



DEFENSE FINANCE AND ACCOUNTING SERVICE  
ARLINGTON  
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APR 25 2006

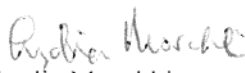
DFAS-NP

MEMORANDUM FOR DIRECTOR, ACCOUNTING AND FINANCE POLICY AND  
ANALYSIS, OFFICE OF THE UNDER SECRETARY OF  
DEFENSE (COMPTROLLER)  
DIRECTOR, FINANCE, DEFENSE FINANCE AND  
ACCOUNTING SERVICE

SUBJECT: Interim Change to the Department of Defense Financial Management Regulation  
("DODFMR"), Volume 7A, Regarding the Elimination of the Concurrent  
Payment of Basic Allowance for Housing (BAH) without dependents and BAH  
Differential (DFAS Item #O-34)

Attached is Interim Change 25-06 to Chapter 26 of the "DODFMR" Volume 7A. This  
change terminates the concurrent payment of BAH without dependents and BAH Differential  
effective December 31, 2005.

Assignment of the interim change number is authority for the Director for Finance to  
initiate a procedural modification to implement this change. This office requests that the  
Director for Accounting and Finance Policy and Analysis post a copy of this interim change to  
the "DODFMR" web site.

  
Lydia Moschkin  
Director, Policy and  
Performance Management

Attachment:  
As stated

cc:  
DFAS-AMO (Pat McGriff)  
DFAS-DE/DG  
DFAS-PM/IN (Cindy Garcia)  
DFAS-PMA/CL  
DoD-DHRA/OGC  
ODUSD(MPP)(Comp)  
Service Liaisons  
USCG/NOAA/PHS Liaison

**BASIC ALLOWANCE FOR HOUSING****1. Revise paragraph 260406.D.1 to read:**

1. Effective December 31, 2005, when a member is divorced from a nonmember, and they share joint legal custody of a child, and the ex-spouse is awarded primary physical custody, then the member is considered a noncustodial parent for the purpose of entitlement to BAH. If the member's court-ordered child support is less than the applicable BAH-DIFF rate, and the member is not residing in, or assigned to, government quarters, the member is entitled only to BAH at the without dependents rate. However, members who pay additional support to the ex-spouse having primary custody of the child(ren) so that the total child support provided is equal to or more than the BAH-DIFF rate, and who are not assigned to single type government quarters, are entitled to BAH at the with dependents rate.

**2. Revise paragraph 260416.A and B to read:**

A. If a member is assigned to single-type quarters of the United States or a housing facility under the jurisdiction of a Uniformed Service and is authorized BAH solely by reason of the member's payment of adequate child support, the member is entitled to BAH-DIFF.

B. Effective December 31, 2005, a member not assigned to government quarters, who is entitled to BAH on behalf of a dependent solely on the basis of payment of child support, is entitled to BAH at the with dependents rate.

**3. Delete paragraph 260416.C.****4. Revise bibliography as follows:**

<b><u>Paragraph</u></b>	<b><u>Citation</u></b>
260416	37 U. S. C. 403 (m) Public Law 1005-85, Section 603(b), November 18, 1997 Public Law 106-398, Section 603(a). October 30, 2000