SUMMARY OF MAJOR CHANGES TO CHAPTER 9 DoD 7000.14-R, VOLUME 7A "SPECIAL PAY - ENLISTMENT AND REENLISTMENT BONUS - ENLISTED MEMBERS"

Changes are denoted by blue font

Substantive revisions are denoted by a ★ preceding the section, paragraph, table or figure that includes the revision

Hyperlinks are denoted by underlined, bold, italic, blue font

PARA	EXPLANATION OF CHANGE/REVISION	PURPOSE
090102 Bibliography	Increases the Enlistment Bonus to \$40,000. Effective January 6, 2006.	Update
090104 Bibliography	Extends the enlistment bonus authority for active duty members to December 31, 2008.	Update
090202.B Bibliography	Increased the obligated active service from less than 16 years to less than 20 years.	Update
090202.B.3 Bibliography	Increases the Reenlistment Bonus to \$90,000 Effective January 6, 2006.	Update
090202.D Bibliography	Insert the Army Lump Sum SRB Program.	Added
090206 Bibliography	Extends the enlistment bonus authority for active duty members to December 31, 2008.	Update
090406 Bibliography	Extends the enlistment bonus authority for active duty members to December 31, 2008.	Update
0905 Bibliography	Revised Legislation effective January 6, 2006.	Update

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CHAPTER 9

SPECIAL PAY - ENLISTMENT, REENLISTMENT AND RETENTION BONUS - ENLISTED MEMBERS

0901 ENLISTMENT BONUS

- 090101. <u>Basic Conditions of Entitlement</u>. An enlistment bonus may be paid to an enlistee when he or she meets the following conditions:
- A. Enlists in the Armed Forces of the United States for a period of at least 2 years or more for the purpose of qualifying and serving in a military specialty designated as critical, as specified by the Secretary of the Military Department concerned (or designee).
 - B. Is one of the following:
- 1. <u>Nonprior Service Enlistee</u>. This term applies to a person who has never served or has served less than 180 days on active duty as a member of the Armed Forces. A nonprior Military Service enlistee who has received an enlistment bonus under the Selected Reserve Incentive Program (SRIP) retains eligibility for the Regular Component enlistment bonus under this section if other eligibility criteria are met.
- 2. <u>Prior-Service Enlistee</u>. This term applies to a person who has not previously received an enlistment or reenlistment bonus or who currently is not entitled to a reenlistment bonus.
- 3. Reservist Not on Active Duty who Enlists in the Regular Component of the Military Service Department Concerned. This term applies to a person who previously has not received an enlistment or reenlistment bonus or currently is not entitled to a reenlistment bonus. A Reservist who has received an enlistment or reenlistment bonus under SRIP retains eligibility for the Regular Component enlistment bonus if he or she meets all other eligibility criteria.
- C. Is not a Delayed Entry Program Reservist currently obligated to any other Military Service.
- D. Meets such additional eligibility criteria as may be prescribed by the Secretary of the Military Department concerned (or designee).
- ★ 090102. <u>Amount of the Enlistment Bonus</u>. The enlistment bonus is an amount prescribed by the Secretary of the Military Department concerned (or designee), but not more than \$40,000.
- 090103. <u>Time of Payment</u>. An enlistment bonus may be paid upon completion of training. A bonus under this section may be paid in a single lump sum, or in periodic installments.

★ 090104. <u>Expiration of Entitlement</u>. No bonus may be paid under this paragraph with respect to any enlistment or extension of an initial period of active duty in the Armed Forces, after December 31, 2008.

090105. Determinations Affecting Enlistment Bonus Payments

- A. When a member enlists in a Reserve Component under the Delayed Enlistment Program (DEP), with a concurrent commitment to serve in a Regular Component for a period of at least 2 years in a skill designated as critical, the award level of the enlistment bonus is fixed on the date of enlistment in the DEP, rather than on the date of entry on active duty.
- B. If a member dies before receiving the full amount of the bonus due (including contracted future year anniversary payments) and death is not caused by the member's misconduct, the remaining unpaid bonus balance is payable as a lump sum for inclusion in the settlement of the deceased member's final military pay account. If death is determined to be the result of the member's own misconduct, termination of future payments and proration or recoupment of the bonus, as applicable, will be made in accordance with procedures established for members whose inability to complete a contracted period of service is voluntary or the result of misconduct.
- C. Unpaid installments of the enlistment bonus are payable to members separated prior to completion of enlistment when separated under conditions which do not require recoupment. (See section 0905.)

