VOLUME 7B, CHAPTER 19: “GENERAL PROVISION GOVERNING ALLOTMENTS OF RETIRED PAY”

SUMMARY OF MAJOR CHANGES

All changes are denoted by blue font.

Substantive revisions are denoted by an asterisk (*) symbol preceding the section, paragraph, table, or figure that includes the revision.

Unless otherwise noted, chapters referenced are contained in this volume.

Hyperlinks are denoted by bold, italic, blue, and underlined font.

The previous version dated September 2015 is archived.

<table>
<thead>
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<th>PARAGRAPH</th>
<th>EXPLANATION OF CHANGE/REVISION</th>
<th>PURPOSE</th>
</tr>
</thead>
<tbody>
<tr>
<td>All</td>
<td>Updated chapter and format to comply with administrative instructions.</td>
<td>Revision</td>
</tr>
<tr>
<td>190202.A</td>
<td>Updated subparagraph to comply with Title 10, United States Code, section 1210(b).</td>
<td>Revision</td>
</tr>
<tr>
<td>190304.B</td>
<td>Updated the address for Savings Bond Allotment written requests.</td>
<td>Revision</td>
</tr>
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<td>Added reference for subparagraph 190202.A.</td>
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CHAPTER 19

GENERAL PROVISIONS GOVERNING ALLOTMENTS OF RETIRED PAY

1901 GENERAL

190101. Purpose

A. Allotments are designed for the convenience and privilege of retirees and are not to be exploited or abused. The retired pay activity acts solely as an agent of the retiree in the payment of the allotments and assumes no liability concerning any contract between the retiree and the allottee. Allotments paid erroneously through administrative error must be recovered from the allottee, if possible, or may be collected from the retiree if such payment provided a benefit to that retiree.

B. Voluntary allotments of retired pay or retainer pay for military retirees are limited to discretionary and nondiscretionary allotments. To aid personnel in the transition from active duty to retired status, all existing authorized allotments of members on active military service may be continued as approved allotments. Authorized allotments include a maximum of six discretionary allotments, as outlined in paragraph 190201 and Volume 7A.

190102. Authoritative Guidance

The bibliography at the end of this chapter lists the authoritative references.

1902 DISCRETIONARY ALLOTMENTS

190201. Discretionary Allotments

Retirees are authorized no more than six discretionary allotments. A retiree may start a new allotment, as long as the total number of discretionary allotments does not exceed six. Discretionary allotments are identified as “class D” allotments. The retiree must certify that the allotment is within the limits of the law (e.g., allotments may not be used to repay gambling debts in a state where gambling is not permitted). Discretionary allotments include, but are not restricted to, the allotments described in this section. A retired member may terminate a discretionary allotment upon request using the procedures set out in paragraph 190402.

*190202. Allotments For Insurance Premiums

Allotments are authorized for paying various types of commercial insurance premiums. This includes payment for life, dental, health, and vehicle insurance. Premium payments are combined when a retiree has more than one life insurance allotment within the same company. All payments to an insurer are made via Electronic Funds Transfer (EFT). The insurer is responsible for establishing an account for these payments. The start, change and stop dates for the insurance allotments are set out in Tables 19-1, 19-2, and 19-3.
A. Cash Deposit for Insurance. If a retiree’s retired pay account is in a nonpay status due to full waiver of pay, failure to report for periodic physical examination, or the expiration of 3 years after the date the member’s name was placed on the Temporary Disability Retired List, the member may request the Department of Veterans Affairs (VA) pay VA insurance premiums by deduction from disability compensation benefits, or the member may pay premiums by sending remittances directly to:

Department of Veterans Affairs  
P.O. Box 7787  
Philadelphia, PA 19101

B. Eligible Allottees. Eligible allottees include:

1. U.S. Government Life Insurance/National Service Life Insurance (USGLI/NSLI);
2. Navy Mutual Aid Association;
3. Army Mutual Aid Insurance;
4. Dental and Health Insurers;
5. Vehicle Insurers; and

190203. Allotments to Dependents or Relatives

Voluntary payment may be made by allotment to a spouse, other dependent(s), or to a relative(s) not legally designated as a dependent(s). Allotments must be made payable to the allottee through a financial institution for credit to the account of the allottee. An allottee can be a state agency, court trustee, welfare agency, former spouse, or a child’s guardian or custodian. The member or allottee must make satisfactory arrangements with the financial institution to accept EFT payment before starting the allotment.

