

Vacation Leave

Policy Vacation leave is credited to employees who are in pay status (working, on paid leave or on workers' compensation leave) for one-half or more of the regularly scheduled workdays and holidays in the pay period in accordance with the provisions outlined below.

Purpose The primary purpose of paid vacation is to allow employees to renew their physical and mental capabilities and to remain a fully productive employee. Employees are encouraged to request leave during each year in order to achieve this purpose.

**Covered Employees
and
Vacation Leave Credits**

Type of Appointment	Amount Granted
Full-time Permanent, probationary, trainee, or time-limited	Based on length of total State service as shown in Table I
Part-time (half-time or more) Permanent, probationary, trainee, or time-limited	Based on total State - and prorated - per- centage of full-time
Temporary, intermittent, or part-time (less than half-time)	None

**Uses of
Vacation Leave**

Vacation leave may be used for:

- vacation,
- other periods of absence for personal reasons,
- absences due to adverse weather conditions,
- personal illness (in lieu of sick leave),
- illness in the immediate family, and
- time lost for late reporting; however, deductions should be made from the employee's pay where excessive tardiness or absenteeism occurs.
- donations to an employee who is an approved voluntary shared leave recipient

Note: Although approval of the use of vacation leave is discretionary, requests by an employee to use vacation leave for cultural and/or ethnic-related events should be granted if the employee has accrued vacation leave and the granting of the leave will not result in undue hardship on the agency or its employees.

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Vacation Leave, Continued

Table I - Leave Credits

Years of Total State Service	Hours Granted Each Month	Hours Granted Each Year	Days Granted Each Year
Less than 2 years	7 hrs. 50 mins.	94	11 3/4
2 but less than 5 years	9 hrs. 10 mins.	110	13 3/4
5 but less than 10 years	11 hrs. 10 mins	134	16 3/4
10 but less than 15 years	13 hrs. 10 mins.	158	19 3/4
15 but less than 20 years	15 hrs. 10 mins.	182	22 3/4
20 years or more	17 hrs. 10 mins.	206	25 3/4

Total State Service Defined

A full month of credit is given for total State service, both subject to and exempt from the State Personnel Act if:

the appointment is:	AND the appointment is:	AND the employee is:
<ul style="list-style-type: none"> • Full-time, or • Part-time (half-time or more) 	<ul style="list-style-type: none"> • Permanent, • Probationary, • Trainee, or • Time limited 	<ul style="list-style-type: none"> • in pay status for one-half or more of the regularly scheduled workdays and holidays in the pay period, or • is on authorized military leave

Other Credit for Total State Service

Credit shall also be given for employment with:

- other governmental units which are now State agencies (e.g., county highway maintenance, War Manpower Commission, Judicial System)
- the county Agricultural Extension Service, Community College System and the public school system of North Carolina, with the provision that a school year is equivalent to one full year,
- a local Mental Health , Public Health, Social Services or Emergency Management Agency in North Carolina if such employment is SPA.

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Vacation Leave, Continued

**Other Credit
for Total State
Service
(continued)**

- the General Assembly (except for participants in the Legislative Intern Program and pages). All of the time, both permanent and temporary, of the employees will be counted; and the full legislative terms of the members, and
 - Authorized military leave from any of the governmental units for which service credit is granted, provided the employee is reinstated within the time limits outlined in the State Military Leave policies.
 - Authorized worker's compensation leave from any of the governmental units for which service credit is granted
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**Accounting for
Creditable
Service**

The agency shall be responsible for informing each employee of the types of prior service which are eligible to be counted as total State service. If the employee fails to produce evidence of prior service at the time of employment and later produces such evidence, it creates a cumbersome, time-consuming process to adjust leave records. When this occurs, credit will be allowed for the service and the earnings rate will be adjusted; however, retroactive adjustments will only be allowed for the previous twelve months. Exceptions will be made if the agency is at fault or fails to properly detect prior service.

**Scheduling
Leave**

Vacation leave shall be taken only upon authorization of the agency head (or designee).

