year, month and Base 36 sequential number*
* *The Purchase Order ID (POID) will be sent to DLA “myInvoice” for additional validation*
* *(This field exists in “myInvoice” today but is not populated by DeCA)*
* *Payments for PIIN discrepancies will be held for that PIIN while the rest of the PIINs on the same PO will be paid*
* *OCONUS shipments will be paid on “ASN date at the port of embarkment + Net payment terms”*
* *CDCs will be added to the Vendor contracts; CDCs will be ordering from the distributors;*
* *OOP and OPP will be sunset for DeCA CDCs, PAC stores, Fort Buchanan who order using DIBS DOORS*
* *For entities like GITMO and other non DeCA entities, a virtual ordering location will be used*
* *Vendor reconciliation with the distributor is outside the scope of DeCA reconciliation for FDS items*

1. Regarding the reconciliation process each day with our delivery agent, could you please answer the following questions and tell us what are the differences between CONUS and OCONUS locations:
   1. Is the distributor working with the store or with DeCA accounting to reconcile each day?

*No change to current process*

* 1. Will the reconciliation with the distributor be by contract number and each EBS order number for product delivered on a specific day?

*Please see answer 1*

* 1. If DeCA’s agent cannot reconcile with the distributor, what is going to take place and how will that impact our payment?

*No change to current process*

* 1. Who is responsible at DeCA for researching the dispute?

*No change to current process*

* 1. How long should it take for DeCA to research a dispute?

*No change to current process*

* 1. If the dispute was caused by DeCA, will the invoice date be the original receipt date?

*The date of the payment if it is a DeCA or Vendor dispute will not change the ASN RDD date*

*After the dispute is reconciled, the payment will be made on 856 RDD date + net payment terms*

* 1. If DeCA’s research determines there is an error in Power HQ that created the reconciliation issue, who is going to correct the issue in Power HQ for:
     1. Difference in quantities?
     2. Difference in case GTIN?
     3. Difference in case pack?
     4. Item is assigned to incorrect contract number?
     5. Item is assigned to the incorrect department number (chill, freeze, semi-perishable)?
     6. Item is assigned to incorrect distributor?

*No change to current process*

* 1. What is the process and what are the differences between the CONUS and OCONUS process to:
     1. Create a delivery ticket?
     2. Identify a difference in quantities, GTIN, case pack, contract number between DeCA and us?
     3. Reconcile and resolve disputes?

*No change to current process*

1. Regarding call number elimination:
   1. Are you completely doing away with call number – FDS, DSD and DSDS?

* *Yes, Call Number and Call Period will not be used*
* *There are no Roll up periods in future*
* *Serial number will replace the CALL PERIOD for FDS and DSD and the Call number for DSDS*
* *Serial number will be “ymxx” on the final 812 REA ( Acceptance)*
* *Y is the year*
* *M is the month*
* *xx is the BASE 36 ( 36 to the power of 2 is 1292)*
* *The DOC IS “AAC +PIIN +ymxx) will be unique “ymxx” combination will not be repeat for 9 years. First digit is “y” and second digit is “m” and “xx”*
* *PIIN will be recycled every 5 to 9 years*
* *There are enough combinations to cover several atleast 9 years, could be more*
  1. How will offline order be handled if call numbers are eliminated?
* *There will be no orders called in or emailed to the distributor or vendor*
* *All FDS orders will be placed using the 875 process, DSDS and OSA/DVD orders will be placed in DAX and DIBS CAO*
* *Contingency orders from the Distributors will include a serial number of “1111”*

1. Moving to daily invoicing will increase the number of EDI transactions and invoices for us dramatically we will be seeing a lower dollar value for the daily invoices all of which translate to greater costs. How much of an increase in our cost for daily invoices will depend entirely on our receiving the quantities and price for each store automatically instead of having to request them when we have a payment dispute. To address the cost impact and adjust or pricing for October 1st, we need to know if:
   1. DeCA is going to provide us by contract number the quantity and price (unit price or extended price), case pack, case GTIN and item GTIN by store and order number or force us to file payment disputes and request the same information when we receive the short payment.
   2. If the window to resolve payment disputes can be reduced from months to days.

