Leave Buy Back (LBB) Worksheet/ Certification and Election

U.S. Department of Labor Office of Workers' Compensation Programs



Employee Statement - Please carefully read instructions on pages 3 and 4 before	illing out this form.
A. Name of Employee: (Last, First, Middle)	B. OWCP File Number:
C. Social Security Number:	
D. Period for Which Compensation is Claimed to Repurchase Leave	
From:/ / To://	
I. Agency Estimate of FECA Entitlement:	
A. Weekly Base Payrate (excluding overtime)	
• Date of Injury / / \$	_
• Date Stopped Work / / \$	_
• Date of Recurrence / / \$	_
Enter the greatest amount and the effective date of that amount on line 1.	1
B. Additions to Base Pay: If employee works a regular schedule, state the amount earned weekly. If irregu	(effective date)
schedule, state amount earned 1 year prior to date entered on line 1 ÷ by 52.	nai
Night Differential	2.
Sunday Premium	3.
Subsistence/Quarters	4.
Other (Specify)	5
C. Total Weekly Payrate (Add lines 1 through 5)	6
D. Compensation Rate (Circle either 2/3 or 3/4)	72/3 3/4
E. Total Hours Claimed on CA-7a	8
F. Total Hours Worked per Week	9
G. Formula (for FECA Entitlement)	
\$ \(\frac{\text{(Weekly Payrate See Line 6)}}{\text{See Line 7)}} \times \text{X} \(\frac{\text{(Hours Wkd/Wk See Line 8)}}{\text{See Line 8)}} \\ \frac{\ddots \text{(Hours Wkd/Wk See Line 8)}}{\text{See Line 9)}} \end{array}	= _{10.\$}

H. Total Amount Due Agency to Re	epurchase Leave	11. \$
I. Estimate of FECA Entitlement (Se	ee Line 10)	12. \$
J. Balance Due Agency from Employe	ee (Line H minus Line I)	13. \$
I hereby certify that the above is con	nsistent with agency payrol	II records.
The employing agency agrees to all changed from "Leave with Pay" to "		hase his/her leave. Leave records will be, or have been period shown on the leave analysis.
		mployee has made arrangements to pay the agency the edit leave and the amount of the FECA entitlement.
(Signature of Agency Officia		(Title/Decition)
(Signature of Agency Official	ш	(Title/Position)
Phone No	г	Date Signed:
II. Employee Claim:		
K. I hereby elect not to rep	purchase the leave used at	this time.
L. I hereby elect FECA co my Job-related injury o		leave used for medical care or disability resulting from
		gency the difference between the FECA entitlement and ve, and have done or made arrangements for this.
above. OWCP will prod	cess the leave buy back. If the ed by FECA, and less than	a compensation is within 10% of the amount estimated the payrate used in the worksheet above is within 10% the full period claimed is approved, OWCP will process
II. Employee Claim: K. I hereby elect not to rep L. I hereby elect FECA comy Job-related injury of the amount my agency I understand that I am representation to the payrate determination of the payrate determination.	purchase the leave used at empensation to repurchase or condition. responsible for paying my agorequires to restore my leave actual entitlement to FECA cess the leave buy back. If the ed by FECA, and less than	this time. leave used for medical care or disability resulting gency the difference between the FECA entitlemence, and have done or made arrangements for this accompensation is within 10% of the amount estit the payrate used in the worksheet above is within

(Date Signed)

(Signature of Claimant)

II. Agency Certification:

Instructions Form CA-7B Leave Buy Back Worksheet

This form is intended to accompany Form CA-7, *Claim for Compensation*, when the employee is claiming leave buy back.

Things to Know About Leave Buy Back:

When an employee uses their sick or annual leave to cover an injury-related absence from work, they may elect to receive compensation instead. Compensation is paid at 2/3 of the employee's base pay if there are no eligible dependents, or at 3/4 with 1 or more dependents. The agency pays leave at 100% of salary. In order for leave to be reinstated, the employee must refund to the agency the difference between the compensation entitlement and the total amount of leave paid by the agency.

The employee's pay status must be changed to LWOP in order for compensation to be paid. Leave is not earned while in LWOP. Also, contributions to the Thrift Savings Plan (TSP) are not made during LWOP. Therefore, the repurchase of leave may result in a reduction in an employee's leave and/or TSP balance. Consult your personnel office to learn how the change to LWOP would effect you.