190204. Allotment Deposits to Financial Organizations

Retirees may authorize allotments of pay to financial organizations for credit to the account of the member. Allotments may be deposited to:

A. A financial organization for credit to a savings, checking, or trust account of the allottee; or
B. A mutual fund or other company or investment firm.
190205. Allotments for Payment of Mortgage or Rent

Retirees may authorize allotments for mortgage or rent payment to a financial institution, mortgage company, realtor, or landlord.

190206. Other Allotments

Retirees may authorize an allotment for payment of personal loans; however, the restrictions in paragraph 190408 apply. Personal loans may include, but are not limited to the following:

A. Payment of a car loan; and
B. Payment of a loan to repay consumer credit, such as to a finance company.

190207. Air Force Retired Members Only

Only retired Air Force members may authorize allotment payments to the Air Force Enlisted Members Widow’s Home.

1903 NONDISCRETIONARY ALLOTMENTS

190301. Nondiscretionary Allotments

Nondiscretionary allotments of retired and retainer pay are limited to those described in this section.

190302. Voluntary Liquidation of Indebtedness

An allotment for repayment of indebtedness to the United States is registered for a definite period required to liquidate the indebtedness. Retired members may make allotments for payment of:

A. Indebtedness incurred due to defaulted notes insured by the Federal Housing Administration or guaranteed by the VA;
B. Any other indebtedness to any department or agency of the U.S. Government (except Department of Defense (DoD) debts), to include those assigned to a collection agency;
C. Delinquent Federal income taxes. A member may execute an agreement with the Internal Revenue Service (IRS) to pay delinquent taxes by monthly deductions from retired pay. Agreements are made by executing an IRS Form 2159, Payroll Deduction Agreement;
D. Delinquent state or local income or employment taxes; and
E. Loan debt to Navy and Marine Corps Relief Society, Army Emergency Relief, Air Force Aid Society, and American Red Cross.

190303. Charitable Contributions

Retirees are authorized to establish an allotment for making charity contributions to any of the Service Relief Organizations which includes the Army Emergency Relief; Navy and Marine Corps Relief Society; or affiliates of the Air Force Assistance Fund. Payment of pledges for one of these specified charities is authorized. These payments are for a definite period. Individual organizations are responsible for identifying an account for payment issue.

*190304. Savings Bonds Allotments

A. Purchasing Savings Bonds by Allotment. As of October 1, 2010, the U.S. Treasury no longer issues paper savings bonds to federal employees (military, retired, and civilian personnel members) through payroll deduction. Retired members may purchase electronic savings bonds by establishing a personal TreasuryDirect account with the Treasury, and then initiating a nondiscretionary allotment made payable to Treasury at their TreasuryDirect account. Members are authorized one nondiscretionary allotment for the purchase of bonds. For information on TreasuryDirect, go to www.treasurydirect.gov.

B. Establishment of Savings Bonds Nondiscretionary Allotment. Retired members electing to purchase electronic savings bonds will first create a TreasuryDirect account at www.treasurydirect.gov. This account can be used to purchase multiple bonds. Once created, members must either contact the Defense Finance and Accounting Service (DFAS) Retired and Annuitant Pay or log into myPay to establish an allotment to the TreasuryDirect account. The following information is required to initiate the allotment:

1. The routing transit number for TreasuryDirect: 051736158;
2. The TreasuryDirect account number provided by Treasury; and
3. The specific dollar amount to be deducted monthly.

The myPay system also requires that the member designate the account type, either checking or savings, even though that designation is not applicable to an allotment to a TreasuryDirect account. Send written requests to begin Savings Bonds Allotments to:

Defense Finance and Accounting Service
U.S. Military Retired Pay
8899 East 56th Street
Indianapolis, IN 46249-1200
1904 ALLOTMENT ADMINISTRATION

190401. Excluded Amounts in Retired Pay Allotment

The amount of retired pay which may be allotted can be limited administratively to exclude amounts required to be withheld for:

A. Tax purposes;

B. Liquidation of an indebtedness determined under applicable provisions of law to be chargeable against the member’s retired pay account;

C. Cost of participation in the Retired Serviceman’s Family Protection Plan and/or Survivor Benefit Plan;

D. Garnishments;

E. Continuing tax levies;

F. VA compensation; and

G. Payments to a former spouse.

190402. Establishment, Discontinuance, and Changes to Existing Allotments

A properly executed DoD (DD) Form 2558, Authorization to Start, Stop or Change an Allotment, a written request, or an automated data exchange (from specific organizations) may be used to establish, discontinue, or change an allotment. Automated computer programs that allow members to establish, discontinue, or change an allotment using a personal identification number are also permitted. In addition, requests may be accepted telephonically from members without written documentation, but only after the member’s identity has been validated. Requests for allotment actions should be provided to DFAS, Retired and Annuitant Pay. Normally, allotments are not established retroactively.

