From: Chief of Naval Operations (N13)
To: Assistant Commander, Navy Personnel Command for Career Management (PERS-4)

Subj: POLICY DECISION MEMORANDUM (PDM) 001-17: SEA DUTY INCENTIVE PAY PROGRAM

Ref: (a) NAVADMIN 070/07
(b) PDUSD(P&R) memo of 6 Dec 06 (NOTAL)
(c) ASN(M&R) memo of 19 Feb 16 (NOTAL)
(d) 37 U.S.C. 307a
(e) DOD Instruction 1315.18 of 28 Oct 15
(f) MILPERSMAN Articles 1300 and 1306
(g) DODFMR, Vol. 7A
(h) CNO (N13) PDM 008-13 of 26 APR 13

Encl: (1) Sea Duty Incentive Pay Contract Guidance

1. Purpose. To elaborate upon reference (a) and to provide comprehensive policy and guidance for the management, administration, and execution of the Sea Duty Incentive Pay (SDIP) pilot program in accordance with references (a) through (g). This policy is effective as of the date issued and will remain in effect until superseded or modified by a subsequent policy memorandum, instruction, or message.

2. Cancellation. Reference (h).

3. Background. Sea duty is often viewed as particularly arduous for certain ratings, pay grades, and skills. This creates difficulty in manning within the Navy’s sea-centric framework. While Career Sea Pay and Career Sea Pay Premium incentivize Sailors to go to sea, stay at sea, and return to sea, some enlisted ratings, pay grades, and skills continuously remain undermanned at sea. In an effort to improve sea duty manning, the Navy has established SDIP (using existing Assignment Incentive Pay (AIP) statutory authority, reference (d)) to help harness the talent, energy, and motivation of the all-volunteer force. This incentive is designed to immediately aid those enlisted ratings, pay grades, and skills with at-sea manning challenges, while broader policies are put in place for long-term sustained manning.

4. Responsibilities.

   a. In accordance with references (b) and (c), Director, Military Personnel Plans and Policy Division (OPNAV N13), under the direction of the Deputy Chief of Naval Operations (Manpower, Personnel, Training and Education) (N1), has been delegated the authority to manage SDIP.
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b. The Head of the Military Pay and Compensation Policy Branch (OPNAV N130) is responsible for ensuring SDIP program implementation is conducted in accordance with references (a) through (b) and in compliance with existing Department of Defense and other governing directives. N130 will make determinations on matters pertaining to SDIP policy and forward emergent needs for interim changes to N13 for review/approval. N130 will also track the metrics that will be used to assess the effectiveness of the SDIP program.

c. The Director, Enlisted Distribution Division (PERS-40), under the direction of Commander, Navy Personnel Command (CNPC), is responsible for the overall administration and execution of SDIP in accordance with references (a) through (g), this Policy Decision Memorandum (PDM), and any subsequent or adjunct policy guidance provided by N13. PERS-40 is delegated authority to approve or disapprove SDIP requests. In carrying out these responsibilities, PERS-40 shall ensure that the amount of SDIP authorized for payment to an SDIP approved Sailor does not exceed the statutory limit.

d. A SDIP-receiving Sailor’s current command shall notify NPC (PERS-40DD), in writing, in the event that the Sailor becomes ineligible for SDIP for any reason (i.e., reduction in rate, commissioning, Navy Enlisted Classification (NEC) removal, school drop, transfer to a non-SDIP eligible command, etc.).

e. Command Career Counselors (CCC) shall advise individual members regarding program benefits, eligibility requirements, and application procedures. The CCC shall also counsel members on the possible interaction between the SDIP and Selective Reenlistment Bonus (SRB) programs using the most current SRB NAVADMIN.

f. The Distribution Incentives Board (DIB), with members from OPNAV (N130), NPC Enlisted Distribution (PERS-40), Enlisted Community Managers (ECM) (BUPERS-32), Manning Control Authority BUPERS (MCAB) (PERS-453), U.S. Fleet Forces Command (USFF) and Commander U. S. Pacific Fleet (COMPACFLT), will meet quarterly. The DIB will discuss and provide guidance relative to SDIP policy, practices, procedures, monitor the program, make recommendations regarding maximum monthly rates to include possible additions/removals and modifications of rating, pay grades, and NECs to N13 for approval. Each member retains one vote on issues properly brought before the DIB for consideration. Member responsibilities:

(1) OPNAV (N130):

(a) Budget and Policy Manager

(b) Chairman of DIB

(c) Recommend changes to current eligibility based on manning trends and take rates based on data provided by USFF and PERS-40 and

(d) Adjudicate requests for early termination of SDIP contracts.
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(2) NPC (PERS-40):

(a) Execution Policy Manager

(b) Update the Billet Based Distribution (BBD) System and maintain the NPC SDIP Website with current references and SDIP Eligibility Chart

(c) Provide to N130 a monthly report of all SDIP requests, approvals, and disapprovals and

(d) Review and submit all recommended SDIP proposals to the DIB for consideration.

(3) ECM (BUPERS-32), MCAB (PERS-45), and COMPACFLT (N1) shall review and submit all recommended SDIP proposals to the DIB for consideration.

(4) USFF (N1):

(a) Review and submit all recommended SDIP proposals to the DIB for consideration

(b) Provide N130 with quarterly, aggregate at-sea manning data for all currently eligible ratings/skills.

5. **Policy.** SDIP is governed by the AIP authority contained in reference (d), but is a separate program. Under SDIP, all existing pay, personnel, assignment, and distribution policies remain applicable except where otherwise stated in this PDM, the SDIP implementing NAVADMIN, and/or subsequent N13 guidance.

   a. Designated ratings, pay grades, and skills will be eligible to extend beyond their prescribed sea tour (PST) or projected rotation date (PRD) (whichever occurs later) under one of the following guidelines:

   (1) **SDIP-Back-To-Back (SDIP-B).** Qualified Sailors voluntarily continue sea duty service beyond their PST by a minimum of 12 months and a maximum of 48 months, based upon DoD area or minimum activity tour length. Eligible Sailors must be assigned to Type 2/4 Commands designated as sea duty for rotational purposes. Upon approval for SDIP-B request, the Sailor will be assigned in accordance with Enlisted Distribution Policy (EDP) by requisition priority to a valid SDIP billet onboard a ship, submarine or at an aviation squadron designated as Type 2/4 sea duty for rotational purposes.

   (2) **SDIP-Curtailment (SDIP-C).** Qualified Sailors who voluntarily curtail shore duty assignments a minimum of six months prior to their original PRD to return to sea duty assignments on a ship, submarine, or aviation squadron. Minimum activity tour lengths apply. However, approved Sailors will receive the incentive pay based only on the number of months their shore duty was curtailed. Only in rare, case-by-case determination, will Sailors be eligible for SDIP-C before first meeting the minimum activity tour length requirements established by
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reference (1). Upon approval for SDIP-C, the Sailor will be assigned in accordance with Enlisted Distribution Policy by requisition priority to a valid SDIP billet onboard a ship, submarine or at an aviation squadron designated as Type 2/4 sea duty for rotational purposes.

(3) SDIP-Extension (SDIP-E). Qualified Sailors voluntarily extend on board their current command when assigned to ships, submarines, or aviation squadrons designated as sea duty for rotational purposes, by a minimum of 12 months and a maximum of 48 months beyond their PST.

b. Following receipt of approval message by the command, that member's current command is responsible for preparing and having the member sign and date a NAVPERS 1070/613 (Page 13), as instructed in the approval message, retaining a copy in the member’s service record, and forwarding a scanned copy to NPC (PERS-40DD) via email to MILL_SDIP@navy.mil, or fax to (901) 874-2647 or DSN 882-2647, not to the rating detailer. Payment will not be processed if PERS-40DD does not receive the Page 13. Entering the SDIP Page 13 into NSIPS does not satisfy the requirement of providing a scanned copy to NPC.

