

EMPLOYEE HANDOUT
CSRS
DECIDING WHETHER TO WAIVE
MILITARY RETIRED PAY

With few exceptions, receipt of military retired pay means that no military service can be credited toward retirement eligibility or used for the computation of annuity unless military retired pay is waived.

Type of Military Retired Pay	Choices	Effect on Annuity
Awarded on account of service-connected disability which was: <ol style="list-style-type: none"> 1. Incurred in combat with an enemy of the United States; or 2. Caused by an instrumentality of war and incurred in the line of duty during a period of war. 		The years of military service will be used in computing the CSRS annuity (subject to CSRS military deposit rules). A waiver of military retired pay is not required.
Awarded under provisions of sections 1331 through 1337 of chapter 67, title 10, U.S. Code which grants retired pay to members of reserve components who meet age and service requirements.		The years of military service will be used in computing the CSRS annuity (subject to CSRS military deposit rules). A waiver of military retired pay is not required.
Other types of military retired pay.	Waiving military retired pay	All creditable military service will be used in computing CSRS annuity (subject to CSRS military deposit rules).
	Not waiving military retired pay	Any military service used to compute military retired pay will not be used to compute the CSRS annuity.

EMPLOYEE HANDOUT
FERS
DECIDING WHETHER TO WAIVE MILITARY
RETIRED PAY

With few exceptions, receipt of military retired pay means that no military service can be credited toward retirement eligibility or used for the computation of annuity unless military retired pay is waived.

Type of Military Retired Pay	Choices	Effect on Annuity
Awarded on account of service-connected disability which was: <ol style="list-style-type: none"> 1. Incurred in combat with an enemy of the United States; or 2. Caused by an instrumentality of war and incurred in the line of duty during a period of war. 		The years of military service will be used in computing the FERS annuity if deposit is paid. A waiver of military retired pay is not required.
Awarded under provisions of sections 1331 through 1337 of chapter 67, title 10, U.S. Code which grants retired pay to members of reserve components who meet age and service requirements.		The years of military service will be used in computing the FERS annuity if deposit is paid. A waiver of military retired pay is not required.
Other types of military retired pay.	Waiving military retired pay	Not waiving military retired pay All creditable military service will be used in computing FERS annuity if deposit is paid.
	Not waiving military pay	Any military service used to compute military retired pay will not be used to compute the FERS annuity.