* *DeCA will send the ITEM GTIN in the 875*
* *DeCA has added PIIN number from Distributor in the 856*
* *DeCA is sending the daily PHQ file with most details to ALA and the distributors*
* *812 validation will replace 867s*
* *812 REA will be final for payment purposes*
* *The payment date for discrepancies will be 856 RDD date + net payment terms if it is resolved within that period*
* *No change to current process on interest and resolving disputes between DeCA, vendors and distributors*

1. With the elimination of the EDI 867 pre-roll from each store, how will we and our distribution agents know the final quantities (cases and case pack) as well as the contract number the store accepted?

DeCA and Distributor Reconciliation for FDS items and Source Load vendors

* *812 validation will replace 867s ( Samples will be sent week of May 13th to distributors)*
* *812 REA will be used for the final payment*

1. How will we or our distribution agent will be notified the reconciliation issue has been resolved and the final outcome and how will the final decision be shared when there are reconciliation issues with the:
   1. Distributor
   2. Supplier

DeCA and Distributor Reconciliation for FDS items and Source Load vendors

* *812 validation will replace 867s ( Samples will be sent week of May 13th to distributors)*
* *812 REA will be used for the final payment*

DeCA and Vendor Reconciliation for DSD and DSDS

* *No changes to DOC Number field length in DLA myInvoice (14 characters) to the Vendor*
* *Serial number format will be 4 characters “ymxx” for each Purchase Order which is the year, month and Base 36 sequential number*
* *The Purchase Order ID (POID) will be sent to DLA “myInvoice” for additional validation*
* *This field exists in “myInvoice” today but is not populated by DeCA*

1. Please explain from the NTT “delivery exceptions will be generated for failed reasonability between product ordered and product received, by store, by day”.

* *Failed reasonability: DeCA will determine “Failed reasonability” criteria , if the receipt does not pass the reasonability check, DeCA will pay “Order quantity + 1”*

1. The distributor only reconciles the quantities, so how do you expect industry to know the price DeCA is using and reconcile the price each day with your payment?

* *Payments will be made on: Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*
* *Cost used for payment will be “856 ASN expected RDD day” cost*
* *One Vendor check for all DODAACs on the same PIIN for same date*
* *No changes to DOC Number field length in DLA myInvoice (14 characters)*

1. *The distributor only reconciles the quantities, so how do you expect industry to know the price DeCA is using and reconcile the price each day with your payment?*

* *In the current environment, DeCA uses the cost on the 15th and 30th/ 31st for FDS*
* *In future the cost will be based on 856 RDD date cost that was submitted by the Vendor/ accepted by DeCA Payments. This data is available on the Vendor Portal*
* *Payment = Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*

1. Are there any changes you are considering for pricing zones or stores associated to a pricing zone? What are you considering and when do you expect to be telling us? Ideally, we would like to get changes in price zones addressed now instead of waiting and having to make another system change.

* *No change to PHQ cost zones and pricing zones in PHQ or vendor portal*

1. If we are currently on a DSD contract, how are we going to get the purchase order number for each day’s receipts for:
   1. Grocery department items such as soft drinks, bread, chips, and cookies?
   2. Meat department items?
   3. Dairy department items?
   4. Produce department items?
   5. Will there be a call number? We are being told at store about a “serial number” but we do not know what that is.

* *If you mean DSDS contract, since there is no ordering for DSD contracts, the DSDS receipts will be placed on the Vendor portal*
* *Grocery, Meat and Produce departments will not change*
* *Serial number will replace DSDS Call number – see Serial number explained in Answer 3*

1. How will differences for the following be resolved for the payment dispute once we have collectively determined there is an error in Power HQ for **DSD** with the:
   1. Case GTIN, Item GTIN, Case UPC?
   2. Case pack?
   3. Contract number?
   4. Incorrect department (chill, freeze, semi-perishable)?
   5. Random weight vs. fixed weight?
   6. Incorrect distributor?

