

RI 34-19 is a new form. It was fashioned after the RI 34-3. The highlights show the differences between the two forms.

Part 1
Notice of Amount Due Because of
FEGLI Premium Underpayment

A COLLECTION IS SCHEDULED FROM YOUR ANNUITY BECAUSE YOU HAVE UNDERPAID FEDERAL EMPLOYEES' GROUP LIFE INSURANCE PREMIUMS. Based on the explanation shown in box 9 below, the Office of Personnel Management (OPM) has determined that insufficient premiums were withheld from your annuity to pay for the coverage you elected under the Federal Employees' Group Life Insurance (FEGLI) Program. This underpayment of premiums is an amount you owe and we intend to collect it by offset from your annuity. The total amount is shown in box 5 below and the proposed collection schedule is shown in boxes 6 and 7.

Collection Schedule	5. Total to be collected	6. First installment to be collected from payment dated	7. Number of installments ____ installments of and a final installment of
	8. Period during which the underpayment accrued From (mm/dd/yyyy) To (mm/dd/yyyy)		9. Cause of underpayment <input type="checkbox"/> No premiums were withheld. <input type="checkbox"/> Incorrect premium amount was withheld.
	1. Retirement claim number CSA		
	2. Case name		
3. This notice dated			4. Request reconsideration/waiver by

If you wish to make payment in full, see Part 2.

Your Rights Concerning This Underpayment of Premiums

Before we can begin collection, we must tell you about your rights.

You or an individual you have authorized in writing to represent you may personally inspect and copy our records pertaining to the underpayment at our office in Washington, DC. Alternatively, you or your representative may ask for a copy of our records. You must request an appointment for personal inspection or a copy of the pertinent records on Part 2 of this form.

A. INSTALLMENTS COLLECTED AS SHOWN ABOVE OR PAYMENT IN FULL (INSTRUCTIONS FOR PART 2A OF THIS FORM). If you accept our decision concerning the existence and amount of the underpayment, and agree to the installment withholding schedule shown in blocks 6 and 7, you do not need to take any action. Payments will automatically be deducted from your annuity as shown.

If you accept our decision concerning the existence and amount of the underpayment, but do not want to pay in installments, you may check box 1 or 2 on Part 2 of this form and make payment in full as indicated.

- 1. Full Payment Enclosed** (Check box 1 on Part 2 of this form)
- 2. Full Payment Within 90 Days** (Check box 2 on Part 2). We will allow a maximum of 90 days to make full payment. You should specify the date when payment will be mailed in the space provided. If payment has not been received within 30 days of the date you specify, we will begin installment deductions as indicated in blocks 6 and 7 on Part 1 of this form.

B. LOWER INSTALLMENTS OR COMPROMISE (INSTRUCTIONS FOR PART 2B OF THIS FORM). If you accept our decision concerning the existence and the amount of the underpayment, but want to request lower installments or make a compromise payment offer, check the appropriate box in Part 2B and submit any supporting documents or statements requested.

3. Lower Installments (Check box 3 on Part 2). You can ask OPM to increase or decrease the amount of the installment we plan to deduct (block 7 on Part 1 of this form) from your annuity. If you ask that the installments be decreased, you must also indicate the amount you think you can pay monthly. Also, complete the enclosed Financial Resources Questionnaire for FEGLI Premium Underpayments to show that lower installments are necessary. (**Note:** You do not need to fill out the Financial Resources Questionnaire to request lower installments as long as your payments are at least \$50 a month and are sufficient to pay off the entire amount within 3 years.) We will do our best to accommodate your financial situation. However, we cannot guarantee that the amount you specify will be approved.

4. Compromise (Check box 4 on Part 2 of this form). Based on the evaluation of your Financial Resources Questionnaire, if we determine that you cannot pay the full amount within a reasonable period of time, we may suggest a compromise. A compromise, in most instances, will involve our acceptance of less than the total amount as full settlement for our claim. (See 4 CFR 103.1, et seq.)

You can suggest a compromise of your own. We prefer that such offers not involve installment payments. Rather, your compromise offer could be, for example, an offer to pay a smaller lump sum now in full settlement of an underpayment we set up for recovery over a period of months.