0902 SELECTIVE REENLISTMENT BONUS (SRB) (37 U.S.C. 308)

- 090201. <u>Reenlistment Zones</u>. There are three zones of consideration. Zone A is composed of those reenlistments falling between 17 months and 6 years of active service. Zones B and C are composed of those reenlistments or extensions falling between 6 and 14 years of active service.
- A. <u>General Eligibility</u>. Enlisted members are eligible to receive an SRB if they meet all of the following conditions and the conditions of Zones A, B, or C eligibility:
- 1. Are qualified in a military specialty designated by the Secretary of the Military Department concerned (or designee) for award of the SRB.
 - 2. Are serving in pay grade E-3 or higher.
- 3. Reenlist within 3 months (or within a lesser period if so prescribed by the Secretary of the Military Department concerned or designee) after the date of their discharge or release from compulsory or voluntary active duty (other than for training) (see subparagraph 090301.C, for computation of 3-month period); or extend their enlistment; or enlist in a Regular Component within 3 months (or within a lesser period if so prescribed by the Secretary of the Military Department concerned or designee) after the date of discharge or

release from active duty (other than active duty for training) as a member of the Reserve Component. Veterans with more than a 3-month but less than a 4-year break in active duty may qualify for a broken service Selective Reenlistment Bonus Program in accordance with regulations prescribed by the Secretary of the Military Department concerned (or designee).

- 4. Attain eligibility before the effective date of termination of awards in any military specialty designated for termination of the award. Members must attain eligibility before the effective date of a reduction of award level to be eligible for the higher award level. Eligibility attained through any modification of an existing service obligation, including any early discharge granted under <u>10 U.S.C. 1171</u>, must have been attained before the effective date of the termination or reduction of award in the military specialty.
- 5. Meet such additional eligibility criteria as may be prescribed by the Secretary of the Military Department concerned (or designee).
- 6. NOTE: An exception to subparagraphs 090201.A.1 and A.4, is available to members who agree to train and reenlist for service in a military specialty, which, at the time the agreement is executed, is designated by the Secretary of the Military Department concerned (or designee) for award of the SRB. Upon completion of qualification training and reenlistment in the specialty in which trained, if otherwise qualified, the member may be paid the bonus even if that specialty no longer is designated for award of the SRB. The bonus may be paid at the award level in effect at the time the training agreement is executed or the award level in effect at the time of reenlistment, whichever is higher.

B. Zone A Eligibility. The enlisted member must:

- 1. Have completed at least 17 months of continuous active duty (other than active duty for training as a member of a Reserve Component) but not more than 6 years of active duty on the date of reenlistment or beginning of an extension of enlistment. Continuous active duty is active federal military service (other than active duty for training as a member of a Reserve Component), without a break in service of more than 3 months. A break in service of less than 3 months is considered continuous active duty; however, the actual period of the break in service is not included in the computation of continuous active duty. Effective December 9, 1994, the following applies for Marine Corps members: When computing the 6 years of active service for Zone A eligibility, prior active service in any other Military Department is excluded and only active service in the Marine Corps is included. This exclusion does not apply; however, to the 14-year service cap on a Marine Corps member's' eligibility which considers his or her total active service.
- 2. Reenlist or voluntarily extend an enlistment in the Regular Component of the Military Service concerned for a period of at least 3 years provided the reenlistment or extension, when coupled with existing active service, provides a total period of active service of at least 6 years.
 - 3. Not have previously have received a Zone A SRB.

4. Except for members serving in the Navy 6-Year Obligation Program, who have not have previously received a variable reenlistment bonus.

C. <u>Zone B Eligibility</u>. The enlisted member must:

- 1. Have completed at least 6 but not more than 10 years of active duty on the date of reenlistment or beginning of an extension of enlistment.
- 2. Reenlist or voluntarily extend an enlistment in the Regular Component of the Military Service concerned for a period of at least 3 years provided the reenlistment or extension, when coupled with existing active service, provides a total period of active service of at least 10 years.
 - 3. Not have previously have received a Zone B SRB.

D. Zone C Eligibility. Enlisted members must:

- 1. Have completed at least 10 but not more than 14 years of active duty on the date of reenlistment or beginning of an extension of enlistment.
- 2. Reenlist or voluntarily extend enlistment in the Regular Component of the Military Service concerned for a period of at least 3 years, provided the reenlistment or extension, when coupled with existing active service, provides a total period of active duty of at least 14 years.
 - 3. Not have previously have received a Zone C SRB.

E. Special Conditions

- 1. Members with exactly 6 years of active duty at 2400 hours on the date before the date of reenlistment or beginning of an extension of enlistment are entitled to a Zone A SRB if otherwise eligible and they previously have not received a Zone A SRB. If members have received a Zone A SRB, or no Zone A SRB is designated, they are entitled to a Zone B SRB if all other eligibility requirements are met. Members with exactly 10 years of active duty at 2400 on the date before the date of reenlistment or beginning of an extension of enlistment are entitled to a Zone B SRB if otherwise eligible and they previously have not received a Zone B SRB. If they have received a Zone B SRB, or no Zone B SRB is designated, they are entitled to a Zone C SRB if all other eligibility requirements are met. Members with exactly 14 years of active duty at 2400 hours on the date before the date of reenlistment or beginning of an extension of enlistment will be entitled to a Zone C SRB if otherwise eligible.
- 2. Two or more extensions may not be combined to gain entitlement to an SRB. Additionally, entitlement gained through an extension cannot be increased by future extensions.