* *For both DSD and DSDS contracts, receipts will be placed on the Vendor Portal for Vendor download or review*
* *DeCA RABS and DeCA Store Operations will work with vendors on issues for any of the above differences*
* *There are no distributors for DSD and DSDS*
* *Daily PHQ data has been provided to ALA for over 6 months.*
* *DeCA was informed that ALA will be posting the daily MASTER CATALOG PHQ data on the ALA website*

1. How will differences for the following be resolved for the payment dispute once we have collectively determined there is an error in Power HQ for **FDS** with the:
   1. Case GTIN, Item GTIN, Case UPC?
   2. Case pack?
   3. Contract number?
   4. Incorrect department (chill, freeze, semi-perishable)?
   5. Random weight vs. fixed weight?
   6. Incorrect distributor?

* *DeCA has added additional attributes in the 875 order, 856 ASN and 812s that were sent to the distributors in April after a couple of phone calls and meetings, waiting on confirmation from the distributors*
* *812 validation will replace 867s ( Samples will be sent week of May 13th to distributors)*
* *812 REA will be the final for the payment that will be processed*

1. If the cause of the reconciliation is a problem with the quality of data in Power HQ, who is responsible for correcting the data error on the:
   1. Daily delivery payment authorization and how quickly will it be corrected?
   2. Incorrect data in Power HQ?

* *No change to the current process of DECA resources and systems*
* *PHQ will continue to be the source for the Master catalog*
* *Daily data is being sent to the distributors and ALA to minimize these discrepancies*
* *DeCA also requests the Vendors to provide the Item adds and Item deletes to both the distributors and DeCA at the same time, most of the errors are being caused by delayed information*

1. Who is going to be DeCA’s DSD point of contact for the following types of issues for the daily receipt?
   1. Case GTIN, Item GTIN, Case UPC?
   2. Case pack?
   3. Contract number?
   4. Incorrect department (chill, freeze, semi-perishable)?
   5. Random weight vs. fixed weight?
   6. Incorrect distributor?

* *No change to the current process of DECA resources ( DeCA RM , SALES and Store Operations)*

1. Who is going to be DeCA’s FDS point of contact for the following types of issues for the daily receipt?
   1. Case GTIN, Item GTIN, Case UPC?
   2. Case pack?
   3. Contract number?
   4. Incorrect department (chill, freeze, semi-perishable)?
   5. Random weight vs. fixed weight?
   6. Incorrect distributor?

* *No change to the current process of DECA resources ( DeCA RM , Logistics, SALES)*

1. If an error is found in Power HQ for the day in question:
   1. Do we have to file a formal dispute for each receipt for the days after the problem was identified and go through the same reconciliation claim process we did for the initial receipt?
   2. Will the reconciliation date be the starting date for payments, or will payment be based on the original date of receipt? For example, when will we be paid the disputed amount in the following? Our terms are net 10 days, we are paid on the October 10th, we file a dispute on October 11th, you found the problem was in Power HQ and additional monies need to be paid on October 16th – What date will you issue payment?
   3. Why wouldn’t the start date for payment revert to the actual payment date to determine when payment will be made if DeCA was in error?

* *If there are errors between PHQ and the distributor or the vendor, the payment cost will be based on the 856 RDD date, there is no change to cost date*
* *Payments will be made on: Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*
* *Cost used for payment will be “856 ASN expected RDD day” cost*
* *One Vendor check for all DODAACs on the same PIIN for same date*

1. If the payment dispute issue is not resolved on the same day and impacts additional daily receipts:
   1. Will the corrections automatically be applied once you know what caused the problem?
   2. Even though DeCA acknowledges there was a problem, do we still have to submit to the reconciliation process for each invoice?
   3. If one item on a delivery has a discrepancy, but there are several items on the delivery, will the entire payment for the delivery be suspended? Will this hold up payments with multiple deliveries on it?