190403. Administrative Changes

A. Changes beyond the control of the retiree are considered administrative in nature. These are dictated by events incidental to the purpose of the allotment. Examples include changes to the name, address, account number, and financial institution of the allottee. Other examples include amount changes due to contractual obligations existing at the time the allotment was executed (such as a mortgage payment changed because of variable rate mortgage or change in escrow requirement). Administrative changes may be made without the allottee’s consent.

B. In addition to the situations described in subparagraph 190403.A, upon notice and request from the insurance allottee, administrative changes may be made without the member’s consent under the following circumstances:
1. Death of retired member;
2. Policy terminated;
3. Policy has been surrendered;
4. Policy changed;
5. Policy paid up, no premiums due;
6. Policy not in force; and
7. Lapsed policy.

The allotment will be terminated or reduced at the insurance allottee’s request; and refund and notification of the returned premium must be forwarded to the retired member.

190404. Duration of Allotments

Allotments are registered for an indefinite period except for the following circumstances:

A. Repayment of indebtedness to the United States, to include payment of delinquent Federal income taxes; and

B. Charitable contributions as specified in paragraph 190303.

190405. Allotment Overpayment Responsibilities

Any check issued and mailed to a recipient or transmitted via EFT to the recipients’ financial institution for which entitlement does not exist must be recovered immediately by the issuing office. If an allotment payment is made after deductions from retiree’s retired pay have stopped, and the recipient does not return the amount of that payment, then the office of issuance starts recovery action of an equal amount from the recipient, or the retiree, if that office determines that the retiree benefited from the payment. If the retiree is liable, then overpayment is recovered by deductions from retired pay due the retiree.

190406. Definitions

A. Allotment. An allotment is a definite portion of the retired pay of a person retired from a Military Service, which the retiree authorizes to be paid to a person, institution, or agency. This payment is for the purpose of supporting relatives or for any other purpose that the Secretary of the military department concerned considers proper.

B. Allottee. An allottee is a person, institution, or agency to whom the allotment is made payable.
C. Allotter. An allotter is the person from whose retired pay the allotment is made.

D. Financial Institution. A financial institution is a bank (to include a military banking facility), credit union, or thrift association.

190407. Method of Payment

EFT is the method of payment required for all individual allotments. For a list of exceptions to this requirement see Title 31, Code of Federal Regulations (CFR), part 208.4 (31 CFR 208.4) and Volume 8, Chapter 1.

190408. Restrictions

The following restrictions apply to allottees:

A. Minors. Allotments (except to purchase U.S. Savings Bonds) may not be made payable to children under 16 years of age. Allotments may be made payable to the child’s guardian or custodian. Spouses of retirees may be named as allottees regardless of age.

B. Mental Incompetents. Allotments are not payable to mentally incompetent persons. Such allotments are payable to a guardian or the institution where confined.

C. Multiple Allotments. See restrictions in paragraphs 190101 and 190201.

D. Special Power of Attorney. A special power of attorney may be used to establish, change, or stop an allotment. This special power of attorney must specifically grant the authority to establish, change or stop allotments. A general power of attorney is not acceptable to establish, change, or stop an allotment.

E. Reduced Retired Pay of Allotter. When a stoppage or reduction of retired pay does not leave enough funds for deduction of allotments in force, then those allotments are stopped administratively by the disbursing officer without the signature of the retiree, as described in section 1904, and Figure 19-1.

F. Administrative Stops. Allotments may be stopped because of the required deductions from retired pay listed in paragraph 190401. When possible, the retiree is allowed to determine the allotments to be stopped. If, however, the retiree involved refuses, or is unable, to identify those that should be stopped, then the allotments of that retiree are involuntarily stopped. See Figure 19-1 for the order of precedence.
1905 RIGHT TO ALLOTMENTS IN CASE OF DEATH

190501. Death of Retiree

Entitlements to allotments end with the death of the member. No further allotment payments may be made after receipt of notice of the allottee’s death. Deductions made from the retiree’s pay, but not paid to the allottee, become part of the arrears of retired pay. Allotments paid after the retiree’s death may not be collected from the allottee, except:

