

# How to Start, Stop or Change State Income Tax Withholding from Your Military Retired Pay

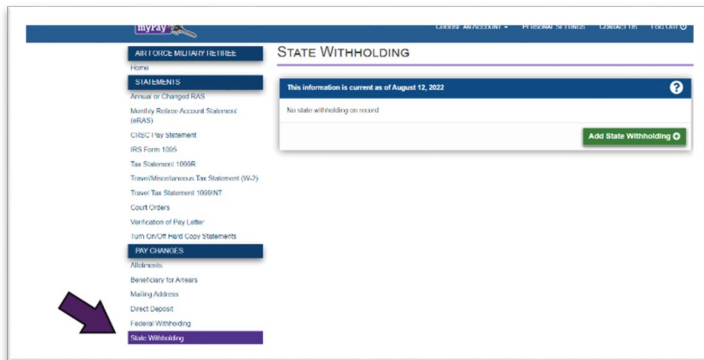
Military retirees can start, stop or change state income tax withholding (SITW) by using myPay, by filling out and sending a DD Form 2866 Retiree Change of Address/State Tax Withholding Request, or by sending a written request that includes all of the necessary information.

DFAS can only withhold income tax for one state at a time and the designated state must have signed the standard written State Income Tax Withholding agreement with the Department of Defense (DoD). Please see the table on the following page for the status of specific states/territories.

Because tax obligations vary from state to state, contact your state's department of revenue regarding taxability of your military retired pay.

## Use myPay to Start, Stop or Change SITW

The easiest and most secure option to start, stop or change your state income tax withholding (SITW) is to use myPay.



Once you are logged in to your Military Retiree account, go to the far left column and click on "State Withholding." Click on the green tab to add or change state withholding and enter an amount of at least \$11. Click the "Continue" button, review the amount and then click the "Submit" button.

## Use the DD Form 2866 or Send a Written Request to Start, Stop or Change SITW

Whether using the [DD 2866](#) form or a written request, the request must indicate a whole-dollar amount greater than \$10 and the state for which to withhold this amount. For example, "I would like to have \$11 withheld for Georgia State Income Tax Withholding." If you send a written request that is not on the form, please include your full name, daytime phone number, social security number and signature on all written correspondence. DFAS cannot process requests that do not include this information.

Mail or fax your request to:

Defense Finance and Accounting Service  
U.S. Military Retirement Pay  
8899 E 56th Street  
Indianapolis, IN 46249-1200

Fax to: 1-800-469-6559

## DFAS Can Withhold State Taxes for States Marked "Yes" Below

Please check the [DFAS Retired Military SITW webpage](#) for the most current information.

The table below specifies whether DFAS can or cannot withhold taxes for each state or territory listed:

<b>State</b>	<b>Y-N</b>	<b>State</b>	<b>Y-N</b>
Alabama (AL)	Yes	Montana (MT)	Yes
Alaska (AK)	No	Nebraska (NE)	Yes
Arizona (AZ)	Yes	Nevada (NV)	No
Arkansas (AR)	Yes	New Hampshire (NH)	No
California (CA)	Yes	New Jersey (NJ)	Yes
Colorado (CO)	Yes	New Mexico (NM)	Yes
Connecticut (CT)	Yes	New York (NY)	Yes
Delaware (DE)	Yes	North Carolina (NC)	Yes
District of Columbia (DC)	Yes	North Dakota (ND)	Yes
Florida (FL)	No	Ohio (OH)	Yes
Georgia (GA)	Yes	Oklahoma (OK)	Yes
Guam (GU) - U.S. Territory	No	Oregon (OR)	Yes
Hawaii (HI)	No	Pennsylvania (PA)	No
Idaho (ID)	Yes	Puerto Rico (PR) - U.S. Territory	No
Illinois (IL)	No	Rhode Island (RI)	Yes
Indiana (IN)	Yes	South Carolina (SC)	Yes
Iowa (IA)	Yes	South Dakota (SD)	No
Kansas (KS)	Yes	Tennessee (TN)	No
Kentucky (KY)	No	Texas (TX)	No
Louisiana (LA)	Yes	Utah (UT)	Yes
Maine (ME)	Yes	Vermont (VT)	Yes
Maryland (MD)	Yes	Virgin Island (VI) - U.S. Territory	No
Massachusetts (MA)	Yes	Virginia (VA)	Yes
Michigan (MI)	No	Washington (WA)	No
Minnesota (MN)	Yes	Wisconsin (WI)	Yes
Mississippi (MS)	No	West Virginia (WV)	Yes
Missouri (MO)	Yes	Wyoming (WY)	No