We will consider compromise offers involving installment payments. However, you must be willing to sign a firm written offer of compromise. Your offer of compromise must be for a specific dollar amount with a specific payment schedule. In order to have your compromise offer considered, state in the space provided on the back of Part 2 all the reasons why you believe compromise would be appropriate given your circumstances, and complete the Financial Resources Questionnaire for FEGLI Premium Underpayments. You must establish your eligibility for compromise by substantial evidence. (**Note:** We consider substantial evidence to be sufficient relevant evidence supporting your conclusion to make a reasonable person decide in your favor.)

C. RECONSIDERATION, WAIVER, LOWER INSTALLMENTS, COMPROMISE, OR VOLUNTARY PAYMENT AGREEMENT (INSTRUCTIONS FOR PART 2C OF THIS FORM). If you do not accept our decision on the existence and/or amount of the **premium underpayment**, you may request any of the options described below. You may request more than one option. You should check the appropriate box in Part 2C of this form and submit the supporting documents and statements requested.

If we determine that the decision on the existence and/or amount of the **underpayment** is correct or we deny your request for a waiver, you have the right to appeal our decision in United States **Federal District Court**.

5. Reconsideration (Check box 5 on Part 2 of this form). You can request reconsideration of our decision that you owe us or that the amount you owe equals the amount shown in box 5 above. Show in the space provided on the back of Part 2, all the reasons you believe that you do not owe us or that the amount is incorrectly computed. (See 5 CFR 831.1304 for CSRS annuitants or 5 CFR 845.204 for FERS annuitants.)

6. Waiver (Check box 6 on part 2 of this form). Your request that OPM waive (i.e., excuse **payment** of) the **underpayment** collection must be submitted by the date shown in block 4 at the top of this notice. You must prove by substantial evidence that (1) you were not at fault and (2) **collection** of the **underpayment amount** would be against equity and good conscience. (See 5 CFR 831, Subparts M and N for CSRS annuitants or 5 CFR 845 Subpart C for FERS annuitants.)

• **Fault.** To support your waiver request, you must provide substantial evidence that your action (or failure to take a necessary and timely action) did not play a part in causing or increasing the **underpayment**. In making our decision, we will look at the issues explained below in light of such mitigating factors as your age, physical or mental condition, the nature of the information supplied to you regarding the circumstances leading to the **underpayment**, etc. (**Note:** By itself, the fact that OPM may have been responsible for the **underpayment** does not necessarily mean that you will be excused from making **payment**. See "Equity and Good Conscience.")

• **Considerations in Finding Fault.** If you are submitting a request for waiver, make sure you respond specifically to any of the questions below that may apply to your **underpayment**:

- If the **underpayment** occurred because of incorrect information you furnished, would a reasonable person in your circumstances know that the information was incorrect?
- If the **underpayment** occurred because of your failure to provide material information in your possession, would a reasonable person in your circumstances know that he or she had to provide the information and that failure to do so would make a difference in the **premium**?
- If OPM made the error in your payment, should a reasonable person in your circumstances have known the payment was wrong?

• **Equity and Good Conscience.** Your submission in support of your waiver request must provide substantial evidence to establish one or more of the following:

- Collection of the underpayment** would cause you financial hardship. We will find that financial hardship exists to a degree that will entitle you to a waiver if you can show on your Financial Resources Questionnaire **for FEGLI Premium Underpayments** that you need substantially all of your current income and liquid assets to meet ordinary and necessary living expenses and liabilities. **Note:** 1) in making this decision, we are primarily concerned with your ability to **pay** us now. However, we will also consider whether your financial condition can be expected to improve in the future. 2) If the expenses shown on the Financial Resources Questionnaire include those of your spouse and children, the income section must also include the income generated by those members of your family.
- When you received your **annuity with the insufficient premiums withheld**, did it (regardless of your current ability to pay) cause you to give up a valuable right, such as some other benefit payment. Or, in reliance on the incorrect payment, did you change your financial position for the worse, such as making a commitment that you would not have made under other circumstances.

c) **Collection of the premium underpayment** would otherwise be inequitable due to special or exceptional circumstances. **Note:** In the event we determine that the **underpayment** exists, the amount owed is correct, and your waiver or compromise request is denied, we may still consider lessening the financial burden by lowering your monthly installments. For this purpose, you should indicate on Part 2 of this form the amount you can **pay** on a monthly basis to pay in full.)

