SUMMARY OF MAJOR CHANGES TO DOD 7000.14-R, VOLUME 7B, CHAPTER 49 "SURVIVOR BENEFIT PLAN (SBP) – COST-OF-LIVING ADJUSTMENT"

All changes are denoted by blue font

Substantive revisions are denoted by a * preceding the section, paragraph, table or figure that includes the revision

Hyperlinks are denoted by *underlined, bold, italic, blue font*

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SURVIVOR BENEFIT PLAN (SBP) — COST-OF-LIVING ADJUSTMENT

4901 BASE AMOUNTS

All Survivor Benefit Plan (SBP) base amounts are increased by cost-of-living adjustments. The adjustment to the base amount is made at the same time and by the same total percentage that retired or retainer pay is increased. See Chapter 54, Section 540201 of this Volume for information pertaining to the computation of the Reserve Component Survivor Benefit Plan (RC-SBP).

4902 PREMIUMS

All SBP and RC-SBP premiums are increased by cost-of-living adjustments.

4903 ANNUITIES

490301. Normally, SBP and RC-SBP annuities increase at the same time and by the same percentage that retired pay increases by cost-of-living adjustment. However, when the payment of increased retired pay due to a cost-of-living adjustment is delayed by law, the increased annuity due to a cost-of-living adjustment is not delayed. The cost-of-living adjustment applies to the monthly gross annuity amount before any reductions, such as Dependency and Indemnity Compensation.

490302. See paragraph 510202 regarding cost-of-living adjustments for Minimum Income Widow annuities.

*490303. The monthly amount of an annuity payable, if not a multiple of $1, shall be rounded to the next lower multiple of $1.
BIBLIOGRAPHY

CHAPTER 49 - SURVIVOR BENEFIT PLAN (SBP) — COST-OF-LIVING ADJUSTMENT

4901  BASE AMOUNT
      10 U.S.C. 1451(h)

4902  - THRESHOLD AND PREMIUMS
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4903  - ANNUITIES
      10 U.S.C. 1451(g)(1), (2)