Advisory Notes for agencies using BEACON HR/Payroll System:

- If an employee has holiday compensatory time, overtime compensatory time or on-call compensatory time, it shall be taken before vacation leave.
 - Hours worked in excess of the employee's established work schedule will be used to offset leave reported in the same workweek. Leave will be restored to the employee's balance for later use.
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Vacation Leave, Continued

Accumulation Vacation leave may be accumulated without any applicable maximum until December 31 of each year. However, if the employee separates from service, payment for accumulated leave shall not exceed 240 hours.

On December 31 of each year any employee with more than 240 hours of accumulated leave shall have the excess accumulation converted to sick leave so that only 240 hours are carried forward to January 1 of the next calendar year.

Accumulation for part-time employees shall be prorated.

Advancement An employee may be advanced the amount of leave needed on an individual basis and which can be credited during the remainder of the calendar year.

Advisory Note: If more leave is taken than can be credited during the calendar year, the balance above the amount that can be advanced shall be deducted in the next paycheck.

Leave Charges Leave shall be charged in units of time appropriate and consistent with the responsibility of managing absences in keeping with operational needs.

Benefits Continue When exhausting leave, the employee continues to accumulate leave, is eligible to take sick leave, is entitled to holidays and is eligible for salary increases during that period.

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Vacation Leave, Continued

Leave Transferable	When an employee transfers from...	THEN, leave...	OR...
	State SPA to SPA	shall be transferred	
	State SPA to EPA	may be transferred subject to the receiving agency's approval.	employee shall be paid in a lump sum, not to exceed 240 hours (prorated for part-time).
	State EPA to SPA	may be transferred subject to the receiving agency's approval.	employee shall be paid in accordance with existing leave policies.
	From a State agency to a: <ul style="list-style-type: none"> • Public school, • Community College • Technical Institute • Local Mental Health, • Local Public Health • Local Social Services, • Local Emergency Management 	may be transferred subject to the receiving agency's approval.	the employee shall be paid in a lump sum not to exceed 240 hrs. (prorated for part-time employees). If only a part of the leave is accepted, the combination cannot exceed 240 hrs.
	A local agency listed above to a State agency	may be transferred subject to the receiving agency's approval.	if any portion of leave is paid, the combination cannot exceed 240 hrs.

Options During Leave Without Pay

An employee going on leave without pay may exhaust vacation leave or may retain part or all accumulated leave, except:

- When an employee requests leave for vacation purposes, all accumulated vacation leave shall be exhausted before going on leave without pay, or
- When an employee requests leave for other personal reasons for a period not to exceed 10 workdays, leave shall be used if available; however, if the leave is for a period longer than 10 workdays, the employee may choose to use vacation leave or retain it for future use.

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Vacation Leave, Continued

Options During Leave Without Pay (continued) Options for use of vacation leave under the Workers' Compensation Policy, Family and Medical Leave Policy, and Military Leave Policy are included in these respective policies.

Separation – Pay for Leave Lump sum payment for leave is made only at the time of separation.

When separation is due to...	Accumulated Vacation Leave	THEN the employee	and the date separated is:
<ul style="list-style-type: none"> • Resignation • Dismissal, • Death 	shall be paid in a lump sum not to exceed 240 hours (prorated for part-time employees)	ceases to <ul style="list-style-type: none"> • accumulate leave • be entitled to take sick leave; • be entitled to holidays. (See ⁽¹⁾ exception below.) 	the last day of work. (See ⁽²⁾ & ⁽³⁾ exceptions below)
<ul style="list-style-type: none"> • Service retirement, • Early retirement, or • Reduction in force 	may be exhausted if the employee elects to do so and management approves.	accrues benefits while exhausting leave.	the last day of leave. (See ⁽⁴⁾ example below)
⁽¹⁾ When the last day(s) of the month is a holiday and the employee is in pay status through the last available workday, the employee shall also receive pay for the holiday(s).			
⁽²⁾ If an employee is exhausting approved sick/vacation leave for medical reasons and resigns or dies before returning to work, the date separated shall be the date the employee resigns or dies. This is subject to the approval of the Agency HR office.			
⁽³⁾ If an employee gives notice of a resignation and becomes ill, the employee may exhaust sick/vacation leave up until the date of the resignation. The date separated will be the date of resignation. This is subject to the approval of the Agency HR office.			
⁽⁴⁾ An employee retiring or being reduced in force effective 1-1-08 could establish the last day of work as 12-14-07; then exhaust 64 hours of leave through the end of December and receive the unused balance, up to 240 hours, in a lump sum. The date separated would be December 31.			