c. Shore duty commands with members who are approved to curtail their shore duty pursuant to the SDIP-C policy should not expect a replacement until the member’s original PRD (or nine months from the member’s detachment month, whichever occurs first). Timing of a relief is contingent upon members applying for SDIP-C at least 12 months in advance of their original PRD. Commanding Officers should ensure their recommendation for approval or disapproval of a SDIP-C request includes their concerns in making such a recommendation. The need for a contact relief will not be considered as a condition for SDIP-C approval or disapproval by PERS-40DD.

d. Non-commissioned and non-activated ships will only be eligible for SDIP assignments if the Sailor will be considered to be serving on sea duty for rotational purposes. For example, if Engineering Department Master Chief (EDMC) is an eligible skill, then an EDMC onboard a pre-commissioning submarine would be eligible.

e. Sailors with a SDIP contract will not be assigned in excess of Billets Authorized (BA). Where justification exists, such as operational commitments, deployments, lack of rollers, etc., Pay Band exceptions may be requested from the MCA by the Rating Detailer provided the Pay Band paygrade appears on the eligibility chart. Requests will be forwarded to PERS-40 for final decision with the MCA input.

(1) The billet filled must match the rating, pay grade, and skill of that being requested. Pay Band exceptions may be requested from the MCA with appropriate justification.

(2) If all BA for an SDIP-B or SDIP-E skill at a command become unfunded while a Sailor is serving an SDIP contract for that skill, the Sailor will no longer be considered in an SDIP eligible billet. The Sailor will either be transferred to an SDIP eligible billet at a new command or given the opportunity to terminate their contract and/or pay back the unearned portion of their SDIP, as outlined in this PDM.
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f. SDIP payment levels will be established by OPNAV (N13). In cases where Sailor response to SDIP is above or below desired goals for any SDIP designated rating, pay grade, or skill, OPNAV (N130) and/or the DIB will recommend adjustments to SDIP payment levels to obtain the desired response or removal.

g. Changes to SDIP monthly rates approved by N13 will be forwarded to NPC (PERS-40) by OPNAV (N130). NPC (PERS-40) will input the changes into BBD and post the new monthly rates to the SDIP Eligibility Chart on the NPC website at http://www.public.navy.mil/bupers-npc/career/payandbenefits/pages/sdip.aspx.

h. Any deviation from SDIP policy guidance must be approved by OPNAV (N13).

6. Eligibility. SDIP is a voluntary program and is determined by the needs of specific ratings, pay grades, and skills to address at-sea manning challenges. Eligibility will be determined according to the below-listed criteria.

a. SDIP is limited to Active Component and Full Time Support (FTS) personnel, as allowed by references (d) and (e), serving in specified enlisted communities that are under-manned at sea. Reserve Component members (excluding FTS) are ineligible for SDIP.

b. To be eligible for SDIP, a Sailor must:

   (1) Be serving in or selected for advancement (including members who are frocked) to one of the eligible ratings and pay grades designated by N13. Subsequent changes in eligible ratings, pay grades, and skills or monthly SDIP rates will be posted at the NPC website at http://www.public.navy.mil/BUPERS-NPC/CAREER/PAYANDBENEFITS/Pages/sdip.aspx.

      (a) Sailors requesting SDIP, where an NEC is required, must currently hold the NEC in inventory or obtain the qualifying NEC enroute or prior to detaching their current permanent duty station.

      (b) Any questions regarding eligibility while receiving NECs enroute should be directed to PERS-40.

   (2) Be eligible according to the following NEC requirements:

      (a) A Sailor distributed to a “closed loop” NEC requirement is only eligible for SDIP if the NBC community is eligible.

      (b) A Sailor distributed to a transitory NEC is not eligible for SDIP-B or SDIP-E for their rating.

      (c) A Sailor on shore duty who has been distributed to a transitory NEC may apply for SDIP-C if their rating/skill and pay grade are included on the SDIP eligibility list.
(d) The terms "closed loop NEC", "distribution NEC", and "transitory NEC", have the same meaning as they are given in Article 1306-100 of reference (f).

(3) Be eligible for operational duty in accordance with Articles 1300-304 and 1300-800 of reference (f), and meet all other personnel, assignment, and distribution policy requirements not modified by SDIP Program policy.

