Guidance on Overtime Pay and Other Premium Pay
For Federal Employees Volunteering for Hurricane Recovery Efforts

Hurricane recovery volunteers continue to be in paid duty status during their volunteer assignment in support of the Federal Emergency Management Agency (FEMA) or the U.S. Small Business Administration (SBA). Employees will continue to be paid by their home agency while they are on the assignment. For volunteers supporting FEMA through non-reimbursable details, FEMA will reimburse the volunteer’s home agency for all eligible overtime pay through the Disaster Relief Fund. (Note: The home agency is still responsible for the volunteer’s basic salary.) Overtime will be approved by deployment supervisors. For volunteers supporting the SBA under reimbursable details, the participation costs (e.g., basic pay, premium pay, travel and per diem) will be reimbursed according to the provisions of the memorandum of agreement between the SBA and the home agency.

Employees generally remain covered by the compensation rules applicable to their permanent position of record. Most Federal employees receive overtime pay and other premium pay under title 5, United States Code, and related OPM regulations. Employees who are not exempt from the Fair Labor Standards Act (FLSA) receive overtime compensation according to OPM’s regulations contained within 5 CFR Part 551. The guidance below pertains to employees covered by OPM-administered provisions found within title 5 or OPM’s FLSA regulations.

Premium Pay Limitations under Title 5


- OPM website:

- Various types of title 5 premium pay (e.g., overtime pay, night pay, Sunday pay) are normally subject to a biweekly premium pay cap. Under the biweekly cap, an employee may receive premium pay only to the extent that it does not cause the sum of basic pay and premium pay for the biweekly pay period to exceed the greater of the biweekly rate for level V of the Executive Schedule (EX-V) or the applicable GS-15, step 10, adjusted rate of basic pay (including any locality pay or special rate supplement). For employees stationed in the United States, the GS-15, step 10, adjusted rate of basic pay is always the higher rate and thus is the cap.

- An annual premium pay cap may be applied when employees perform work (1) in connection with an emergency involving a direct threat to life or property or the aftermath of such an emergency or (2) that is critical to the mission of an agency.
Hurricanes Harvey, Irma, and Maria are qualifying emergencies for this purpose. The annual cap is based on annualized rates for EX-V or the applicable GS-15, step 10, as shown on the OPM website. Basic pay and premium pay must be projected for the entire calendar year in order to apply the annual cap. An agency may defer payment of additional premium pay owed as a result of the annual premium pay cap until the end of the calendar year. To use the annual premium pay cap, OPM regulations require: (1) a determination that a qualifying emergency exists and (2) a determination that an employee is performing work in connection with such a qualifying emergency or its aftermath (5 CFR 550.106(a)(1)). These determinations are generally made by the agency head or his/her designee. However, OPM may, on its own motion, make a determination that a qualifying emergency exists. (The Acting OPM Director has made such a determination with respect to Hurricanes Harvey, Irma, and Maria.)

- The following types of premium pay remain subject to the biweekly premium pay cap even if the annual premium pay cap is invoked: standby duty pay, administratively uncontrollable overtime pay, law enforcement availability pay, regular overtime for firefighters, and within-tour overtime pay for Border Patrol agents (5 CFR 550.107).

- FLSA overtime pay received by FLSA-nonexempt employees does not count as “premium pay” in applying the biweekly or annual premium pay caps. Nor does the value of FLSA compensatory time off count toward those caps. Thus, pay (or compensatory time off hours earned) for overtime work performed by an FLSA-nonexempt employee is not affected by the premium pay caps. However, an FLSA-nonexempt employee may receive other premium pay (e.g., night pay and Sunday pay) that is subject to the cap.

**Emergency Work and the FLSA**

- During an emergency, employees may be temporarily required to perform duties different from their regular duties, as documented within their permanent position description.

