Saved Pay

The purpose of Saved Pay is to ensure that a member is not unduly penalized with a reduction in pay for accepting an appointment as either a chief warrant officer or as an officer. <u>(*Ref: Coast Guard Pay Manual, COMDTINST M7220.29C (series), Chap 2 Sec H.).*</u>

PPC will determine whether the pay and allowances of the grade to which appointed equals or exceeds the pay and allowances of the former grade. In cases where the pay and allowances for the former grade exceed the pay and allowances of the new grade, the member is placed into a saved pay status. *When the member is transferred to or from sea or overseas duty, completes an additional period of service, is affected by a statutory pay increase or other change which affects pay and allowances (*)*, pay will be recomputed and, if required, saved pay changes to the pay for the member's current grade.

(*) When ANY change takes place affecting a Saved Pay member's pay and allowances, the SPO/Admin will notify PPC via trouble ticket, and PPC MAS will re-compute member's pay. This is very important for PCS transfers and promotions or demotions for members in a saved pay status.