



DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY
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JUN 30 1999

DFAS-HQ/FMM

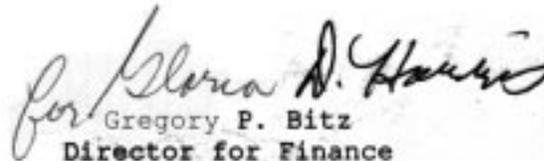
MEMORANDUM FOR DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER

SUBJECT: Update to the Department of Defense Financial Management
Regulation (DoDFMR), Volume 7, Part B, Regarding Dependency
and Indemnity Compensation Cost-of-Living
(DFAS Item I-11)

This is DFAS Interim Change Number R10-99 to the DoDFMR,
Volume 7B. This change was effective December 1, 1998.

We have evaluated your comments on the draft change to the
DoDFMR, Volume 7B. The attached final version of the change
includes 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.

Our point of contact is Mr. Fiti Malufau. He may be
reached at (703) 607-5061 or DSN 327-5061. Our fax number is
(703) 602-5271.


Gregory P. Bitz
Director for Finance

Attachments:
As stated

cc: DASD (MMP) (COMP)
ODGC (F)
DFAS-DE/DG
Services Liaisons
USCG/NOAA/PHS Liaisons

1. **Revise Appendix 12 Heading, line 2, to read:**

"Dec 1, 1995 - December 1998"

2. **Revise Appendix 12, Dependency and Indemnity Compensation Rates, by adding the following column:**

"PL 105-368
Eff 1 Dec 98
(Note 1)

E-1	\$ (blank)
E-2	"
E-3	"
E-4	"
E-5	"
E-6	"
E-7	890
E-8	940
E-9	980
Sgt Major of the Army	1,057
Senior Enl Adv of the-Navy	1,057
CH Msgt of the Air Force	1,057
Sgt Major of the Marine Corps	1,057
MCPO of the Coast Guard	1,057
W-1	909
W-2	946
W-3	974
W-4	1,030
O-1	909
O-2	940
O-3	1,004
O-4	1,062
O-5	1,170
O-6	1,318
O-7	1,424
O-8	1,561
O-9	1,672
O-10	1,834
Chmn Joint Chiefs of Staff	1,966
Chief of Staff-Army	1,966
Chief of Naval Ops	1,966
Chief of Staff-Air Force	1,966
Commandant-Marine Corps	1,966
Commandant-Coast Guard	1,966"

3. Revise Appendix 12, Note 1 by adding the following:

<u>Flat Rate</u>	<u>Additional</u>	<u>Effective Date</u>
"\$861	\$187	1 Dec 1998"

4. Revise paragraph 110205a by adding:

<u>DIC Rate</u>	<u>Effective Date</u>
"\$861	1 Dec 1998"

5. Revise paragraph 110205b by adding:

<u>DIC Rate</u>	<u>Effective Date</u>
"\$217	1 Dec 1998"

6. Revise: paragraph 110205c by adding the following DIC Child Rate information

"DIC Child Rate
Eff 1 Dec 1998

1 child	\$365
2 children	526
3 children	683
Over 3	683 + \$133 for each child over 3"