



DEFENSE FINANCE AND ACCOUNTING SERVICE
RETIRED AND ANNUITY PAY

FEB 09, 2016

000024

Dear Retiree:

The creditor agency listed below has requested that the Defense Finance and Accounting Service initiate salary offset against your retired pay account to recover an indebtedness in the amount of \$ 99999.99 .

Continuous offset of federal payments for collection of delinquent non-tax debts is authorized for collection by offset under 31 USC 3716(c)(6). Liquidation of this debt will occur with deductions from your military retired pay.

By law, the debt may be recovered at two-thirds of your disposable income. However, to prevent a financial burden, your debt will be collected at 15% of your disposable income. Disposable income is defined as "that part of pay remaining after deductions of any amount required by law to be withheld." Examples of mandatory deductions from your retired pay that would be properly withheld are federal and state taxes and Survivor Benefit Plan costs.

If necessary, allotments will be stopped to attain the 15% of disposable income recovery rate. The order in which the allotments will be stopped is: (1) bonds, (2) savings, (3) loans, (4) voluntary dependency, (5) homes loans, and (6) insurance.

Since we are merely the collection agent, any questions you may have regarding your indebtedness should be directed in writing to the address below, or by telephone to 1-800-304-3107 .

DEPARTMENT OF TREASURY
FMS,DMS 401 14TH ST SW
ROOM 240
WASHINGTON DC 20227

Deductions will begin within 45 days, and will continue until the full amount of the debt has been recovered, unless notified by the creditor agency of a change in status. Additionally, you are advised that interest may continue to accrue on the unpaid balance.

Retired and Annuity Pay

NTAXLV