7. Lower Installments Or A Compromise Payment (Check the appropriate box in item 7 on Part 2 of this form). In the event your reconsideration or waiver request is denied, you may also request lower installments or offer a compromise payment. Make, on the back of Part 2, the statements required to support your request (see the discussion of "Lower Installments" and "Compromise" in Part 1, items #3 and 4), and complete the Financial Resources Questionnaire **for FEGLI Premium Underpayments**.

8. Voluntary Payment Agreement (Check box 8 on Part 2 of this form). Rather than having your annuity offset, you may ask us to let you send in regular installment payments. We have sole discretion whether to accept such payments in place of the offset. If you want to send your payments to us instead of having them deducted from your annuity, you must complete Part 2 of this form. In the space titled "Your Statement Concerning the **Underpayment of FEGLI Premiums**" show that deducting monthly installments from your annuity would cause a financial hardship or would be against equity and good conscience. You must also complete the Financial Resources Questionnaire **for FEGLI Premium Underpayments**. Do not make payments until we notify you that the voluntary **payment** agreement is acceptable. If we approve the voluntary **payment** agreement and your account becomes delinquent, we will cancel the **payment** agreement and make deductions from your annuity until the amount is paid.

D. HOW AND WHEN TO MAKE YOUR REQUEST. The procedures for requesting copies of your records, lower installments, a voluntary **payment** agreement, reconsideration, waiver, or compromise are as follows:

- Complete Part 2 of this form and state your reasons for making the request(s). If your name and address as shown are not correct, make any necessary changes.
- If your request is returned to us by mail, it must be **postmarked** within 30 calendar days after the date of this notice (see box 3) and mailed to:

Office of Personnel Management
Attn.: Funds Management
P.O. Box 7125
Washington, DC 20415

- If you hand deliver your request, bring it to:

Office of Personnel Management
Retirement Information Office
1900 E Street, NW, Room 1323B
Washington, DC 20415

- OPM can extend the 30-day time limit only if you show that you were not aware of the time limit or you were prevented from responding by a cause beyond your control.

If you plan to submit additional evidence to support your request and that information is not available, you must:

- Submit Part 2 of this form within the 30-day time limit; and
- Include in your request a statement that you will be submitting additional evidence, a brief description of the evidence that you will submit, your estimate of the date the evidence will be available, and a brief explanation for the delay.

We will acknowledge receipt of your statement and consider your request filed on time. Please send the additional evidence as soon as possible.

E. FINAL DECISION. After we consider your request, we will send you a final decision in writing. If our decision is not in your favor, any further rights of review available to you will be explained at that time. Collection actions will be suspended at all levels of review if a timely request is received, unless you become eligible for a lump sum payment or your recurring monthly payment is scheduled to cease within one year and (1) failure to make offset would substantially prejudice the Government's ability to collect and (2) the time before the payment is to be made does not permit completion of the proceedings explained above.

Part 2
Request for Lower Installments, Voluntary Payment Agreement, Reconsideration, Waiver, And/Or Compromise When An Underpayment of FEGLI Premiums Was Made From The Civil Service Retirement and Disability Fund

	1. Retirement claim number CSA	
	2. Case name	
	3. This notice dated	
	4. Request reconsideration/waiver by	
Collection Schedule	5. Total to be collected	6. First installment to be collected from payment dated
	7. Number of installments ___ installments of \$ ___ and a final installment of \$ ___	
8. Period during which the underpayment accrued From (mm/dd/yyyy) To (mm/dd/yyyy)		9. Cause of underpayment <input type="checkbox"/> No premiums were withheld. <input type="checkbox"/> Incorrect premium amount was withheld.

Check the box or boxes that apply to you. You may check more than one box, unless you check boxes A.1 or A.2.

