



DEFENSE FINANCE AND ACCOUNTING SERVICE
ARLINGTON
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ARLINGTON, VA 22240-5291

MAY - 9 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 Disposable Pay Computation to Include
Family Servicemembers' Group Life Insurance (FSGLI) and Traumatic Injury
Protection (TSGLI) as part of the SGLI Program (DFAS Item #O-24)

Attached is Interim Change **29-06** to Volume 7A, Chapter 50 of the "DoDFMR." This
change adds FSGLI and TSGLI as part of the maximum allowable deductions in computing
disposable pay from active duty and Reserve personnel gross pay and is effective immediately.

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 Finance Policy and Analysis post a copy of this interim change to the
"DoDFMR" web site.

A handwritten signature in cursive script, appearing to read "Lydia Moschkin", is positioned above the typed name.

Lydia Moschkin
Director for 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 Liaisons

DISPOSABLE PAY CALCULATION TO INCLUDE FSGLI/TSGLI**1. Revise subparagraph 500103.D to read:**

D. Disposable Pay. Disposable pay when used to calculate maximum allowable deduction, is computed by deducting the following from gross pay of active duty members: Federal Insurance Contributions Act (FICA), Armed Forces Retirement Home, Federal Income Tax Withholdings (FITW), Servicemembers' Group Life Insurance (SGLI) (including Family SGLI (FSGLI) and Traumatic SGLI (TSGLI), State Income Tax Withholdings (SITW). For Reservists, the deductions to calculate disposable pay are: FICA, FITW, SITW, SGLI (including FSGLI and TSGLI).