* *Corrections will be applied in PHQ if there is a data issue; the distributors may have the inaccurate information , which they will need to correct on their end*
* *FDS - PIINs that have the issues will be held back for validation, not the entire PO*
* *DSD and DSDS are by POID, vendor PIIN, DoDAAC; The PO that has the discrepancy will be held back for validation*
* *If there are errors between PHQ and the distributor or the vendor, the payment cost will be based on the 856 RDD date, there is no change to cost date*
* *Payments will be made on: Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*

1. Contrary to industry practices, pricing was based on DeCA’s roll up periods. Now that the roll up’s are being eliminated, why doesn’t DeCA allow us to now revise our pricing using a shorter lead time? If you are keeping the same lead times our pricing is going to be higher because the further out we have to forecast a price, the more we are going to add a safety factor in our pricing. A shorter lead time for providing pricing means we can be more responsive to changes in the marketplace.

* *DeCA is not changing the pricing timing at the current time*
* *No change to current process*

1. We have been quoting our prices for specific roll up periods, why is:
   1. The price in Power HQ being changed?
   2. Who is making the change?
   3. Why isn’t the supplier being notified when they are making a pricing change?

* *Vendors will continue working with DeCA based on current processes on cost changes*
* *Vendor Portal provides cost information to the vendors. The Vendor portal is a GUI that is using the PHQ database*

1. Since pricing on any invoice is daily, how will the vendor be able to see the net price used for each day?

* *Vendor Portal provides cost information to the vendors. The Vendor portal is a GUI that is using the PHQ database. Regular cost and adjustments are displayed on the vendor portal*
* *Net Cost was posted on the Vendor portal in Feb 2019*

1. Are prices changes still going to be held for the 1st-15th and 16th-EOM?

* *DeCA is not changing the pricing timing at the current time*
* *No change to current process*

1. If someone changes the price, how will we be able to see who made the price change?

* *Vendors will continue working with DeCA based on current processes on cost changes*
* *Vendor Portal provides cost information to the vendors. The Vendor portal is a GUI that is using the PHQ database*

1. We are seeing CONUS stores placing multiple orders for the same item to be delivered on the same day. Typically, one order is for normal shelf replenishment, the second order is for a promotional display, and a third order could be for a customer who placed a request for a specific quantity. In some instances, multiple orders are placed on the same day but we have seen instances were multiple orders for the same item were placed on different days.
   1. When there are multiple orders being delivered the same day, what will be seeing when we look at our payment detail for a store, one payment detail line for everything delivered for the day or a multiple payment detail lines for each order number delivered that day?
   2. How will we know each purchase order number was received in Power DAX?
   3. How will we know the date of receipt for each purchase order?

* *If there are multiple orders per day, you will see different POIDs from PHQ to the vendor (DSDS) or distributor (FDS)*
* *Each order will have a unique 9 character POID*
* *Payments will be made based on PO, PIIN, DODAAC and Serial number*

1. How does the system treat the following situations and what will be the receipt date for FDS if the:
   1. Truck is delayed and received the next day?
   2. The store fails to process the receipt on actual day of delivery, e.g. truck arrives at 11:30 PM and store processes receipt after midnight?
   3. The store receives wrong order number? Truck is delayed due to weather, arrives at 11:55 PM on October 31st but the receiving personnel are going home, will October 31st or November 2nd be the receipt date?
   4. Truck is delayed due to weather, arrives at 1:00 AM on November 1st instead of October 31st at 11:00 PM. Will October 31st or November 1st be the receipt date?
   5. If the truck arrives on time but there are not enough people to receive the truck, so the store begins receiving at 11:50 PM but does not finish until thirty minutes later which means they started receiving the order on October 31st but finalized the order on November 1st. What is going to be the receipt date?
   6. If the truck is delayed and arrives a day late, that will mean we will not be seeing any payment. For example, order was due October 31st but due to weather and time on road restrictions is delayed getting to the store until November 1st, we would not be seeing any payment for October 31st and the shipment for October 31st and November 1st would both be included in the November 1st payment and all of the shipments would have a unique order number.

