



DEFENSE FINANCE AND ACCOUNTING SERVICE

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DFAS-DFM

MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS DFAS-PM/CL)

SUBJECT: Interim Change to the Department of Defense Financial Management Regulation (DoDFMR), Volume 7B, Regarding Taxable Income for Death of Retiree (DFAS Item J-43)

The attached Interim Change Number R 04-01 to Chapter 30 of DoDFMR, Volume 7B, is to change TD Form W-2P to TD Form 1099-R since it is no longer appropriate. This change is effective immediately.

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*  
Jerry S. Hinton  
Director for Finance

Attachment:  
As stated

cc: DASD(MPP) (COMP)  
ODGC(F)  
DFAS-GAM/DE  
Service Liaisons  
USCG/NOAA/PHS Liaisons  
DFAS-PR/KC  
DFAS-PRR/DE  
DFAS-PRR/CL  
DFAS-PMJE/DE

**1. Revise Section 300303 to read:**

"300303. Issuance of TD Form 1099-R. If no arrears of retired pay are paid, the retired pay activity issues one TD Form 1099-R (Distributions from pensions, annuities, profit-sharing and retirement plans, IRAs, insurance contracts, etc.), in the decedent's name. If arrears of retired pay are paid, an additional TD Form 1099-R is issued to each beneficiary to whom the arrears were paid."