(4) Not reach a High Year Tenure limit prior to or during the SDIP contracted assignment.

(5) Meet any additional eligibility criteria as prescribed by OPNAV (N13).

c. The Sailor must be approved for SDIP, via Navy Message, prior to being selected for and posted for follow-on PCS transfer orders. Once selected and posted to a billet, the Sailor is no longer eligible for SDIP.

d. If additional obligated service is necessary in order to fulfill the SDIP contract, obligated service shall be incurred prior to payment of SDIP in the case of SDIP-E, and prior to detachment from the current duty command in the case of SDIP-B and SDIP-C.

e. There are three SDIP options for which a Sailor may be eligible:

(1) SDIP-B. The Sailor must be currently serving in a permanent duty assignment (ACC 100) on a sea duty command for purposes of rotation (Type 2 or 4) in accordance with Article 1306-102 of reference (f). Their rating, pay grade, or skill must be listed on the current SDIP Eligibility Chart, have completed their Prescribed Sea Tour (PST) based on their current PRD or be within 1 year of completion of their PST at time of request and currently hold the NEC for a SDIP eligible rating and pay grade, or have requested the applicable school en route. Approved members will be assigned to eligible Type 2/4 sea duty billets on a ship, submarine, or at an aviation squadron designated as sea duty for purposes of rotation.

(2) SDIP-C. The Sailor must be serving in a permanent shore duty assignment that is designated as shore duty for purposes of rotation (in accordance with Article 1306-102 of reference (f)). Their rating and pay grade must be listed on the current SDIP Eligibility Chart. Approved members will be assigned to eligible Type 2/4 sea duty billets on a ship, submarine, or at an aviation squadron designated as sea duty for purposes of rotation.

(a) Sailors may not receive compensation for both AIP and SDIP for the same month.

(b) Sailors serving back-to-back shore tours or on existing extensions of shore duty are not eligible for SDIP-C.

(3) SDIP-E. The Sailor must be serving in a permanent duty assignment on a ship, submarine, or aviation squadron designated as sea duty for purposes of rotation (in accordance
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with Article 1306-102 of reference (f). They may not receive SDIP for any months prior to completing their PST or their current PRD, whichever occurs later. Their rating and pay grade must be listed on the current SDIP Eligibility Chart.

(a) A Sailor is ineligible for SDIP-E if the Sailor would be considered to be assigned in excess of BA for the member's rate, paygrade or NEC for which the Sailor is currently filling or serving.

(b) Commands should contact the appropriate rating detailer for questions concerning a member's status as compared to BA.

f. If, after a Sailor has been approved for SDIP and has executed the SDIP contracted orders, the Sailor is selected for advancement to a pay grade that is not listed as eligible for SDIP, the SDIP contract will remain in effect.

(1) If the Sailor submits a NAVPERS 1306/7 requesting early termination from their SDIP Agreement and it is subsequently approved by N130, the Sailor is no longer eligible for SDIP and recoupment action may be taken as authorized under other provisions of this policy.

(2) If selection for advancement to an SDIP ineligible pay grade, including selection for CPO, LDO, or CWO occurs prior to approval of an SDIP request or execution of SDIP orders, NPC (PERS-40) will disapprove/cancel the request/approval. If selection occurs after approval of the SDIP request, the Sailor or command must notify NPC (PERS-40DD) and Rating Detailer immediately upon selection.

g. If, prior to the completion of an SDIP assignment, a unit undergoes decommissioning, a home port change, or some other circumstance, resulting in the Sailor no longer being considered as on sea duty for rotational purposes, or if all BA for a skill for which a Sailor is receiving SDIP are unfunded, resulting in zero BA, the affected Sailor will be reassigned to an eligible command for the duration of their SDIP contract.

(1) Sailors with an SDIP-E contract may elect to be transferred to shore duty rather than accepting an assignment to a new sea duty command. A Request for Early Termination must be submitted to N130 and recoupment of unearned portions of the SDIP payment will be required.