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Vacation Leave, Continued

**Overdrawn
Leave**

If an employee separates and is overdrawn on leave, it will be necessary to make deductions from the final salary check.

**Pay rolling
Leave**

Payment for leave may be made on the regular payroll reflecting the number of hours of leave and the amount of payment.

**Retirement
Contribution**

Retirement deductions shall be made from all leave payments.

**Payment to
Estate**

In the case of a deceased employee, payment for unpaid salary, leave, and travel must be made, upon establishment of a valid claim, to the deceased employee's administrator or executor. In the absence of an administrator or executor, payment must be made to the Clerk of Superior Court of the county of the deceased employee's residence.

Leave Records

It is the responsibility of each agency to maintain leave records for each employee. Leave records shall be balanced at least at the end of each calendar year. Agencies should assume responsibility for notifying employees of leave balances at least once each year.

Agencies must retain leave records for all separated employees for a period of at least five years from the date of separation.

Advisory Note: If leave records are kept electronically, the agency does not need to keep paper copies.

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Vacation Leave, Continued**BONUS LEAVE**

Amount and Eligibility The General Assembly provided bonus leave as follows:

Amount of leave	Effective Date	Eligibility
80 hours	September 30, 2002	All employees except: <ul style="list-style-type: none"> • Employees who do not earn leave, and • Employees paid on the Teacher Salary Schedule or the School Based Administrator Salary Schedule.
80 hours	July 1, 2003	All employees except: <ul style="list-style-type: none"> • Employees who do not earn leave, • Employees of the State Highway Patrol who receive an automatic increase, and • Employees paid on the Teacher Salary Schedule or the School Based Administrator Salary Schedule.
40 hours	September 1, 2005	All employees except: <ul style="list-style-type: none"> • Employees who do not earn leave, and • Employees paid on the Teacher Salary Schedule or the School Based Administrator Salary Schedule.

Provisions for Part-time and LWOP

1. Full-time employees who work less than 12 months shall receive a pro rata amount.
2. Permanent part-time employees (half-time or more) shall receive a pro rata amount.
3. Employees on leave without pay, other than workers' compensation leave and leave for reserve active duty, shall be credited with the bonus leave upon their return based on their type of appointment at the time of leave without pay. If they do not return, they are not eligible for the leave.
4. Employees on workers' compensation leave and leave for reserve active duty shall be credited with bonus leave for use upon their return to work. If the employee does not return, the bonus leave shall be paid in addition to any other leave, in accordance with the leave policies.

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Vacation Leave, Continued

- Scheduling Bonus Leave** 1. Bonus leave shall be taken only upon appropriate authorization.
- Advisory Note: In the BEACON HR/Payroll System, it shall be used after over-time compensatory time, on-call compensatory time, holiday compensatory time and vacation leave.
2. Bonus leave may be used for any purpose for which regular vacation leave is used.
 3. Bonus leave shall be charged in units of time consistent with regular vacation leave guidelines.
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- Accounting for the Vacation Bonus** 1. Bonus leave shall be accounted for separately from regular earned vacation leave.
2. Any balance of bonus leave on December 31 will be retained by the employee and transferred into the next calendar year. It will not be as part of the maximum 240 hours of vacation that can be retained.
 3. Bonus leave will not be subject to conversion to sick leave.
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Transfer Any balance of bonus leave will be transferred with the employee who transfers to another State agency eligible for bonus leave.

Separation/ Status Change Bonus leave balance will be paid in addition to regular vacation leave if the employee leaves state government or the appointment type changes to a non-leave earning status (such as exempt, part-time, etc.).

- Miscellaneous Provisions** 1. Bonus leave may be applied to negative balances of regular earned leave with the approval of the employee and the agency head (or designee).
2. Bonus leave is available to be donated as vacation leave under the Voluntary Shared Leave provisions.
 3. Agencies shall maintain records of bonus leave.
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