

G Budgeting Out-of-State Military Income

[REVISION 26](#)
(10/01/13 – 12/31/13)

[For MA after 2013](#)
[See the EPM](#)

Military pay includes, but is not limited, to the following:

- Base pay
- Basic allowance for quarters (BAQ)
- Basic allowance for housing (BAH)
- Basic allowance for subsistence (BAS)
- Family separation allowance
- Hostile fire

Income received while serving in the military is budgeted as follows:

- Stationed outside Arizona:
The income of the military member when stationed outside of Arizona is NOT countable.

MA EXCEPTION

~~Income received for serving in the military while stationed OUTSIDE of Arizona is COUNTABLE as earned income. Key the GROSS income on EAIC using the MS Income Code next to the participant who is serving in the military outside of Arizona.~~

When the military member's income is available to the budgetary unit, the income is countable as unearned income to the budgetary unit. (See [Cash contributions](#)).

When the military member pays the mortgage, rent, or utilities directly to the company, the income is considered a [vendor payment](#).

Income received for serving in the military while stationed outside of Arizona is budgeted as follows:

- Key the income on **UNIC** using the MS Income Code.

- Key ONLY the portion of income made available to the budgetary unit on UNIC next to one of the following who are coded IN on SEPA:

The [spouse\(g\)](#) of the participant who is serving.

The non-serving parent of a common child.

The parent of a child, age 18 or younger, when the child is serving.

The participant to whom the income is made available.

- Document CADO or the CADO Extension Form (CEF) with the reason the income is keyed next to the participant coded IN.
- Stationed in Arizona:

The income of the military member when stationed in Arizona is countable as earned income. Key the earnings on EAIC using the MP Earned Income Code.