(2) Sailors with an SDIP-B or SDIP-C contract may submit an Early Termination Request to N130, via their chain of command, for transfer to shore duty and recoupment of unearned portions of the SDIP payment. These requests will be decided on a case-by-case basis according to paragraph 12.

h. A Sailor may not receive AIP and SDIP at the same time. However, they may receive other incentives for which they are eligible (e.g., SRB, $2,000 Overseas Tour Extension Incentive Program (OTEIP) payment, etc.).
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i. A Sailor who has submitted a request for transfer to the Fleet Reserve, but has not yet been transferred, may apply for SDIP and will receive consideration on a case-by-case basis. Requests to cancel Fleet Reserve authorizations will be processed in accordance with existing policy.

7. Application Process. SDIP requests will originate at the Sailor’s current command, prior to being selected or posted to a billet for follow-on orders or a separate extension becoming effective. Requests consist of a completed application (NAVPERS 1306/7) with command endorsement. In applying for SDIP, a Sailor must:

a. Specifically indicate: Which option is being requested (i.e., SDIP-B, SDIP-C, or SDIP-E), the number of months desired, the requested detachment month, as applicable, and reference the NAVADMIN 070/07 and this PDM.

b. Submit the SDIP application to the rating detailer within following timelines:

(1) SDIP-B requests must be received by the detailer 11 to 13 months prior to PST completion date/PRD, whichever occurs later.

(2) SDIP-C requests must be received by the detailer 3 to 6 months prior to desired detachment date.

(3) SDIP-E requests must be received by the detailer 11 to 13 months prior to PST completion date/PRD, whichever occurs later.

c. Detailers will submit to PERS-40 all SDIP requests, regardless of their recommendation or the circumstances of the request.

8. Approval Process. Except where otherwise modified by SDIP Program policy, detailers will use existing personnel, assignment, and distribution policies when reviewing SDIP applications. SDIP approval will occur as follows:

a. Detailers will determine whether a request meets all SDIP program requirements and can be executed, make a recommendation, and submit all SDIP requests to NPC (PERS-40DD), via BBD, for a final decision.

b. NPC (PERS-40DD) will make final approval decisions on all SDIP requests.

(1) In making an approval decision, NPC (PERS-40DD) will consider waivers of existing time on station requirements in accordance with references (e) and (f).

(2) Upon NPC (PERS-40DD) SDIP decision, approval/disapproval notifications will be sent to Sailors via Naval message (see Enclosure 1).
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(a) Approvals will direct the Sailors to complete a Page 13, which will act as the SDIP contract.

(b) Disapprovals will include a reason why the request was not approved.

c. Once the approval message is received, the Sailor’s current command will create a Page 13 agreement for the Sailor, as outlined in the approval message.

(1) Page 13 agreements shall be signed and dated by the Sailor within 30 days of receiving an SDIP approval message.

(2) Commands, via local Personnel Support Detachments, will ensure the signed original Page 13 is uploaded into the member’s Electronic Service Record.

(3) Commands will submit a copy of the Page 13 to NPC (PERS-40DD). SDIP payment transactions cannot be created and tax-free status cannot be determined without the SDIP Page 13.

(4) Commands must notify NPC (PERS-40DD) if the member becomes ineligible for any reason (i.e., failure to obligate for SDIP, reduction in rate, NEC removal, LIMDU Assignment, etc.).

d. Detailers will issue orders in accordance with EDP by requisition priority to a valid SDIP billet on board an SDIP eligible command, as outlined in Section 5.a.1-3.

(1) If a Sailor approved for SDIP refuses the SDIP orders offered, the member’s eligibility for SDIP is terminated, and they will not be eligible to reapply until the completion of their next PST.

(2) If the member’s orders for the SDIP assignment are cancelled for reasons beyond the Sailor’s control, the Sailor may renegotiate for new SDIP orders.

9. Payment. SDIP payments will be calculated and made in a lump-sum according to the following guidelines:

a. SDIP payment transactions will be forwarded to Defense Finance Accounting Service (DFAS) for payment on the first-of-the-month and mid-month. Payments should be reflected in the Sailor’s Financial Institution within five to seven working days thereafter.