- 3. For the purposes of determining the eligibility of a member for an SRB and of computing the amount of that bonus, under regulations prescribed by the Secretary of the Military Service Department concerned (or designee), the following may be considered as part of an immediately subsequent term of reenlistment (or as part of an immediately subsequent voluntary extension of an enlistment):
- a. Any period of enlistment (including any extension of an enlistment) that is incurred by a member for the purpose of continuing to qualify for continuous submarine duty incentive pay under *Chapter 23*, *section 2302* of this volume.
- b. Any unserved period of 2 years or less of an extension of an enlistment for which no bonus has been paid or for which no bonus is otherwise payable, provided the immediately subsequent term of reenlistment or immediately subsequent voluntary extension of an enlistment provides additional obligated service of at least 2 years.
- 4. Members who reenlist or extend to gain sufficient obligated service to participate in a program leading to a commissioned or warrant officer status are not entitled to an SRB.
- 5. Officers of the Uniformed Services who reenlist in the Military Service concerned within 3 months after their release from active duty as an officer are entitled to an SRB provided they served on active duty as an enlisted member in that Military Service immediately before serving as an officer and meet all other eligibility criteria. Pay grade for SRB computation is the grade of reenlistment.
- 6. Members who have received readjustment pay, severance pay, or separation pay are not eligible to receive an SRB.
- 7. The SRB is not payable for an enlistment in a Regular Component that follows discharge from a Reserve Component during or at the completion of a period of active duty for training.
- 8. A member who is also eligible for the regular reenlistment bonus is paid either bonus, whichever the member elects. See subparagraph 090303.B.
- 9. Members receiving nuclear petty officer nuclear continuation pay are not eligible to receive an SRB.
 - 090202. <u>Amount of Payment</u>. See subparagraph 090202.B for the computation.

A. Additional Obligated Service

1. Additional obligated service is defined as any active service commitment beyond an existing contractual service agreement. Existing contractual service agreements include enlistments, extensions of enlistment, enlistment as extended, and reenlistments. Members, however, who entered into an extension agreement before

May 10, 1974, and who cancel the extension before it becomes operative to reenlist immediately for a period of at least 2 years beyond the extension agreement, are allowed to use the period of the extension for SRB computation.

- 2. An extension of enlistment, which is cancelled by the Military Service concerned before becoming operative, is not considered as previously obligated service for SRB computation purposes. This applies only to cancellations initiated by the Military Service concerned and not to cancellations initiated by the member. Cancellations initiated by a Military Service occur when the basis for the extension no longer exists. An example of a Military Service-initiated cancellation would be when a member extends an enlistment for a special duty assignment, but, before the extension becomes operative, he or she is denied that assignment by the Military Service.
- 3. Under authority provided to the Chief of Naval Operations, certain nuclear trained and qualified enlisted members of the Naval Service, who enter into an extension agreement on or after May 10, 1974, and who cancel the extension before it becomes operative to reenlist immediately for a period of at least 2 years beyond the extension agreement, are allowed to use the period of the extension for SRB computation.
- 4. Members discharged involuntarily before the expiration of enlistment or operative extension in connection with Military Service early separation programs, who are reenlisted immediately following discharge, are considered to have completed their service agreement under the prior contract. The unserved period under the prior contract is considered to terminate on the date of involuntary discharge. Any Military Service member who elects an option for an early discharge, as opposed to being required to separate early, is not considered to have been involuntarily discharged and therefore the provisions of this subparagraph do not apply.

B. <u>Computation Factors</u>. Specifically, the SRB is:

- 1. Paid in the amount of basic pay for 1 month times the multiple assigned to the military specialty (not to exceed 15), times the years, or fractions of years (months), of additional obligated service as defined in 090202.A. In the case of a member reenlisting after release from active duty as an officer, use the basic pay rate applicable on the day of reenlistment. See subparagraph 090201.E.5.
- ★ 2. Not paid for obligated active service (including active duty for training) in excess of 20 years.

<u>Example</u>: A member with 13 years, 3 months, and 15 days active duty; 3 months, 5 days of active duty for training; and 2 months, 15 days of existing obligated service, who enlists for 4 years, can be paid an SRB (Zone C) based on 2 years, 2 months as follows:

	<u>YR</u>	<u>MO</u>	\underline{DAY}
Active duty	13	3	15
Active duty for training		3	5
Existing obligated service		<u>2</u>	<u>15</u>
Total	13	8	35
or	13	9	5
Maximum SRB years	16	0	0

★ 3. Not to exceed a maximum amount of \$90,000 per SRB. (See maximum SRB years in this example.)

