

## SBC-DIC Offset Change Implementation

- In 2020, pay agencies prepared to implement the SBP pay changes. Your responsibility in 2020 is to ensure your pay information is updated at your pay agency (DFAS or the USCG) to help the changes go smoothly.
- In 2021, the first changes to SBP pay will begin. Currently, your SBP is reduced by the amount of DIC dollar for dollar. SBP will be reduced by no more than two-thirds of the amount of DIC rather than by the entire amount of DIC in 2021. This may free up more SBP for payment to some.
- In 2022, SBP will be reduced by no more than one-third of the amount of DIC received.
- In 2023, the SBP-DIC offset will be *eliminated in total*, so that surviving spouses eligible for both programs will receive both SBP and DIC in full, effective Jan. 1 (paid as of Feb. 1).
- The Special Survivor Indemnity Allowance amount will eventually go away as the DIC offset is eliminated.