* *Payments will be made for FDS, DSD and DSDS on :*
* *Receipt date + Net payment terms*
* *If “Accelerated Pay” is used: Receipt date + Accelerated payment terms*
* *Cost used for payment will be “856 ASN expected RDD day” cost*
* *One Vendor check for all DODAACs on the same PIIN for same date*
* *No changes to DOC Number field length in DLA myInvoice (14 characters)*

1. How will DSD orders, receipts, reconciliation, and payments be handled beginning 1 October for:
   1. Meat?
   2. Grocery?
   3. Dairy?
   4. Product

* *No change to the current process*
* *G, M and P are not changing*

*If you meant DSDS, since there are no orders and ASNs for DSD*

* *Orders*
  + *DAX stores will place a DSDS or OSA/DVD order using DAX that will be sent to PHQ*
  + *CDCs will use Power Enterprise to place an OSA/ DVD order that will also be into PHQ*
  + *Legacy DIBS stores will place a DIBS order in DIBS which will also be sent to PHQ*
  + *PHQ will drop all DSDS and OSA/DVD orders on the Vendor Portal with a* ***“9 character POID and Serial Number = “1111”***
* *ASNs*
  + *Vendors do not send ASNs for DSDS items*
* *Receipts*
  + *PHQ will place the final DSDS receipt with a* ***“9 character POID and Serial Number = “ymxx” (year, month and 2 characters)*** *on the EBS Vendor Portal*
* *Payments will be made on Receipt date + net payment terms unless it is accelerated pay*
* *Reconciliation*
  + *Power Enterprise Financials / PHQ will send* ***a 14 character Document number with AAC+PIIN+Serial Number and the PHQ “9 character POID “*** *in the Invoice number field to DLA “myInvoice” system*

1. Today a Power DAX store wants to order a truckload, they have to call the EBS team who load the order into the system and we can ship the truck to the store.
   1. How will truckload orders that bypass the distributor and go directly from the supplier to the store work beginning October 1st?
   2. Is there going to be a EDI 875 for truck load sales that will go directly to the supplier?
   3. How will we be getting the order number for these truck load orders?
   4. How will these truckload orders be reconciled?

* *DAX has a new change for the Truck load sales orders directly to the vendors*
* *It has been working in PRODUCTION for DAX stores for over 2 months*
* *POID will be sent from DAX to PHQ and PHQ will drop the order in the Vendor Portal. It is similar to a DSDS order*

1. How will the following locations be handled in Power DAX beginning October 1st for orders, advance shipping notices, report of item discrepancies, and reconciliation:
   1. Coast Guard exchanges in CONUS?
   2. Guantanamo Bay?
   3. Kwajalein?

* *All Non DeCA entities are in the process of being finalized, DeCA will inform Vendors/ Distributors after the final approval*

1. How will the receipt date be determined for OCONUS ordering points?

* *CDCs will be part of the DeCA contracts*
* *OPP and OOPs will be sunset for DeCA CDCs and stores*
* *Payments will be made on the 856 RDD date + net payment terms*
* *CDCs will order using Power Enterprise and the orders will go from PHQ to distributors or Vendors ( see spider diagram)*

1. What will be the OCONUS ordering points under this new process?

* *CDCs will be part of the DeCA contracts*
* *OPP and OOPs will be sunset for DeCA CDCs and stores*
* *Payments will be made on the 856 RDD date + net payment terms*
* *CDCs will order using Power Enterprise and the orders will go from PHQ to distributors or Vendors ( see spider diagram)*

1. The dispute process currently requires us to do request a listing of the quantities and price for the stores in question which we must then verify against our documents to determine if our Company or DeCA need to file a claim for an underpayment or overpayment. If the quantities are not in dispute, when filing the dispute based on pricing DeCA has mandated we provide a “screen print” of the price to verify the price listed by DeCA is incorrect. Screen prints are contrary to industry practices and place an undue labor burden on our accounting team to seek payment.
   1. Our preferred solution is you place the item detail for each store showing the case GTIN, item GTIN, case pack, quantity received, and cost or extend cost on the vendor portal that we could pull down. This approach mirrors what we have with other retailers who are sending us a purchase order with quantities and the price.
   2. Out second option would be for us allow us to send you the net price file from the vendor portal showing the price for each of the items in dispute for that day?

