



DEPARTMENT OF THE ARMY
U.S. Army Corps of Engineers
WASHINGTON, D.C. 20314-1000

27 Aug 98

REPLY TO
ATTENTION OF:

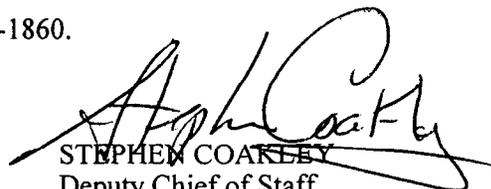
CERM-P

MEMORANDUM FOR Director, U.S. Army Corps of Engineers Finance Center,
ATTN: CEFC-AS, Tommy Pond, 4801 University Square, Suite 1,
Huntsville, AL 35816

SUBJECT: Implementation of the New Civil Works Operation and Maintenance (O&M), General Work Category Codes

1. The Government Performance Results Act (GPRA) of 1994 requires all agencies to formulate, submit and execute a budget based on lines of business. The FY98 and FY99 Civil Works O&M, General budgets were prepared in accordance with the requirements set forth in GPRA. To align execution with budgeting, Civil Works has revised the work category codes for O&M, General.
2. Effective 1 October 1998, all USACE activities will use the attached listing (Enclosure 1) of Civil Works O&M, General work category codes to execute work funded by the Civil Works O&M, General Appropriation 96X3123; Maintenance Operations of Dams and Improvements of Navigable Waters Appropriation 96X5125; and that portion of the Flood Control, Mississippi River and Tributaries appropriation 96X3112 attributable to O&M activities. This listing will be used until the official change to the work category codes is made to Appendix C of ER 37-2-10. This interim listing should also be used by your team to update the necessary CEFMS table(s) that contain work category codes for the Civil Works appropriations listed above. In addition, three work category elements need to be added to relevant CEFMS tables to capture 1) Engineering and Design Costs, 2) Supervision and Administration Costs, and 3) All Other Costs. These work category elements are applicable to work category codes 60110 through 61690. Request that the refreshed tables be exported for field use by 1 October 1998.
3. The new work category codes are applicable to new work that will be executed in FY99. There will be no attempt to crosswalk costs recorded using the old work category codes to the new. This decision was made for several reasons. One, there is rarely a one to one correlation between old and new codes; two, on the average 95 percent of the O&M program is executed in any given fiscal year; and three, there would be little value added from converting historical costs and open items to the new work category codes when time and costs of conversion are considered.
4. Request the Corps of Engineers Financial Management System, CEFMS, be hard coded to flag the old work category codes as inactive. Identify the old work category codes by modifying the first position of the work category code from a numeric "6" to an alpha character "F". Permit use of the old work category codes for unliquidated purchase request and commitment (PR&C) documents established prior to FY99. CEFMS should force users to select the new work category codes for all PR&C or related documents created and or modified for increases on or after 1 October 1998.
5. POC is Susan Turek at 202-761-1860.

Encl
as


STEPHEN COAKLEY
Deputy Chief of Staff,
Resource Management