



DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY
ARLINGTON, VA 22240-5291

FEB 23 1999

DFAS-HQ/FMM

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

SUBJECT: Change to the DoDFMR, Volume Voluntary Separation
Incentive (VSI) - Upon Death of a Member - When
Beneficiaries are Minor Children (DFAS Item Number H-
43)

This is DFAS Interim Change 7-99 to the DoDFMR, Volume 7A,
Interim Change R3-99 to Volume 7B, and Interim Change C1-99 to
Volume 7C. This change is effective immediately. The purpose of
this change is to clarify VSI beneficiary payments due a minor
child.

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

Assignment of an interim change is your authority to start a
procedural modification, if necessary, to facilitate this change.
For the Denver Center, use the attached to initiate the formal
printed change to the DoDFMR and the interim change message.

Our point of contact, Colonel Robert Spath, may be reached
at DSN 327-2087 or (703) 607-2087.

for Edward T. Branganze
Gregory P. Bitz
Director of Finance

Attachment:
As stated

cc: DASD (MPP) (Comp)
ODGC (F)
DFAS-DE/DG
Service Liaisons
USCG/NOAA/PHS Liaisons
DFAS-PMO

DFAS Item Number H-43

Interim Change xx-99, Volume 7A

Interim Change xx-99, Volume 7B

Interim Change xx-99, Volume 7C

Voluntary Separation Incentive (VSI) - Death Benefit Payments

1. Add the following new sentence to Volume 7A, paragraph 350804 as follows:

"See volume 7C, Chapter 01, paragraph 010403 of this regulation for beneficiary payment procedures."

2. Add the following new sentence to Volume 7B, Part One, Chapter 4, paragraph 10441 as follows:

"See volume 7C, Chapter 01, paragraph 010403 of this regulation for beneficiary payment procedures."

3. Add a final sentence to paragraph 010403B to Volume 7C as follows:

"Installment payments due a minor child should be paid to the child's legally appointed guardian, or, if there is no legal guardian, to the natural parent who has care, custody, and control of the child."