	<u>YR</u>	\underline{MO}	$\overline{\text{DAY}}$
Less obligated active service (partial months			
count as a whole month)	<u>13</u>	<u>10</u>	<u>0</u>
Time for which SRB (Zone C) is payable	2	2	0

4. Not paid more than once within each zone of eligibility.

C. Computation Factors for Commissioning Program

- 1. Any member in the commissioning program with a class start date before June 1, 1983, was unaffected.
- 2. Bonus payments were suspended for any member with a class start date on or after June 1, 1983.

Example 1: Assume that the member reenlisted on April 4, 1982, for 4 years. The SRB due: was \$16,000. The member was paid the first installment of \$8,000 (50 percent) on April 4, 1982, and the second installment of \$2,666.66 on April 4, 1983. The total SRB paid to date \$10,666.66.

The member entered officer training school (OTS) with a class start date of June 1, 1983. The member's third and fourth installments would be suspended pending completion of OTS and commissioning. Given successful completion, the member would forfeit the remaining installments. However, had the member washed out of the program and returned to enlisted status in the same bonus skill, the remaining installments would be payable, but at a rate reduced by the number of days spent in the OTS program. Computation is as follows:

<u>Initial Bonus Information</u>	<u>l</u>	
SRB Entitlement	\$16,000	
No. Days Paid	1440	
Daily Rate	\$11.1111	(\$16,000 / 1440)
No. Days in OTS	96	(member washed out of OTS September 6, 1983
	830906	(30-day basis))
New No. Days Paid	1344	(1440 - 96)
New SRB Entitlement	\$14,933.32	(1344 x \$11.1111)

Balance to be paid over remaining two installments: \$4,266.66 (\$14,933.32 - \$10,666.66 paid to date)

Due final two installments: \$2,133.33 (\$4,266.66 divided by 2).

Example 2: Assume that a member reenlisted on December 29, 1981, for 4 years. The SRB due was due: \$8,000. The member was paid the first installment of \$4,000 (50 percent) on December 29, 1981, and the second and third installments of \$1,333.33 each installment, on December 29, 1982, and December 29, 1983. The total SRB paid to date \$6,666.66.

The member entered the education and commissioning program (ECP) with class start date of January 1, 1984. The member's fourth installment would be suspended pending completion of ECP and commissioning. Given successful completion, the member would forfeit the remaining installments. Had the member washed out of the program and returned to enlisted status in the same bonus skill, however, the remaining installments would be payable, but at a rate reduced by the number of days spent in the ECP program. Computation is as follows:

\$8,000	
1440	
\$5.5555	
430	(member washed out of ECP March 10, 1985
	(use 30-day basis))
1010	(1440 - 430)
\$5,611.06	(1010 x \$5.5555)
	1440 \$5.5555 430

The balance to be paid over remaining installment: Zero. (The member was due \$5611.06 and previously paid \$6,666.66.) No overpayment exists; however, for recoupment purposes since the member is permitted to keep payments received before entrance in ECP.

Example 3: Assume that the member reenlisted on June 4, 1982, for 4 years. The SRB due: is \$16,000. The member was paid the first installment of \$8,000 (50 percent) on June 4, 1982, with the second installment due on June 4, 1983.

The member entered OTS with class start date of June 10, 1983. The member's acceptance in OTS was granted on March 10, 1983. Under this set of circumstances, the

member would be due the second SRB installment as it fell due before the class start date. The member should be paid the second SRB installment, but the third and fourth installments would be suspended pending completion of the commissioning program.

Example 4: Assume that the member reenlisted on June 4, 1982, for 4 years. The SRB due: is \$16,000. The member was paid the first installment of \$8,000 (50 percent) on June 4, 1982, with the second installment due on June 4, 1983.

The member entered ECP with a class start date of June 2, 1983. The member's acceptance in ECP was granted on March 10, 1983. Under this set of circumstances, the member would not be due the second SRB installment as it fell due after the class start date. The member's second, third, and fourth SRB installments would be suspended pending the completion of the commissioning program.

Example 5: Assume that the member enlisted on January 1, 1983, for 4 years. The member completed training on March 31, 1983830331, and was awarded a military specialty, for which an enlistment bonus (EB) of \$6,000 was authorized. The member was paid the first installment of \$5,000 on April 1, 1983.

