



DEFENSE FINANCE AND ACCOUNTING SERVICE  
ARLINGTON

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DFAS-DFM

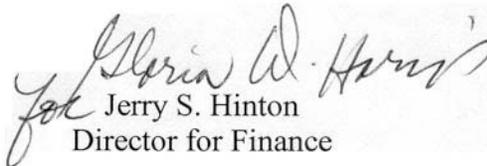
FEB 27 2004

MEMORANDUM FOR DIRECTOR, CONTINUING GOVERNMENT ACTIVITY, DEFENSE  
FINANCE AND ACCOUNTING SERVICE (DFAS-PDO/CL)

SUBJECT: Interim Change to the Department of Defense Financial Management Regulation  
(DoDFMR), Volume 7B, Regarding Dependency and Indemnity Compensation  
Cost-of-Living (DFAS Item M-82)

The attached Interim Change **R03-04** to the DoDFMR, Volume 7B updates Appendix L, Dependency and Indemnity Compensation (DIC) rate increases for surviving spouses and children. It also increases transitional compensation amounts due to Victims of Abuse. This change is effective December 2003.

We have evaluated your comments on the proposed change and included your comments where appropriate. Assignment of the interim change is your authority to initiate procedural modifications to implement this change. Use the attached to initiate the formal change to the DoDFMR, Volume 7B.

  
Jerry S. Hinton  
Director for Finance

Attachments:

As stated

cc: DUSD(MPP)(Comp)  
OUSD(C)(ODCFO)(FD)  
ODGC(F)  
DFAS-GA/CL  
Service Liaisons  
USCG/NOAA/PHS Liaisons  
DFAS-PMJE/DE

**1. Paragraph 600104.A, add the following:**

<u>DIC Rate</u>	<u>Effective Date</u>
\$967	December 1, 2003

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[www.dfas.mil](http://www.dfas.mil)

**2. Paragraph 600104.B, add the following:**

<u>DIC Rate</u>	<u>Effective Date</u>
\$241	December 1, 2003

**3. Revise paragraph 600104.C by adding the following DIC Child Rate information:**

DIC Child Rate	
Eff Dec 1, 2003	
1 Child	\$410
2 Children	590
3 Children	767
Over 3	767 plus \$148 for each child

**4. Revise Appendix L Heading, line 2, to read:**

December 1, 1999- December 1, 2003

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

**PL 108-147**  
Effective December 1, 2003  
(Note 1)

E-1	\$ (blank)
E-2	"
E-3	"
E-4	"
E-5	"
E-6	"
E-7	1,000

E-8	1,056
E-9	1,102
Sgt Major of the Army	1,189
Senior Enl Adv of the-Navy	1,189
CH Msgt of the Air Force	1,189
Sgt Major of the Marine Corps	1,189
MCPO of the Coast Guard	1,189
W-1	1,022
W-2	1,063
W-3	1,094
W-4	1,157
0-1	1,022
0-2	1,056
0-3	1,130
0-4	1,195
0-5	1,316
0-6	1,483
0-7	1,602
0-8	1,758
0-9	1,881
0-10	2,063
Chmn Joint Chiefs of Staff	2,213
Chief of Staff-Army	2,213
Chief of Naval Ops	2,213
Chief of Staff-Air Force	2,213
Commandant-Marine Corps	2,213
Commandant-Coast Guard	2,213

6. Revise Appendix L, Note 1 by adding the following:

<u>Flat Rate</u>	<u>Additional</u>	<u>Effective Date</u>
\$967	\$208	1 Dec 2003

7. Appendix R, add the following:

<u>Maximum Amount</u>	<u>Minimum Annual Income</u>	<u>Effective Date</u>
\$552.83	\$6,634	1 Dec 2003