A. Allotments erroneously established after notice of death of the retiree; and

B. Unearned insurance premiums (insurance premiums are paid 1 month before the day payment is actually due).

190502. Death of Allottee

An allotment check, even though endorsed, does not become part of an allottee’s estate if it is not cashed or negotiated before the allottee’s death. It is not subject to any expense incurred by or on behalf of the allottee before or after death. All unnegotiated allotment checks must be returned to the office that issued them. Such checks are credited to the retiree’s account.
Figure 19-1. Order of Precedence

<table>
<thead>
<tr>
<th>Precedence</th>
<th>Type</th>
<th>Letter Designation</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Charitable contributions to Army Emergency Relief, Navy and Marine Corps Relief Society, or Air Force Assistance Fund</td>
<td>See Table 19-4</td>
</tr>
<tr>
<td>2</td>
<td>Bonds</td>
<td>B</td>
</tr>
<tr>
<td>3</td>
<td>Savings</td>
<td>D</td>
</tr>
<tr>
<td>4</td>
<td>Loans to service organizations</td>
<td>L</td>
</tr>
<tr>
<td>5</td>
<td>Payment of delinquent state or local income or employment taxes</td>
<td>T</td>
</tr>
<tr>
<td>6</td>
<td>Dependents</td>
<td>D</td>
</tr>
<tr>
<td>7</td>
<td>Home loans</td>
<td>D</td>
</tr>
<tr>
<td>8</td>
<td>Commercial life insurance/Army Mutual Aid Insurance</td>
<td>D</td>
</tr>
<tr>
<td>9</td>
<td>Navy Mutual Aid Insurance</td>
<td>M</td>
</tr>
<tr>
<td>10</td>
<td>Government life insurance</td>
<td>N</td>
</tr>
<tr>
<td>11</td>
<td>Veterans Group Life Insurance</td>
<td>See Table 19-1</td>
</tr>
<tr>
<td>12</td>
<td>Deductions for court-ordered support</td>
<td>D</td>
</tr>
<tr>
<td>13</td>
<td>Repayment of indebtedness to the United States</td>
<td>T</td>
</tr>
<tr>
<td>14</td>
<td>Payment of delinquent Federal income taxes</td>
<td>T</td>
</tr>
</tbody>
</table>
Table 19-1. Effective Dates for Starting Insurance Allotments (D, M, V, or N)

**EFFECTIVE DATES FOR STARTING INSURANCE ALLOTMENTS (D, M, V, OR N)**

<table>
<thead>
<tr>
<th>RULE</th>
<th>A</th>
<th>B</th>
<th>C</th>
<th>D</th>
</tr>
</thead>
<tbody>
<tr>
<td>If a retired member of any Military Service</td>
<td>is authorized a class and the insurance policy is dated back to save age</td>
<td>then start the allotment effective the first day of the month before the month in which insurance premium is due (note).</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1</td>
<td>any Military Service</td>
<td>N allotment</td>
<td>in which application is made. Retiree must pay the Reserve to cover previous months by direct payments to VA.</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>the Army or Air Force</td>
<td>D allotment</td>
<td>specified by retiree, if authorization reaches the servicing finance center before the date specified in Military Service procedural regulations.</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>the Navy or Marine Corps</td>
<td>D or M allotment</td>
<td>submitted by the Veterans Group Life Insurance through the automated data exchange process.</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>any Military Service</td>
<td>D or V allotment</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**NOTE:** A U.S. Government or NSLI allotment deducted for 1 month pays the premium for the succeeding month. For example, if premium for July is paid by allotment, then allotment must be effective June 1.
Table 19-2. Effective Dates for Changing Insurance Allotments (D, M, V, or N)

<table>
<thead>
<tr>
<th>A</th>
<th>B</th>
<th>C</th>
<th>D</th>
<th>E</th>
</tr>
</thead>
<tbody>
<tr>
<td>If a retired member of</td>
<td>has a class</td>
<td>and</td>
<td>then stop present allotment effective the last day of the month</td>
<td>then start new allotment effective the first day of the month</td>
</tr>
<tr>
<td>1</td>
<td>the Army or Air Force</td>
<td>D or N allotment</td>
<td>the retiree or fiduciary or guardian requests a change in allotment</td>
<td>specified in request if allotment change can be processed by the date specified in procedural regulations of the Military Service concerned</td>
</tr>
<tr>
<td>2</td>
<td>the Navy or Marine Corps</td>
<td>D, M, or N allotment</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>any Military Service</td>
<td>N allotment</td>
<td>allotment was authorized in incorrect amount or effective date</td>
<td>before its effective date</td>
</tr>
<tr>
<td>4</td>
<td>D or V allotment</td>
<td>the Office of Servicemembers’ Group Life Insurance (OSGLI) automated data exchange provides a change in the allotment</td>
<td>as specified by the automated data exchange process</td>
<td>specified by the automated data exchange process.</td>
</tr>
</tbody>
</table>
Table 19-3. Effective Dates for Stopping Insurance Allotments (D, M, V, or N)