(1) Payment transactions will not be forwarded to DFAS until PERS-40DD has a copy of the signed Page 13 contract and the Sailor has reported to the SDIP command (SDIP-B and SDIP-C) or started the SDIP-E extension.
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(2) If the SDIP Page 13 is not received prior to the original SDIP Payment/Effective Date, the payment will be rescheduled for payment within two pay periods after receipt of the SDIP Page 13 by NPC.

(3) SDIP payments do not follow normal payday dates and will not appear on a Sailor's Leave and Earnings Statement (LES) until after payment has been made.

b. Payment should be reflected in the Sailor's Financial Institution within two pay periods of execution of the SDIP contract or receipt of the SDIP Page 13 by NPC.

c. SDIP will not be paid for periods of terminal or separation leave.

d. SDIP is a taxable pay. However, if the member is not subject to withholding of federal and state income tax in accordance with Chapter 44 of reference (g) during any part of the month in which the member signed the SDIP Page 13 agreement, the SDIP lump-sum payment may be considered non-taxable. Sailors who are erroneously taxed should have their local Pay Office contact DFAS and provide the required documentation to prove their tax-free assertion. DFAS will make the required adjustments and credit the Sailor's account. DFAS, Cleveland is responsible for making all Tax-Free Determinations and resolving issues associated therewith.

e. SDIP may be contributed to the Thrift Savings Plan.

10. Recoupment and Repayment. Recoupment of unearned portions of the SDIP lump-sum payment will be conducted as stated in sections 307a and 303a of the title 37, U.S. Code, and as follows:

a. Sailors who fail to complete the full period of additional sea duty service as required by their SDIP agreement will be required to repay the percentage of the SDIP lump-sum payment representing the unexecuted portion of their required service. Situations requiring recoupment include, but are not limited to:

(1) The billet for which a Sailor is receiving SDIP-B or SDIP-E becomes unfunded, resulting in zero BA for the skill. The affected Sailor has the option to complete the remainder of the SDIP contract at a different, eligible command in order to avoid recoupment.

(2) The billet for which a Sailor is receiving SDIP-B or SDIP-E is no longer considered sea duty for rotational purposes. The affected Sailor has the option to complete the remainder of the SDIP contract at a different, eligible command in order to avoid recoupment.

(3) The Sailor is participating in a program, such as SkillBridge, in which they no longer serve in the designated billet for which they were granted SDIP.

(4) Disability resulting from misconduct, willful neglect, or incurred during a period of unauthorized absence.
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(5) Removal from the SDIP assignment for cause, including medical conditions, and misconduct.

(6) Separation for cause, including misconduct.

(7) Separation by reason of weight control and/or physical readiness test failure.

b. CNO (N130) is the approval authority for all recoupment determinations.

(1) Recoupment will be initiated in the event a Sailor is disqualified for an approved SDIP period by virtue of removal of the qualifying NEC or reduction in rate. Command is responsible for notifying PERS-40DD.

(2) If recoupment action is approved, NPC (PERS-40DD) will notify and authorize DFAS to take the appropriate action to process the recoupment.

c. Recoupment will usually not be pursued, in accordance with applicable recoupment policies, if a Sailor becomes ineligible for SDIP for any of the following reasons:

(1) Incurs an injury or illness resulting in a disability discharge, not the result of misconduct or willful neglect, and not during a period of unauthorized absence.

(2) Receives a sole-survivor discharge.

(3) Death (see subparagraph d. below).

(4) Where the Secretary of the Navy determines repayment would be against equity and good conscience, or contrary to the best interests of the United States.

d. If a Sailor dies after executing the SDIP contracted orders, but prior to receiving the SDIP payment, or after receiving the SDIP payment, but before the Sailor completes the sea duty assignment/extension for which SDIP is payable (and death is not caused by the member's misconduct), the unpaid/uncollected balance of the SDIP shall be payable in the settlement of the deceased member’s final military pay account (unpaid SDIP shall be payable in lump-sum). If death is determined to be voluntary or the result of the member’s own misconduct, termination of any future payment and proration or recoupment of the SDIP, as applicable, will be made in accordance with current recoupment policies.

