

E-Mail ALSPO F/10

Subj: ELIMINATION OF THE PAPER PAYROLL SAVINGS BOND PROGRAM FOR MILITARY PERSONNEL

Ref: (a) [Personnel and Pay Procedures Manual, PPCINST M1000.2 \(series\), Sec 8.A](#)
(b) [Servicing Personnel Office, Online Direct Access Users Manual, Part III, Chap 1.](#)

Introduction This E-Mail ALSPO message announces the discontinuation of allotments from military pay for the purchase of paper savings bonds.

Discussion The U.S. Department of the Treasury has announced it will stop issuing paper savings bonds through federal payroll savings plans effective 30 September 2010. This change will reduce the costs associated with the U.S. Savings Bond Program and supports the Treasury's long-term plan to issue all securities electronically.

Electronic Bonds may be Purchased Through *TreasuryDirect* While paper payroll savings bonds will no longer be available by payroll deduction, members will still have the opportunity to invest in savings bonds and other Treasury securities through *TreasuryDirect*. This convenient and secure web-based system allows the user to purchase, manage, and redeem electronic (paperless) savings bonds online.

After a member establishes a *TreasuryDirect* account at www.treasurydirect.gov, they can establish an allotment to fund the account. Procedures for *TreasuryDirect* allotments will be published separately.

Schedule for Bond Allotments Stops PPC will stop bond allotments according to this schedule:

- Stop all tri-annual bond allotments that issue a bond on 30 June 2010, effective 30 June 2010.
- Stop all tri-annual bond allotments that issue a bond on 31 July 2010, effective 31 July 2010.
- Stop all tri-annual bond allotments that issue a bond on 31 August 2010, effective 31 August 2010.

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**Schedule for
Bond
Allotments
Stops**
(continued)

- Stop all bi-monthly bond allotments that issue a bond on 31 August 2010, effective 31 August 2010.
- Stop all other tri-annual, bi-monthly, and monthly bonds effective 30 September 2010.

Termination of tri-annual and bi-monthly bond allotments before 30 September 2010 is necessary when the member will not have enough time to complete the purchase of another bond before the end date of 30 September 2010.

**Elimination of
Bond
Allotments in
Direct Access**

Tri-annual bond allotment starts can no longer be input in Direct Access (DA). Bi-monthly bond allotment starts cannot be input in DA if the start date is September 2010 or later. No bond allotment starts can be input in DA if the start date is October 2010 or later.

Forms

Form CG-2060, Bond Worksheet, is hereby canceled.

**Directives
Affected**

The contents of this E-Mail ALSPO message will be incorporated into the applicable sections of references (a) and (b). This E-Mail ALSPO message provides interim guidance, which shall expire one year from the date of issuance, unless it is incorporated into an appropriate PPC publication, reissued, or cancelled.

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Questions

Questions regarding the content of this e-mail ALSPO message may be directed to PPC Customer Care at:



(866) 772-8724/(785) 339-2200



<http://www.uscg.mil/ppc/ccb/> (Online Trouble Ticket/Inquiry Form)



PPC-DG-CustomerCare@uscg.mil (E-Mail)

Additional information on the Treasury savings bond change is available on-line at:

http://www.treasurydirect.gov/news/news_elimination_paperpayrollqa.htm

Released by

Internet release authorized.

/s/

J. D. PHILLIPS, CAPT, USCG
Commanding Officer