DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY
ARLINGTON, VA 22240-5291

DFAS-HQ/FMM

APR 13 2000

MEMORANDUM FOR DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER

SUBJECT: Update to the Department of Defense Financial Management Regulation (DoDFMR), Volume 7B, Regarding Collection of Debt at 25 percent of gross retired pay (DFAS Item I-90)

This is DFAS Interim Chang Number R04-00 to the DoDFMR, Volume 7B. This change is effective immediately.

We have evaluated your comments on the draft change of the DoDFMR, Volume 7B. The attached final version of the change includes your comments where appropriate. Assignment of an interim change number is your authority to initiate a procedural modification to facilitate this change. For the Denver Center, use the attached to initiate the formal change to the DoDFMR, Volume 7B.

for Robert E Speth
Gregory P. Bitz
Director for Finance

Attachment:
As stated

Cc: DASD (MMP)(COMP)
OUSD(C) ODCFO (FC)
ODGC (F)
DFAS-DE/DG
DFAS-HQ/DMP
Service Liaisons
USCG/NOAA/PHS Liaisons
DFAS-HQ/DMP

1. **Paragraph 280701, revise to read:**

   "280701. The amount to be collected each month in order to recoup an indebtedness from a member's retired pay should be reasonable to the size of the debt and the member's ability to pay as supported by financial information provided by the member. Current DoD policy for retired pay collections requires at least 25 percent of gross pay, not to exceed amounts in paragraph 280702."