11. Cancellation of an approved SDIP. A Sailor may request that a previously approved SDIP be cancelled as follows:

a. Submit a written request to cancel the previously approved SDIP via NAVPERS 1306/7 or naval message. If either method is unavailable, an email request is acceptable.

b. Must be submitted a minimum of 30 days prior to the start of the SDIP contract.
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12. Early Termination Requests. Requests for voluntary release from the written agreement (Early Termination Requests) are to be submitted via NAVPERS 1306/7 to NPC (PERS-40DD).

   a. All early termination requests must include the following:

      (1) A specific reason for submission of the request. Specific medical, financial or personal information as well as any PII are not to be included.

      (2) Command endorsement.

      (3) A signed and dated NAVPERS 1070/613 (Page 13) stating that the Sailor agrees to repay the unearned portions of SDIP payment and to not pursue a waiver of the subsequent debt incurred.

   b. Approval may be granted for reasons including exceptional, unforeseeable circumstances that are beyond the control of the Sailor, demonstrating that such release would clearly be in the best interests of both the Navy and the Sailor, as determined by OPNAV N130.

13. Evaluating Program Effectiveness. The SDIP program will continuously target specific ratings/skills and pay grades necessary to address emergent sea duty challenges. Navy shall provide a complete analysis with a recommendation for SDIP continuation/termination, which includes number of members volunteering for extension or curtailment of assignment, eligible ratings, dollar amounts offered, length of sea duty extensions, and any other specific program parameters deemed appropriate to quantify and qualify the SDIP program. This update shall be provided annually, in accordance with the annual recertification memo (reference (c)).

Copy to:
OPNAV (N10, N12, N154E, N130)
CNPC (PERS-3, PERS-40, PERS-453, BUPERS-32)
COMUSFLTFORCOM (N1)
COMPACFLT (N1)
Sea Duty Incentive Pay Contract Guidance

Once the Sailor is approved for Sea Duty Incentive Pay (SDIP), the Sailor must complete a SDIP contract (NAVPERS 1070/613, Page 13). The Page 13 must be dated on or after the date of the approval message. Contract wording must contain the wording directed in the approval message and is provided below.

**Sea Duty Incentive Pay - Back-To-Back**

(DATE SIGNED): "AS AUTHORIZED BY BUPERS MILLINGTON TN (INSERT MSG DTG), I VOLUNTEER TO EXTEND AT-SEA, BEYOND BY PRESCRIBED SEA TOUR (PST), WITH SEA DUTY INCENTIVE PAY (SDIP), FOR A BACK-TO-BACK SEA DUTY ASSIGNMENT FOR (INSERT NUMBER OF MONTHS) MONTHS. I AGREE TO ACCEPT SDIP AT THE RATE OF (INSERT MONTHLY DOLLAR AMOUNT) DOLLARS PER MONTH EQUALING A LUMP-SUM PAYMENT OF (INSERT LUMP-SUM PAYMENT AMOUNT) DOLLARS. I UNDERSTAND THAT THE TOTAL AMOUNT OF SDIP DUE FOR THE PERIOD OF THE AGREED BACK-TO-BACK SEA DUTY EXTENSION WILL BE PAID TO ME IN A LUMP-SUM PAYMENT, NORMALLY WITHIN TWO PAY PERIODS OF BEING PROPERLY REPORTED ON BOARD THE SDIP COMMAND. THE NAVY WILL CONSIDER RECOUPMENT OF ANY PORTION OF THE SDIP LUMP-SUM PAYMENT PAID TO ME THAT I DO NOT SUBSEQUENTLY EARN BY SERVING THE FULL PERIOD OF THE BACK-TO-BACK SEA DUTY EXTENSION, TO INCLUDE, BUT NOT LIMITED TO, PERMANENT TRANSFER FROM THE SEA DUTY ASSIGNMENT, PERIOD OF TERMINAL LEAVE, OR IN THE EVENT THAT I AM AWOL OR IN A CONFINEMENT STATUS PRIOR TO COMPLETION OF THE AGREED UPON BACK-TO-BACK SEA DUTY EXTENSION."