<table>
<thead>
<tr>
<th>Rule</th>
<th>If a retired member of</th>
<th>A</th>
<th>B</th>
<th>C</th>
<th>D</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>the Army or Air Force</td>
<td></td>
<td>D or N allotment</td>
<td></td>
<td>the retiree requests the allotment be stopped month specified by the retiree, if authorization reaches the servicing DFAS Site before the date specified in procedural regulations of the Military Service concerned.</td>
</tr>
<tr>
<td>2</td>
<td>the Navy or Marine Corps</td>
<td></td>
<td>D, M, or N allotment</td>
<td></td>
<td>month before the effective starting date of the allotment.</td>
</tr>
<tr>
<td>3</td>
<td>any Military Service</td>
<td></td>
<td>N allotment</td>
<td></td>
<td>the application for insurance is disapproved by the VA</td>
</tr>
<tr>
<td>4</td>
<td>the Army or Air Force</td>
<td></td>
<td>D allotment</td>
<td></td>
<td>has insufficient “net” pay to satisfy IRS Notice of Levy for delinquent income tax determined by IRS to be a “problem case”</td>
</tr>
<tr>
<td>5</td>
<td>the Navy or Marine Corps</td>
<td></td>
<td>D or M allotment</td>
<td></td>
<td>month before the month in which IRS levy is received (stop insurance allotments only if discontinuance of other voluntary allotments will not satisfy levy).</td>
</tr>
<tr>
<td>6</td>
<td>the Army or Air Force</td>
<td></td>
<td>D or N allotment</td>
<td></td>
<td>last month in which enough pay accrues to satisfy deduction. Avoid stopping allotment unnecessarily or earlier than required.</td>
</tr>
<tr>
<td>7</td>
<td>the Navy or Marine Corps</td>
<td></td>
<td>D, M, or N allotment</td>
<td></td>
<td>(note 1.)</td>
</tr>
<tr>
<td>8</td>
<td>the Army or Air Force</td>
<td></td>
<td>D or N allotment</td>
<td></td>
<td>dies</td>
</tr>
<tr>
<td>9</td>
<td>the Navy or Marine Corps</td>
<td></td>
<td>D, M, or N allotment</td>
<td></td>
<td>(note 1.)</td>
</tr>
<tr>
<td>10</td>
<td>any Military Service</td>
<td></td>
<td>D or V allotment</td>
<td></td>
<td>the retiree or OSGLI requests the allotment be stopped month specified by the retiree, if authorization reaches the servicing DFAS Site before the date specified in Military Service procedural regulations; for OSGLI as specified by the automated data exchange process (note 2).</td>
</tr>
</tbody>
</table>
Table 19-3. Effective Dates for Stopping Insurance Allotments (D, M, V, or N) (Continued)

NOTES:
1. See procedural regulations of Military Service concerned.
2. Advise OSGLI immediately of reason for stoppage of allotment if it was discontinued by the automated data exchange process.
### Table 19-4. Allotments of Retired Pay—General