The member entered OTS with a class start date of June 1, 1983. The member washed out of the commissioning program on November 30, 1983. The computation is as follows:

Initial Bonus Information

EB Entitlement \$6,000 No. Days Paid 1440

Daily Rate \$4.166 (\$6,000 / 1440)

No. Days in OTS 180 (member washed out of OTS November 30, 1983

(use 30-day basis))

New No. Days Paid 1260 (1440 - 180) New EB Entitlement \$5,249.92 (1260 x 4.1666)

Balance to be Paid \$249.92 (\$5,249.92 - \$5,000 paid to date)

- ★ D. <u>Computation (Army)</u>. Effective June 6, 2007, the Secretary of the Army elected to pay SRB's in a lump sum.
- 1. The lump sum amount paid to any service member over the term of the reenlistment or extension cannot exceed the maximum amount allowable by law, which is currently \$90,000.
- 2. If a member enters into a reenlistment or extension contract and has applied and received a class date for Officer Candidate School (OCS), the member cannot receive a bonus. If the member reenlists with no intention of serving the new obligation in an enlisted status, no bonus is payable and recoupment is required.
- 3. If a member enters a reenlistment or extension contract and has applied and has *not* received a class date for OCS, the member can reenlist for a bonus. If the

member subsequently graduates and is commissioned, no recoupment is necessary for the lump sum bonus.

4. A member is required to reenlist or extend for a minimum of 2 years.

090203. Method of Payment. Payment of the SRB may be made in either a single lump sum or installments. If the bonus is paid in installments, the Military Services shall pay not less than 50 percent of the total bonus amount in an initial payment at the beginning of the period for which the bonus is paid, with the remaining amount paid in equal annual installments. The single lump sum or initial payment normally will be made on the day of reenlistment or the date a member begins serving in a qualifying extension. The single lump sum or initial payment of the SRB to an eligible individual, who reenlists with a break in active duty greater than 24 hours, will be made no earlier than 30 days after arrival at the first permanent duty station following reenlistment. Installment payments of a Zone A or B SRB are payable on the anniversary date in each year of the reenlistment period. Installment payments of a Zone C SRB are payable on the reenlistment anniversary date in each year of the reenlistment period which occur before the individual completes 16 years of active service. In either case, where there is lost time, the subsequent installment payments will be delayed by the number of days of lost time. Discharge for the purpose of immediate reenlistment does not affect a member's entitlement to subsequent SRB installment payments.

090204. <u>Reduction and Termination of Awards</u>. When a military specialty is designated for reduction or termination of award, an effective date for reduction or termination of award shall be established and promulgated to the field at least 30 days in advance. Except as provided in subparagraphs 090201.A.6, and 090205.C, all awards on and after the effective date of the military specialty designated for reduction of award will be at the reduced level, and no new awards will be made on or after the effective date in a military specialty designated for termination of award.

090205. Determinations Affecting SRB Payments

A. If a member dies before receiving the full amount of the bonus due (including contracted future year anniversary payments) and death is not caused by the member's misconduct, the remaining balance of unpaid bonus is payable as a lump sum for inclusion in the settlement of the deceased member's final military pay account. If death is determined to be the result of the member's own misconduct, termination of future payments and proration or recoupment of the bonus, as applicable, will be made in accordance with procedures established for members whose inability to complete a contracted period of service is voluntary or the result of misconduct.

B. Once a member establishes a right to an SRB upon reenlistment on or before June 30, 1977, the he or she is entitled to continued receipt of annual installment payments without further qualification in a critical military skill. The continued receipt of such payment does not depend upon performance of duties in the specialty for which the SRB is authorized. SRB payments for reenlistments on and after July 1, 1977, are subject to recoupment

when a member is not qualified technically not in the skill for which a bonus was paid, as provided in section 0905 of this chapter.

- C. When a member extends an enlistment, SRB payments are based on the award level multiplier in effect on the date the extension agreement is executed rather than on the date the extension agreement becomes operative.
- D. Unpaid installments of an SRB are payable to members separated prior to completion of enlistment when separated under conditions which do not require recoupment. (See section 0905 of this volume.)
- ★ 090206. <u>Expiration of Entitlement</u>. No SRB may be paid with respect to any reenlistment, or voluntary extension of an active duty enlistment, in the Armed Forces entered into after December 31, 2008.