**Sea Duty Incentive Pay - Curtailment**

(DATE SIGNED): "AS AUTHORIZED BY BUPERS MILLINGTON TN (INSERT MSG DTG), I VOLUNTEER TO CURTAIL MY SHORE DUTY ASSIGNMENT ON BOARD (INSERT CURRENT COMMAND), UIC (CURRENT COMMAND UIC) BY (INSERT NUMBER OF MONTHS CURTAILED) MONTHS PRIOR TO MY CURRENT PROJECTED ROTATION DATE (PRD). I FURTHER UNDERSTAND THAT, I MUST SERVE A MINIMUM OF 12 TO 48 MONTHS IN THE SEA DUTY ASSIGNMENT TO WHICH I AM ORDERED TO REMAIN ELIGIBLE FOR SEA DUTY INCENTIVE PAY (SDIP) AT THE RATE OF (INSERT MONTHLY DOLLAR AMOUNT) DOLLARS PER MONTH, EQUALING A LUMP-SUM PAYMENT OF (INSERT LUMP-SUM PAYMENT AMOUNT) DOLLARS. THE TOTAL AMOUNT OF SDIP DUE FOR THE PERIOD OF THE AGREED CURTAILMENT WILL BE PAID TO ME IN A LUMP-SUM, NORMALLY WITHIN TWO PAY PERIODS OF HAVING BEEN PROPERLY REPORTED ON BOARD THE SDIP COMMAND TO WHICH I AM ORDERED. THE NAVY WILL CONSIDER RECOUPMENT OF ANY PORTION OF THE SDIP LUMP-SUM PAYMENT PAID TO ME THAT I DO NOT SUBSEQUENTLY EARN BY SERVING THE AGREED UPON ASSIGNMENT TOUR LENGTH OF 12 TO 48 MONTHS, ON SEA DUTY, TO INCLUDE, BUT NOT LIMITED TO, PERMANENT TRANSFER FROM THE SEA DUTY ASSIGNMENT, PERIOD OF TERMINAL LEAVE, OR IN THE EVENT THAT I AM AWOL OR IN A CONFINEMENT STATUS PRIOR TO COMPLETION OF THE AGREED UPON SEA DUTY ASSIGNMENT."
Sea Duty Incentive Pay - Extension

(DATE SIGNED): "AS AUTHORIZED BY BUPERS MILLINGTON TN (INSERT MSG DTG), I VOLUNTEER TO EXTEND AT-SEA ON BOARD (INSERT CURRENT COMMAND), UIC (CURRENT COMMAND UIC) FOR (INSERT NUMBER OF MONTHS EXTENDING) MONTHS BEYOND MY PRESCRIBED SEA TOUR (PST) OR CURRENT PROJECTED ROTATION DATE (PRD), WITH SEA DUTY INCENTIVE PAY (SDIP). I AGREE TO ACCEPT SDIP AT THE RATE OF (INSERT MONTHLY DOLLAR AMOUNT) DOLLARS PER MONTH FOR EACH FULL MONTH I SERVE IN THIS ASSIGNMENT UNDER THIS AGREEMENT EQUALING A LUMP-SUM PAYMENT OF (INSERT LUMP-SUM PAYMENT AMOUNT) DOLLARS. I UNDERSTAND THAT THE TOTAL AMOUNT OF SDIP DUE FOR THE PERIOD OF THE AGreed EXTENSION WILL BE PAID TO ME IN A LUMP-SUM, NORMALLY WITHIN TWO PAY PERIODS OF COMMENCING THE SDIP EXTENSION PERIOD. THE NAVY WILL CONSIDER RECOUPMENT OF ANY PORTION OF THE SDIP LUMP-SUM PAYMENT PAID TO ME THAT I DO NOT SUBSEQUENTLY EARN BY SERVING THE FULL PERIOD OF THE EXTENSION, TO INCLUDE, BUT NOT LIMITED TO, PERMANENT TRANSFER FROM THE SEA DUTY ASSIGNMENT, PERIOD OF TERMINAL LEAVE, OR IN THE EVENT THAT I AM AWOL OR IN A CONFINEMENT STATUS PRIOR TO COMPLETION OF THE AGREED EXTENSION."