<table>
<thead>
<tr>
<th>RULE</th>
<th>When the purpose of allotment is for</th>
<th>A</th>
<th>B</th>
<th>C</th>
<th>D</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>purchase of U.S. Savings Bonds</td>
<td>B</td>
<td>B</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>2</td>
<td>payment to dependents (note 5)</td>
<td>D</td>
<td>D</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>3</td>
<td>repayment of home loans</td>
<td>D</td>
<td>D</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>commercial life insurance/Army Mutual Aid Insurance (note 3)</td>
<td>D</td>
<td>D</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>5</td>
<td>repayment of loans to Navy and Marine Corps Relief Society, Army Emergency Relief, American Red Cross, or Air Force Aid Society</td>
<td>L</td>
<td>L</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>6</td>
<td>Navy Mutual Aid Insurance (note 2)</td>
<td>None</td>
<td>M</td>
<td>None</td>
<td>X</td>
</tr>
<tr>
<td>7</td>
<td>USGLI and/or NSLI (note 4)</td>
<td>N</td>
<td>N</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>8</td>
<td>repayment of loans on VA insurance (note 4)</td>
<td>N</td>
<td>N</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>payment of financial institution or credit to account of retiree (note 6)</td>
<td>D</td>
<td>D</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>10</td>
<td>payment of delinquent Federal income taxes and/or payment of indebtedness to the United States (note 7)</td>
<td>T</td>
<td>T</td>
<td>X</td>
<td></td>
</tr>
<tr>
<td>11</td>
<td>charitable contributions to the Army Emergency Relief, Navy and Marine Corps Relief Society, or affiliates of the Air Force Assistance Fund</td>
<td>L</td>
<td>C</td>
<td>X</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>and Service's letter designation is</th>
<th>and member is not on active duty and has allotment (notes 1 and 2)</th>
<th>then the allotment period required is</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Army</td>
<td>Navy/USMC</td>
<td>Air Force</td>
</tr>
<tr>
<td>1</td>
<td></td>
<td>B</td>
<td>B</td>
</tr>
<tr>
<td>2</td>
<td></td>
<td>D</td>
<td>D</td>
</tr>
<tr>
<td>3</td>
<td></td>
<td>D</td>
<td>D</td>
</tr>
<tr>
<td>4</td>
<td></td>
<td>D</td>
<td>D</td>
</tr>
<tr>
<td>5</td>
<td></td>
<td>L</td>
<td>L</td>
</tr>
<tr>
<td>6</td>
<td>None</td>
<td>M</td>
<td>None</td>
</tr>
<tr>
<td>7</td>
<td>N</td>
<td>N</td>
<td>N</td>
</tr>
<tr>
<td>8</td>
<td>N</td>
<td>N</td>
<td>N</td>
</tr>
<tr>
<td>9</td>
<td>D</td>
<td>D</td>
<td>D</td>
</tr>
<tr>
<td>10</td>
<td>T</td>
<td>T</td>
<td>T</td>
</tr>
<tr>
<td>11</td>
<td>L</td>
<td>C</td>
<td>F</td>
</tr>
</tbody>
</table>
Table 19-4. Allocations of Retired Pay - General (Continued)

<table>
<thead>
<tr>
<th>RULE</th>
<th>When the purpose of allotment is for</th>
<th>A</th>
<th>B</th>
<th>C</th>
<th>D</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Army</td>
<td>Navy/USMC</td>
<td>Air Force</td>
<td>and member is not on active duty and has allotment (notes 1 and 2)</td>
</tr>
<tr>
<td>12</td>
<td>payment of delinquent state or local income or employment taxes (note 8)</td>
<td>T</td>
<td>T</td>
<td>T</td>
<td>X</td>
</tr>
<tr>
<td>13</td>
<td>Veterans Group Life Insurance</td>
<td>D</td>
<td>D,V</td>
<td>D</td>
<td>X</td>
</tr>
</tbody>
</table>

NOTES:
1. Includes members of the Fleet Reserve or Fleet Marine Corps Reserve when not on active duty.
2. In addition to allotments authorized, member may continue any other allotments in effect (except Combined Federal Campaign and aviation premiums payable to the Navy Mutual Aid Association) at the time of retirement.
3. On the life of the allotter, spouse, and/or children.
4. Payment of allotments for insurance premiums and repayment of insurance loans are made by one NSLI or class N allotment.
5. Authorized to a spouse, former spouse, and/or children of the retired member having a permanent residence other than that of the retired member.
6. Includes credit unions within the United States, its possessions, Puerto Rico, and Panama Canal Zone operating under a Federal or state charter. Also includes credit unions authorized under Volume 5, Chapter 34 to operate an overseas U.S. military installation.
7. Delinquent Federal income taxes are payable to the applicable District Director, IRS.
8. Delinquent state or local and employment taxes are payable to the applicable state or local tax authorities.
CHAPTER 19 – GENERAL PROVISIONS GOVERNING ALLOTMENTS OF RETIRED PAY

1901   GENERAL

190101   Title 37, United States Code (U.S.C.), section 701

1902 – DISCRETIONARY ALLOTMENTS

190201   37 U.S.C. § 701
190202.A   10 U.S.C. § 1210(b)

1903 – NONDISCRETIONARY ALLOTMENTS

190304   31 CFR 363

1904 – ALLOTMENT ADMINISTRATION

190406   37 U.S.C. § 701
190407   31 U.S.C. § 3332

1905 – RIGHT TO ALLOTMENTS IN CASE OF DEATH

190501   Comptroller General B-225873.2
           31 U.S.C. § 3727(e)(2)