EASTERN MICHIGAN UNIVERSITY

Risk Management and Workers' Compensation

Workers' Compensation Buy-Back Guidelines

Overview

Employees who incur a work-related injury must use sick and/or vacation leave time during the 14 day waiting period while their claim for workers' compensation benefits is being reviewed. If their claim is approved, they can elect to buy-back the time and have it restored to their bank. The employee is not required to buy-back their sick/annual time.

Process

- An employee who elects to buy-back sick and/or annual time due to a workers' compensation leave of absence must do so within 30 calendar days from the date they return to work.
- 2. The employee must complete the "Authorization to Buy-Back Sick/Annual Hours" form and submit it to the Department of Risk Management and Workers' Compensation within the 30 day period.
- 3. The Department of Risk Management and Workers' Compensation is responsible for approving the buy-back and confirming that the hours the employee has requested to buy-back were indeed used during the workers' compensation leave period.
- 4. The Department of Risk Management and Workers' Compensation forwards the form to Payroll within 7 days of receipt.
- 5. Payroll processes the request within 7 days of receipt and applies it to next pay period.
- 6. The buy-back could take up to 30 calendar days from the date of the employee's request to take effect.

Guidelines

- 1. If the employee does not make the request to buy-back time within 30 days of their return to work, the employee waives their right to buy-back time.
- The buy-back can be split into a maximum of 3 pay periods through payroll deduction.The employee must state on the Authorization form exactly how many pay periods the buy-back will be split into.
- 3. An employee cannot use the referenced sick/annual time until it is reflected on their payroll stub as of the date of the check. It is the employee's responsibility to plan accordingly.
- 4. When an employee is only eligible for workers' compensation benefits from days 8-13 (because they did not meet the entire waiting period) they must utilize sick or annual time to cover their absence for days 1-7.