* *All vendor net cost ( regular cost minus off invoice and 889 reductions are on the Vendor Portal)*
* *The vendor can verify the Net cost*
* *DSD and DSDS receipts will be placed on the Vendor portal*
* *FDS, DSD and DSDS summary totals are sent to DLA - myinvoice.com*
* *Any new process changes will be communicated to the Trade closer to deployment date*

1. Will the payment detail from DFAS:
   1. Be for all stores currently being serviced for CONUS lower 48, Alaska, Hawaii, and OCONUS?
   2. Will the payment detail show the payment by order number for each delivery to the store?
   3. Will the payment detail include Puerto Rico, CONUS Coast Guard, Guantanamo Bay, and Kwajalein?
   4. Will the two distribution centers in Europe be listed as one or separate payment points?
   5. Will each distribution center in the Pacific be listed as one or separate payment points?
   6. If we are shipping meat directly to OCONUS stores, will each store be listed as the payment point?
   7. Is it possible for DeCA to begin use of the EDI 820 transaction for payment and include all remittance details in that transaction? This could avoid all of the manual work done today to execute cash postings.

* *New EDIs are not being introduced*
* *DeCA will pay the Vendors based on new reconciliation process for FDS/ DSD and DSDS. Payments will be made on:*
* *Receipt date + Net payment terms*
* *If “Accelerated Pay” is used:*
* *Receipt date + Accelerated payment terms*
* *Cost used for payment will be “856 ASN expected RDD day” cost*
* *One Vendor check for all DODAACs on the same PIIN for same date*
* *No changes to DOC Number field length in DLA myInvoice (14 characters)*
* *Serial number format will be 4 characters “ymxx” for each Purchase Order which is the year, month and Base 36 sequential number*
* *The Purchase Order ID (POID) will be sent to DLA “myInvoice” for additional validation*
* *(This field exists in “myInvoice” today but is not populated by DeCA)*
* *Payments for PIIN discrepancies will be held for that PIIN while the rest of the PIINs on the same PO will be paid*
* *OCONUS shipments will be paid on “ASN date at the port of embarkment + Net payment terms”*
* *CDCs will be added to the Vendor contracts; CDCs will be ordering from the distributors;*
* *OOP and OOP will be sunset for DeCA CDCs, PAC stores, Fort Buchanan who order using DIBS DOORS*
* *For entities like GITMO and other non DeCA entities, a virtual ordering location will be used*
* *Vendor reconciliation with the distributor is outside the scope of DeCA reconciliation for FDS items*

1. Could you provide us with the details of where we should be going to see our payment detail, and what that payment detail will look like under the new process for all stores?
   1. Will the manufacturer have access to pull “DeCA receipt reports” to verify any discrepancies with payment
   2. How will we be able to account/apply payments received with the new program in regard to cases sold in a specific time period? This is specifically identified as line four under the heading “The change will provide the following advantages”.

* *DSDS and DSD receipts will be displayed on the vendor portal*

*DSDS Receipts*

* *PHQ will place the final DSDS receipt with a* ***“9 character POID and Serial Number = “ymxx” (year, month and 2 characters)*** *on the EBS Vendor Portal*

*DSDS Reconciliation*

* *Power Enterprise Financials / PHQ will send* ***a 14 character Document number with AAC+PIIN+Serial Number and the PHQ “9 character POID “*** *in the Invoice number field to DLA “myInvoice” system*

1. If we receive a short payment from one or more stores, we send a request for the payment detail for those stores to find out why the quantities, price and extended value for each item fail to match up with what DeCA is using.
   1. Will we continue to have to request from DeCA’s accounting team for this information?
   2. How quickly after we make the request will we be receiving this information requested?

* *DeCA RM and Store Operations will continue to work with Vendors and distributors as they do today*
* *When the discrepancy is identified with the 856, an 812 will be created for validation for FDS and Source load items immediately*

1. If we find we have been over paid could you please provide us written guidance on:
   * 1. How do we document the over payment?
     2. Do we send a check or are you going to take a credit for the over payment?