- A. I accept the decision on the existence and amount of the underpayment, and I agree to make payment in full. I will not make partial payments. I agree to make --**
1. **Full Payment** My check or money order, payable to the U.S. Office of Personnel Management in the amount of \$ _____ is enclosed.
2. **Full Payment Within 90 Days** I will send my check or money order payable to the U.S. Office of Personnel Management in the amount of \$ _____ on or before _____.
- B. I accept the decision on the existence and amount of the underpayment, but I request --**
3. **Lower Installments** I request lower installments. I understand that OPM generally expects to be paid within 36 months and that each installment be at least \$50 per month. I have indicated below the amount I can pay each month.
 My financial resources will allow me to have \$ _____ per month deducted from my annuity. I am submitting the Financial Resources Questionnaire for FEGLI Premium Underpayments and my statement on the reverse to support my request.
4. **Compromise** I propose a compromise payment. I have indicated the amount and terms of my offer on the reverse. I am submitting the Financial Resources Questionnaire for FEGLI Premium Underpayments and my statement on the reverse to support my request. I understand that I must establish by substantial evidence that I am unable to pay the full amount within a reasonable time.
- C. I do not accept your decision to recover this underpayment from my annuity and I request --**
5. **Reconsideration of the Existence or Amount of the Underpayment** I am providing the specific reasons for my disagreement with your decision on the reverse. If the existence and/or the amount of the premium underpayment is confirmed, I understand that the money will be collected as shown in block 7 above, unless my request for waiver, lower installments, or a compromise is approved.
6. **Waiver** I am submitting the Financial Resources Questionnaire for FEGLI Premium Underpayments (unless my waiver request is not based on financial hardship) and my statement on the reverse to support my request. I understand that I must establish by substantial evidence that I am eligible for a waiver.
7. **Lower Installments or a Compromise Payment** If the existence and/or the amount of underpayment is confirmed or my waiver request is denied, I also request consideration for lower installments in the amount of \$ _____ per month a compromise payment as shown on the reverse. (Please check the applicable box.) I am submitting the Financial Resources Questionnaire for FEGLI Premium Underpayments and my statement on the reverse to support my request.
8. **Voluntary Payment Agreement** I am submitting the Financial Resources Questionnaire for FEGLI Premium Underpayments and my statement on the reverse to support my request.

Remember, in the event that we determine (1) the underpayment exists and the amount owed is correct and (2) your request for a voluntary payment agreement, waiver, or compromise is denied, we may consider alleviating the financial burden of payment by lowering your monthly installments. Be sure to tell us what you can pay in your response to item C.7. above.

Your Statement Concerning The Underpayment of FEGLI Payments
(Attach additional pages if necessary)

Your signature

Telephone number (including area code)

Date

Mail to:

Office of Personnel Management
Attn: Funds Management
P.O. Box 7125
Washington, DC 20415

Privacy Act Statement

OPM administers the retirement systems for Federal employees and annuitants as authorized by chapters 83, 84, 87, and 89 of title 5, U.S. Code and Public Laws 83-589, 84-356, and 86-724. The Federal Claims Collection Act of 1966 (Public Law 89-508) empowers the head of a Federal agency to enforce collection of claims of the United States for money or property arising out of the activities of the agency. The information requested on this form is needed to determine whether you qualify for the relief you are seeking. Intentionally false statements and/or suspected illegal activities are reportable to the appropriate law enforcement agencies. The information you provide may be shared with the Government Accounting Office and the United States Department of Justice in the event litigation is required to enforce collection.

This information may be shared and is subject to verification, via paper, electronic media, or through the use of computer matching programs, with national, state, local, or other charitable or social security administrative agencies in order to determine benefits under their programs, to obtain information necessary for determination or continuation of benefits under this program, or to report income for tax purposes. It may also be shared and verified, as noted above, with law enforcement agencies when they are investigating a violation or potential violation of civil or criminal law. Provision of the information is voluntary; however, failure to supply all the requested information or including intentionally false statements may result in an unfavorable decision or a financial investigation of the person who owes the United States. Pending the results of the investigation, evidence may be turned over to the Department of Justice for appropriate action.

Public Burden Statement

We estimate this form takes an average of 60 minutes to complete, including the time for reviewing instructions, getting the needed data, and reviewing the completed form. Send comments regarding our estimate or any other aspect of this form, including suggestions for reducing completion time, to the Office of Personnel Management (OPM), CRIS Publications Team (3206-0167), Washington, DC 20415-3430. The OMB Number, 3206-0167, is currently valid. OPM may not collect this information, and you are not required to respond, unless this number is displayed.