- A special FLSA regulation addresses the FLSA exemption status of employees during an emergency situation that “directly threatens human life or safety, serious damage to property, or serious disruption to the operations of an activity, and there is no recourse other than to assign qualified employees to temporarily perform work or duties in connection with the emergency” (5 CFR 551.211(f)). A determination that an emergency is qualifying for the purpose of this regulation is made by the employing agency. Under this regulation, during a qualifying emergency:
  - Employees normally designated as FLSA-exempt may maintain this exemption during an emergency if they are continuing to perform exempt work. However, employees who are normally exempt, but who engage in primary duties that are nonexempt during the emergency, become temporarily FLSA nonexempt, measured on a workweek basis.
  - Employees normally designated as FLSA-nonexempt maintain this nonexempt designation even if they primarily perform exempt work during the emergency.
Because overtime pay rules and compensation differ substantially between the FLSA and title 5, agencies should be conscious of the type and character of the work that will be assigned during the emergency and how an employee’s FLSA status, for pay purposes, can temporarily change, even within a pay period. Agencies should follow the procedures contained within the Guide to Processing Personnel Actions, Chapter 28, to document the change in the FLSA category for classification and pay purposes.

**Government Training and Premium Pay**

- The title 5 statutory provisions governing Federal employee training allow agencies to pay employees their normal salaries during official training, as well as the necessary expenses associated with that training. (See 5 U.S.C. 4109(a).) Such expenses typically include tuition, books, travel costs and per diem for subsistence expenses (i.e., lodging, meals and incidentals). However, the law generally prohibits payment of title 5 overtime (for FLSA-exempt employees), as well as pay premiums for night, Sunday or holiday work, during periods of training. Several regulatory exceptions to these general rules can be found within 5 CFR 410.402(b).

**Volunteer Opportunities**

- **FEMA Surge Capacity Force.** FEMA has issued a call for Federal agencies to recruit Federal employee volunteers willing to provide direct, hands-on support through its Surge Capacity Force. The Surge Capacity Force was established by the Post-Katrina Emergency Management Reform Act of 2006. (See section 624 of Public Law 109-295, October 4, 2006, which is codified at 6 U.S.C. 711.) The overall purpose of the Surge Capacity Force is to augment the FEMA workforce in times of disaster. In essence, Federal employees in the Surge Capacity Force remain in duty status but are detailed to work under FEMA’s direction in support of the FEMA mission. Surge Capacity Force volunteers are trained and then deployed to support the emergency response and recovery mission. Each Federal agency should make their employees aware of this opportunity to serve and, to the extent possible, facilitate participation by those who wish to volunteer. For more information, please visit the U.S. Department of Homeland Security’s website at [https://www.dhs.gov/topic/surge-capacity-force](https://www.dhs.gov/topic/surge-capacity-force).

- **SBA Disaster Assistance Program.** SBA is also soliciting Federal civilian volunteers, on a reimbursable detail basis (under 31 U.S.C. 1535), to support hurricane recovery efforts through its Disaster Assistance Program. This program provides several types of low-interest loans that can be made to businesses, private non-profits, homeowners and even renters. These loans are meant to address uninsured losses related to real and personal property (including automobiles), inventory and machinery. For further information, see: [https://www.sba.gov/loans-grants/see-what-sba-offers/sba-loan-programs/disaster-loans/2017-hurricane-harvey-recovery-assistance](https://www.sba.gov/loans-grants/see-what-sba-offers/sba-loan-programs/disaster-loans/2017-hurricane-harvey-recovery-assistance).

**Restoration of Annual Leave**

- Under 5 U.S.C. 6304(d)(1), agencies may restore annual leave forfeited because it was in excess of the maximum leave ceilings (i.e., 30, 45, or 90 days) if it was forfeited due to administrative error, exigency of the public business, or sickness of the employee. If an employee’s participation in FEMA’s Surge Capacity Force or with the SBA Disaster Assistance Program requires the cancellation of annual leave, the annual leave could be determined to have been forfeited because of an exigency of the public business. As is
always the case, it is the appropriate official at the employing agency (i.e., the employee’s home agency) who is responsible for making this determination, based on the facts of the situation (5 CFR 630.305).

- To be eligible for restoration, annual leave forfeited due to an exigency of the public business or sickness of the employee must have been scheduled in writing no later than the day before the start of the third biweekly pay period prior to the end of the leave year (5 CFR 630.308). For the 2017 leave year, Federal employees on the standard payroll cycle must schedule their annual leave by November 25, 2017, before it may be considered for restoration. Being a volunteer under one of the above-cited programs does not relieve an employee from the normal requirements to schedule use of annual leave by this date. For more information, please see our Restoration of Annual Leave and Leave Year Beginning and Ending Dates fact sheets.