* *DeCA RM and Store Operations will provide updated guidance to the Trade closer to deployment date of Power Enterprise.*
* *Expectation is for vendors to notify DeCA on any overpayment details*
* *DeCA will research and take corrective action for over payments*

1. During the presentation the person from accounting was talking about the having to comply with the acquisition regulations:
   1. What acquisition regulations apply to DeCA and could you prove us the source where we can view the regulations?
   2. Is DeCA exempt from any of the acquisition regulations and where can we look at the authority for the exemption?

* *Federal Acquisition Regulation : DeCA is not exempt from the FAR*

1. The notice to the trade is showing the start date will be October 1st, does that mean orders placed for DSD and FDS contracts placed for delivery in:
   * 1. CONUS on October 1st will be the first daily payment?
     2. OCONUS (Pacific, Europe, Guantanamo Bay, etc.) if the demand receipt date is October 1st that will be our first daily payment?

* *Sep 16thto Sep 30th FDS and DSD roll ups will be done in DIBS/ SAVES*
* *Oct 1st – All FDS, DSD and DSDS receipts will migrate to daily payment processing*
* *Any 856 ASN that was received on or before Sep 30th will paid based on Roll ups or daily receipts from legacy systems*

1. Regarding the transition for CONUS if order is placed prior to October 1st but for delivery on October 1st or later, do we:
   1. Follow the current procedures for EDI, shipments and reconciliation?
   2. Will you be giving us a special file giving us the order number will have to append for shipments?

* *Sep 16thto Sep 30th FDS and DSD roll ups will be done in DIBS/ SAVES*
* *Oct 1st – All FDS, DSD and DSDS receipts will migrate to daily payment processing*
* *Any 856 ASN that was received on or before Sep 30th will paid based on Roll ups or daily receipts from legacy systems*

1. Today when we receive a source load order from the Pacific, and the order is short a pallet of product, we contact the OPP in Sacramento and they give us permission to ship the additional pallet so the container is filled and we eliminate the potential for product shifting in transit and being damaged.  We do not receive an EDI 875 adding the pallet to our original order but we include the additional pallet when we send the ASN.  The OPP knows the order quantities are over the “variance limit” and automatically accept the variance and pays for the total amount we actually shipped.  How will that be working when they convert to EBS handling the orders for source load shipments?

* *OOPs and OPPs are being eliminated for DeCA CDCs*
* *Orders that will be made by the CDCs for FDS and Source load items will follow the ordering process in PE*
* *Adding items to an 875 without an 875 from DeCA will be eliminated*
* *If there are variances ( over or under), the EDI 875 and EDI 856 process will be used*

1. For OCONUS orders placed prior to October 1st, do we:
   1. Following the current procedures for EDI, shipments and reconciliation?
   2. If we are not going to follow the current procedures, what is the demand receipt date when we must convert to the new process?

* *Sep 16thto Sep 30th FDS and DSD roll ups will be done in DIBS/ SAVES*
* *DFAS will pay based on legacy processes until Sep 30th 2019*
* *Oct 1st – All FDS, DSD and DSDS receipts will migrate to daily payment processing*
* Any 856 ASN that was received on or before Sep 30th will paid based on Roll ups or daily receipts from legacy systems

Distributors and Source Load Vendors

* *875’s will be used for ordering ( additional fields)*
* *856 will be used for ASNs*
* *812s will be used for reconciliation and confirmation*
* *OCONUS RODs are not finalized*

*See attached formats*

**

**Questions submitted by:**

**Brokers**

Bisek & Company

ACOSTA

Advantage

EUROPAC

Gateway

OSC WEBco

Parra Sales

**Suppliers**

Butterball

Coca Cola

General Mills

Giorgio Foods

Fresh Express

Kraft-Heinz

Kellogg Sales Company

L & M Marketing

P & G

Pharmavite

Smithfield Foods

Tyson Foods

Unilever

United Natural Foods

**Distributors**

MDV SpartanNash