When a Leave Buy Back (LBB) payment is made during the same year that leave is used, the employee's earnings are reduced by the amount repaid, and tax is not paid for the compensation received. Where leave repurchase is not completed during the same year in which leave is used, the employee may not adjust their prior year tax form. They may only claim the amount of leave paid as an employee expense, if they itemize deductions. Further questions regarding tax implications of LBB should be addressed to the IRS.

A claimant may not repurchase leave used during a period they were eligible for COP.

When disability does not exceed 14 days beyond the COP period, 3 day LWOP must be charged before compensation can be paid. If leave was used for this period, compensation can not be paid for the 3 days, but the claimant will have to pay back leave paid during the 3 days to repurchase the leave.

Instructions to the Employee:

Please submit a claim for a minimum of 10 hours unless no further claim is anticipated. Medical documentation must be provided for all dates claimed.

- 1. Complete the Form CA-7 for the dates claimed. Where more than one continuous period of leave is claimed, complete Form CA-7a following the instructions for completing that form.
- 2. Submit the completed CA-7, CA-7a, if appropriate, and medical documentation for all dates claimed, to your agency official. If there are discrepancies, try to reconcile the difference with your agency official prior to submission of the claim.
- 3. The agency official will provide you with an estimate of worker's compensation benefits due, the total amount owed the agency in order for the leave to be restored, arid the amount you must pay the agency. Using this information, determine whether you wish to repurchase your leave, and check the appropriate block. If you choose to repurchase the leave, you will be required to pay to the agency the difference between the compensation due and the amount owed to the agency.
 - a. If the total amount of FECA benefits estimated by the agency is not more than 1 0% above the amount determined by OWCP to be accurate, OWCP will process a payment for all hours supported by medical evidence. If medical evidence supports some, but not all of the hours claimed, payment will be made for the approved hours. You may submit a new claim with medical support for the additional hours.
 - b. If the total amount of FECA benefits estimated by the agency is more than 10% above the correct amount, OWCP will not process the payment. Instead, the Off ice will offer you a new election with the correct amount of FECA benefits payable,

Instructions to the Agency:

Items A through D (top of form) are self-explanatory.

Section I. Agency Estimate of FECA Entitlement:

Item A: Enter all three pay rate types and effective dates if applicable. Choose the greatest amount of the three and enter the amount and effective date in Line 1. A recurrent pay rate should only be used if:

- (1) the employee stops work more than 6 months following their first return to regular, full time duty and
- (2) the loss of time is due to disability rather than medical examinations or treatment.

For unusual situations, please refer to Payrate Desk Aid.

Item B: If the employee works a regular schedule, enter the differentials earned weekly. If an irregular schedule, give the total amount earned for the year prior to the date in Line 1 divided by the number of weeks worked in that year.

Please refer to Payrate Desk Aid for guidance on inclusions and exclusions. If in doubt, consult a Claims Examiner.

Item C: Add lines 1 through 5 and enter the total in Line 6.

Item D: Circle the appropriate rate: 2/3 for employees without dependents; 3/4 with dependents. Dependents include: spouse; children under 18 living with or supported by the employee; children under 23 in school fuil time; children over 18 incapable of self support; and parents wholly supported by the employee.

Item E: Enter the total hours *claimed*, from Form CA-7a.

Item F: Enter the total hours in the employee's normal work week.

Item G: Formula for FECA Entitlement. Use this formula to calculate estimate of FECA entitlement and enter the result in Line 10.

Example of computation: The weekly pay from line 6 is \$574.00. The employee is married, works 40 hours a week, and is claiming 82 hours of leave. FECA entitlement is calculated as follows:

 $$574.00 \times 3/4 \times 82 \text{ hours} \div 40 \text{ hours} = 882.52

Section II. Agency Certification:

Item H & I are self-explanatory. For Line J, subtract Line I from Line H.

Sign and date, and advise the employee of the amount they owe to the agency.

Section III. Employee Claim:

If the employee elects not to repurchase the leave, retain the form in the agency files. If the employee elects to repurchase the leave, submit all claim documents (CA-7, CA-7a & CA-7b) plus any medical documentation to OWCP for processing.