0903 REGULAR REENLISTMENT BONUS (RRB) (37 U.S.C. 308)

- 090301. <u>Basic Conditions of Entitlement</u>. This section is applicable only to members who were on active duty on June 1, 1974.
- A. To determine the number of reenlistments for which RRBs are payable, count the following:
- 1. An enlistment in the Regular Component of the Military Service concerned within 3 months from date of discharge or separation, on or after October 1, 1949, after compulsory or voluntary active duty (except active duty for training) in the Military Service concerned. See subparagraph 090301.C, for computation of 3-month period.
- 2. A reenlistment between October 1, 1949, and 15 July 15, 1954, in a Regular Component following extended active duty of 1 year or more as a member of a Reserve Component.
- 3. A voluntary extension of an enlistment for 2 years or more. (For combined enlistment extension coverage, see paragraph 090304.)
- 4. An enlistment or reenlistment on or after October 1, 1949, for which a member received an enlistment allowance instead of a reenlistment bonus because the former was the greater amount.
- 5. Any former reenlistment for which a reenlistment bonus was payable by another Uniformed Service.
- 6. An enlistment in the Regular Component, on and after July 16, 1954, within 3 months after release from active duty as a commissioned or warrant officer under an appointment made on or after October 12, 1949. The commissioned or warrant service must have immediately have followed active enlisted service in the same branch of Military Service.

B. Do not count:

- 1. Any enlistment or reenlistment entered into before October 1, 1949, for which an enlistment allowance was paid.
- 2. Any reenlistment for which a reenlistment bonus was not authorized, even if an erroneous payment was made and then remitted.
 - 3. Any enlistment for which a minority discharge was issued.
- C. The period of 3 months prescribed in this section (and in section 0902) that begins on the day following the date of discharge or separation and ends with the day of the month 3 months later corresponding to the date of discharge or separation.
- 1. <u>Example</u>: A member was discharged on September 3, 1978, the period of computation began on September 4, 1978, and ended on December 3, 1978.
- 2. If a member is kept in the Military Service beyond the date his or her term of enlistment that would normally end but is retained on active duty i.e., for the purposes of a court-martial trial, etc., the 3-month period begins on the day following his or her normal expiration of term of service instead of the actual date of separation. (Example: A member's estimated term of service date is September 3, 1978. The member is retained for trial by court-martial on September 4, 1978, and discharged on November 3, 1978. The period of computation begins on September 4, 1978.) There is no authority to waive the 3-month limitation on eligibility to receive an RRB or SRB.
- 090302. <u>To Whom Payable</u>. An RRB may be paid to an enlisted member who was on active duty on 1 June 1, 1974, and who:
- A. Enlists or reenlists in the Regular Component of the same Military Service within 3 months from the date of discharge or separation after compulsory or voluntary active duty (except active duty for training). This includes members enlisting under subparagraph 090301.A.6. See subparagraph 090301.C, for computation of 3-month period.
- B. Was paid a reenlistment bonus under a prior law for a reenlistment on or after 16 July 16, 1954, and who during that enlistment elects to be paid, if otherwise eligible, the difference between the amount received and that, which would have been due as an RRB under this section.
- C. Was inducted into the Armed Forces and, before the expiration of required service, was discharged in order to enlist immediately in the Regular Component of the same Military Service.
- D. Was inducted into the Armed Forces, completed required service, and enlisted in the Regular Component of the same Military Service within a 3-month period.

090303. Computing Regular Reenlistment Bonus.

- A. Compute RRB as provided in Table 9-1. See paragraph 090306, for restrictions.
- B. Members who also are eligible for the SRB may be paid either bonus, whichever they elect. If members receive the SRB in an amount of less than \$2,000 and if, for a subsequent reenlistment, they are eligible for the RRB under this section, they may at that time be paid the RRB, but only in an amount which when added to the award of the SRB (and RRB, if any) previously received, does not exceed a total of \$2,000.
- Extensions of Enlistments. Compute the RRB as for actual reenlistment 090304. when members voluntarily extend their enlistment for 2 years or more. This includes combined extensions of enlistment as provided below. When part of a year is involved, compute the bonus by using as a multiplier the total number of years and fractions of years for which the enlistment was extended. Members who were paid an RRB when they first extended their enlistment for at least 2 years, but less than 4 years, are is entitled to an additional RRB for later extensions. The additional bonus payable is computed based on the combined extensions, not to exceed 4 years. Compute at pay using the pay rate applicable on the day before they begin serving on the first extension. Deduct the bonus paid for the first extension. A single extension for less than 2 years, or a combination of extensions totaling less than 2 years, does not constitute a reenlistment for bonus purposes. Time lost made good is not considered an extension of enlistment. When a members reenlists and qualifies for an RRB after completing an extension, compute the bonus at the rate of basic pay they he or she received on the date of actual discharge. If extensions entered into total 2 years or more, they constitute a reenlistment as provided in subparagraphs 090304.A and B.

<u>Example 1</u>: A member who extends for 20 months, and subsequently for another 6 months, are is entitled to a bonus on the day they he or she starts serving the 6-month extension. No bonus is payable for the 20 month extension if, before entry on the 6-month extension, the 6-month extension is cancelled.

Example 2: A member who extends his or her enlistment for 11 months, then for 6 additional months, and then for 12 another months are is entitled to a bonus on the day they he or she starts serving the third extension.

