

**Please see below for steps to determine the updated OCOLA computation at the new 124 index effective 16 Nov 2023 (First half of total reduction), TBD (Second half of total reduction).**

Step 1: Find annual compensation for a Service member in grade and years of service in the 2023 Annual Compensation table [paytables2023.pdf \(dod.mil\)](#). Two tables designate a member with or without dependents.

Step 2: Using the amount from Step 1, find the Service member's average annual spendable income in the Spendable Income Table [SI Table CY 23 Romael.xlsx \(dod.mil\)](#) for the dollar range. Then slide over to determine number of dependents.

Step 3: The current COLA index for Anchorage is 128. The NEW COLA index for Anchorage is changing to 124.

Step 4: Subtract 100 from the COLA index to get the percentage (24%).

Step 5: Multiple the Service member's average spendable income determined in Step 2 by the percentage from Step 4 (24%)

Step 6: Divide the amount in Step 5 by 360 (days), keeping 5 digits to the right of the decimal.

Step 7: Multiply the result in Step 6 by the number of days for which the allowance is payable. (Calendar day per month, 30, 31)

Step 8: Round to the nearest cent.