- A. <u>Army and Air Force</u>. Before January 2, 1968, Army and Air Force members could not combine extensions of enlistment to attain eligibility for an RRB. Two or more extensions entered into on or after January 2, 1968, were treated as a single extension. If the extensions totaled 2 years or more, they constituted a reenlistment. For the purpose of combining extensions of an enlistment, an extension entered into prior to January 2, 1968, could not be combined with extensions entered into on or after January 2, 1968.
- B. Navy and Marine Corps. Two 1-year extensions of an enlistment before August 10, 1956, did not constitute a reenlistment. On or after August 10, 1956, extensions of

1 year or less which, when combined, equal 2 years or more, constituted one reenlistment for entitlement to an RRB.

090305. <u>Time of Payment</u>. Payment of an RRB is normally made on the day the member reenlists. A members who extends his or her enlistment for 2 years or more are is not paid the bonus for the extension until they he or she actually begins serving the extension. A members who becomes entitled to an RRB by having extended for two or more times for a combined total of 2 years or more may not be paid a bonus until they he or she actually begins serving the extension that, when combined with the previous extension(s), results in a service commitment of 2 years or more.

090306. Restrictions

A. Grade

- 1. A member in pay grade E-1 on the date of last discharge or release from active duty are is entitled to an RRB for a first reenlistment computed on the basis of only two-thirds of their his or her monthly basic pay on date of last discharge or release from active duty.
- 2. A member in pay grade E-1 or E-2 on date of last discharge or release from active duty is not entitled to an RRB for second or subsequent reenlistments.
- 3. A member in pay grade E-3 on date of last discharge or release from active duty is not entitled to an RRB for a third or subsequent reenlistment.
 - B. <u>Length of Service</u>. An RRB may not be paid to members who reenlist:
- 1. During their prescribed period of basic recruit training (while a resident at a basic military training school where they receive both processing and training), or
- 2. After completing a total of 20 years of active federal service. Active federal service includes active duty for training.
- 3. After a break in service of more than 3 months subsequent to June 1, 1974. This, however, is not a bar to entitlement for a subsequent reenlistment within 3 months of separation.
- C. <u>Cumulative Amount</u>. The cumulative amount of an RRB paid to a member under any provisions of law may not exceed \$2,000.
- 1. Include any reenlistment bonus paid by one or more of the Uniformed Services, less any portion later recouped, in determining the cumulative total payable under this section.

- 2. Any amount of erroneous payment (when no entitlement to bonus existed) or overpayment (i.e., amount in excess of that authorized) made under this section, which is later is remitted, is not counted as part of the \$2,000 cumulative amount.
- 3. Amounts of any unearned RRB requiring recoupment, which are remitted, must be included in determining the cumulative amount of \$2,000.
- 4. Amounts paid as enlistment allowances after 1 October 1, 1949, are not included in the \$2,000 cumulative amount limitation.
- D. <u>Discharge From Another Service</u>. An RRB is not payable for an enlistment entered into, following discharge or separation from another branch of the Uniformed Services.
- E. <u>Members on Temporary Disability Retired List</u>. A member whose name was placed on the temporary disability retired list, and who was later was discharged and reenlisted in a Regular Component of the Uniformed Services more than 3 months after date of placement on such list, is not entitled to an RRB.
- F. <u>Members on Active Duty for Training</u>. An RRB is not payable for an enlistment in a Regular Component, if it follows a discharge from a Reserve Component during or at the completion of a period of active duty for training.
- G. <u>Reenlistments Which Will Extend Service Beyond 20 Years</u>. The An RRB is payable for only the number of years, months, and days needed to complete 20 years' of active federal service.

0904 RETENTION BONUS FOR MEMBERS QUALIFIED IN A CRITICAL SKILL

- 090401. <u>Basic Conditions of Entitlement</u>. Effective October 1, 2000, an officer or enlisted member of the armed forces who is serving on active duty and is qualified in a designated critical military skill may be paid a retention bonus as provided in this section if:
- A. In the case of an officer, the member executes a written agreement to remain on active duty for at least 1 year.
- B. In the case of an enlisted member, the member reenlists or voluntarily extends the member's enlistment for a period of at least 1 year.
- 090402. <u>Designation of Critical Skills</u>. A designated critical military skill is a military skill designated as critical by the Secretary of Defense.
- 090403. <u>Payment</u>. A bonus under this section may be paid in a single lump sum or in periodic installments. A retention bonus paid under this section is in addition to any other pay and allowance to which the member is entitled.

- 090404. <u>Amount of Retention Bonus</u>. A member may enter into an agreement, reenlist, or voluntarily extend enlistment, more than once to receive a bonus under this section. However, the total amount of all bonuses received under this section may not exceed \$200,000.
- 090405. <u>Ineligible Members</u>. A retention bonus may not be provided to a member of the armed forces who:
 - A. Has completed more than 25 years of active duty; or
- B. Will complete the member's 25th year of active duty before the end of the period of active duty for which the bonus is being offered.
- ★ 090406. <u>Expiration of Entitlement</u>. No bonus may be paid under this section with respect to any reenlistment, or voluntary extension of an enlistment, in the armed forces entered into after December 31, 2008.
- 090407. <u>Loss of Entitlement and Recoupment of Bonus</u>. The Secretary of Defense may require the member to repay any unearned portion of a retention bonus. See paragraph 090501 of this volume for legal requirements regarding recoupment of unearned portions of retention bonuses.

★0905 <u>RECOUPMENT OF ENLISTMENT, REENLISTMENT, AND RETENTION</u> BONUSES

- 090501. A member of the uniformed services who receives a bonus or similar benefit, and whose receipt of the bonus is subject to the condition that the member continue to satisfy certain eligibility requirements will repay to the United States an amount equal to the unearned portion of the bonus if the member fails to satisfy the requirements, except in certain circumstances authorized by the Secretary of the Military Department (or designee) concerned.
- 090502. The Secretary of the Military Department (or designee) concerned may establish, by regulations, procedures for determining the amount of the repayment required, and the circumstances under which an exception to the required repayment may be granted. The Secretary of the Military Department (or designee) concerned may specify in the regulations the conditions under which an installment payment of a bonus to be paid to a member of the uniformed services will not be made if the member no longer satisfies the eligibility requirements for the bonus. For the military departments, this paragraph will be administered under regulations prescribed by the Secretary of Defense.
- 090503. An obligation to repay the United States under section 0905 is, for all purposes, a debt owed the United States. A discharge in bankruptcy under <u>Title 11</u> does not discharge a person from such debt if the discharge order is entered less than five years after:
- A. The date of the termination of the agreement or contract on which the debt is based; or

- B. In the absence of such an agreement or contract, the date of the termination of the service on which the debt is based.
- 090504. The term 'service,', as used in subparagraph 090503.B., refers to an obligation willingly undertaken by a member of the uniformed services, in exchange for a bonus or similar benefit offered by The Secretary of the Military Department (or designee) concerned:
- A. To remain on active duty or in an active status in a reserve component.
- B. To perform duty in a specified skill, with or without a specified qualification or credential.
 - C. To perform duty at a specified location; or
 - D. To perform duty for a specified period of time.

COMPUTATION OF REGULAR REENLISTMENT BONUS (37 U.S.C. 308) (note 1)					
R	A	В	C	D	E
U L E	When	compute reenlistment bonus by using	at pay rate applicable	multiplied by	to obtain amount payable as
1	an enlisted member reenlists on or after July 16, 1954	1 month basic pay (1st reenlistment); or two-thirds of basic	on date of discharge or release from active duty	number of years for which member reenlists	1st reenlistment bonus; 2nd reenlistment bonus;
2	an officer or warrant officer qualified under subparagraph 090301.A.6, reenlists on or after July 16, 1954	pay for 1 month (2nd reenlistment); or one-third of one month's basic pay (3rd reenlistment); or one-sixth of the	to grade in which enlisted (including cumulative years service) (note 4)		3rd reenlistment bonus; or 4th or subsequent reenlistment bonus, as applicable (note 3).
3	an enlisted member's reenlistment or extension extends the active service beyond 20 years	basic pay for one month (4th and subsequent reenlistments) (note 2)	on date of discharge or release from active duty	number of years, months, and days needed to complete 20 years' active federal service	
4	an enlisted member extends the enlistment for 2 years or more (note 5)		on day before the day member begins serving on the extension	number of full years and fractions thereof (not to exceed 4) for	
5	an enlisted member of the Navy or Marine Corps, on or after August 10, 1956, or of the Army or Air Force, on or after January 2, 1968, has combined enlistment extensions totaling 2 years or more (note 5)		on day before the day member begins serving on first extension	which member extended enlistment	

NOTES:

- 1. Applicable only to members on active duty on 1 June 1, 1974.
- 2. Navy and Marine Corps-exclude the 25 percent increase in basic pay provided under Chapter 1, section 010204.
- 3. See paragraph 090306, length of service, and cumulative amount payment restrictions.
- 4. Pay reenlistment bonus at the higher grade when there is a simultaneous promotion to a higher grade effective on the date of reenlistment.
- 5. An extension of 2 years or more is counted as a reenlistment in computing bonus payable for later reenlistments.

Table 9-1. Computation of Regular Reenlistment Bonus (37 U.S.C. 308)

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0904 – RETENTION BONUS FOR MEMBERS QUALIFIED IN A CRITICAL SKILL

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