

## CHAPTER 10. COVERAGE

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## Subchapter 10A. CSRS and FERS

### *Part 10A1. General Information*

#### **Subpart 10A1.1. Overview and Definitions**

##### *Section 10A1.1-1. Overview*

#### **A. Organization of This Chapter**

This Chapter contains the rules for determining whether an employee is covered by the Federal Employees Retirement System (FERS) or the Civil Service Retirement System (CSRS). This Chapter also contains rules to determine whether an employee with CSRS coverage has regular CSRS coverage or CSRS Offset coverage.

**Subchapter A** contains definitions, historical background information, rules and procedures for determining coverage, and information on reviewing prior coverage determinations.

**Subchapter B** contains examples of application of the coverage rules.

**Subchapter C** contains job aids for use in making coverage decisions.

#### **B. Organization of Subchapter**

The CSRS Subchapter has three parts.

<b>Part</b>	<b>Name of Part</b>	<b>Page</b>
10A1	Overview and Definitions	10-7
10A2	Procedures for Determining Coverage	10-31
10A3	Review of Prior Coverage Determinations	10-39

#### **C. Statement of Authority**

This subchapter and its contents are based on the laws and regulations cited below.

- United States Code: chapter 83 and chapter 84 of title 5, U.S. Code
- Code of Federal Regulations: 5 CFR Parts 831, 841, 842, and 846

### *Section 10A1.1-2. Definitions*

#### **A. Creditable Civilian Service**

**Creditable civilian service for making a coverage decision** is any service that would be creditable under CSRS, even if this service was **not** covered by CSRS deductions or if deductions have been refunded. For the purpose of the 5-year test, it includes all potentially creditable service, such as service performed under another retirement system, which would be creditable if any necessary deposit were made. See [Section 10A1.3-7D](#) for more information.

#### **B. Conversions**

**Conversions** occur when employees move from one appointment in an agency to another appointment in the same agency with no break in service or with a break in service of 3 days or less.

#### **C. CSRS**

1. **CSRS** is the Civil Service Retirement System established in subchapter III of chapter 83 of title 5, U.S. Code. The law that created CSRS was enacted in 1920.
2. Individuals covered under CSRS pay CSRS employee deductions. Unless they are CSRS Offset, they are excluded from OASDI taxes of Social Security. They may contribute up to the Internal Revenue Service elective deferral limit each year to the Thrift Savings Plan (TSP), but, but CSRS employees who contribute do not receive any government contribution.

#### **D. CSRS Interim**

1. **CSRS Interim** is a version of CSRS established pending creation of a new retirement system for employees first hired after December 31, 1983, and certain rehires.
2. Employees covered by CSRS Interim provisions paid OASDI taxes and a reduced CSRS contribution. CSRS retirement and survivor benefits are offset by the value of the interim service in Social Security benefits.
3. When FERS became effective on 01-01-1987, employees with CSRS Interim coverage acquired either FERS or CSRS Offset coverage.

#### **E. CSRS Offset**

1. **CSRS Offset** is a version of CSRS established for employees who become subject to OASDI taxes and have completed at least 5 years of civilian service creditable under CSRS.
2. Individuals covered under CSRS Offset pay OASDI taxes and a reduced CSRS contribution. CSRS retirement and survivor benefits are offset by the value of the offset service in their Social Security benefits.

#### **F. Federal Employee**

1. The basic definition of the term "Federal employee" is contained in 5 U.S.C. 2105. It states that an employee is a person who is:
  - a. appointed in the civil service by one of the following acting in an official capacity --
    - i. the President;
    - ii. Member or Members of Congress, or the Congress;

- iii. a member of a uniformed service;
  - iv. an individual who is an employee under this definition;
  - v. the head of a Government controlled corporation; or
  - vi. an adjutant general designated by the Secretary concerned under section 709(c) of title 32;
- b. engaged in the performance of a Federal function under authority of law or an Executive act; and
  - c. subject to the supervision of an individual named above while engaged in the performance of the duties of his or her position.
2. For retirement purposes, both CSRS and FERS law modify this definition to exclude some groups of employees from retirement coverage under CSRS or FERS. For CSRS, "employee" is further defined in 5 U.S.C. 8331(1). For FERS, "employee" is further defined in 5 U.S.C 8401(11).
  3. See [Subpart 10A1.3](#) "Coverage Rules: Inclusions, Exclusions, and Exceptions" for the lists of statutorily excluded and included employees.

#### **G. FERS, (including FERS-RAE and FERS FRAE)**

1. **FERS** is the Federal Employees Retirement System established by Public Law 99-335 in chapter 84 of title 5, U.S. Code, and effective January 1, 1987. FERS-RAE and FERS-FRAE, are essentially FERS, albeit with higher contribution rates.
2. Individuals covered under FERS pay Social Security taxes and FERS basic benefit deductions. They also receive an automatic 1 percent government contribution to a Thrift Savings Plan account, and can contribute up to the maximum IRS elective deferral limit each year and can receive up to 4 percent matching government contributions.

#### **H. First Hires**

**First hires** are newly appointed employees who have no prior Federal civilian service.

#### **I. 5-Year Test**

1. **Purpose.** The **5-year test** is one of the tests to be applied before determining that an employee being rehired, transferred, or converted is automatically subject to FERS. It applies to all retirement coverage determinations made on or after January 1, 1987, where the employee is subject to Social Security. If an employee satisfies the 5-year test, he or she is not automatically covered by FERS, even though he or she may be excluded from CSRS coverage.
2. **How to apply.** The 5-year test is met if the employee had 5 years of creditable civilian service as of December 31, 1986. (See definition of "creditable civilian service.") The 5-year test is also met **if**:
  - a. The employee has had a break in service of more than 3 days ending after 1986,
  - b. The employee had any amount of past coverage under the CSRS or Foreign Service Retirement System (FSRS), or
  - c. the benefit structure for employees of the Board of Governors of the Federal Reserve System appointed before January 1, 1984, that is a component of the Retirement Plan for

Employees of the Federal Reserve System, established under section 10 of the Federal Reserve Act, and

- d. Also had 5 years of creditable civilian service as of the break in service. The 5 year test is not applicable to employees who have previously been covered by FERS.
3. **EXAMPLES:** The following statements are examples of how the 5-year test works. Statements 3a and 3b concern exclusions from automatic FERS coverage on January 1, 1987. Statements 3c, 3d, and 3e concern exclusions from automatic coverage upon rehire, transfer, and conversion actions occurring on or after January 1, 1987. Subchapter 10B contains additional examples of how the coverage rules work.
- a. Employees who were covered by CSRS Interim and who, as of December 31, 1986, had 5 or more years of creditable civilian service were excluded from automatic FERS coverage when FERS became effective on January 1, 1987.
  - b. Employees who, as of December 31, 1986, had 5 or more years of creditable civilian service, and who held appointments that are excluded from CSRS coverage, but not FERS (for example, term appointments, temporary appointments pending establishment of registers (TAPER), and excepted appointments designated as indefinite), were excluded from automatic coverage under FERS on January 1, 1987.
  - c. Rehires on or after January 1, 1987, who did not have 5 years of creditable civilian service as of December 31, 1986, but who had 5 or more years of creditable civilian service **on the date of separation** from last Federal employment **and** had some prior coverage under CSRS, the FSRS, or the Federal Reserve system, are excluded from automatic FERS coverage.
  - d. Employees who **transfer or convert** to an appointment that is not excluded from **either** CSRS or FERS and who had 5 or more years of creditable civilian service as of December 31, 1986, are excluded from automatic FERS coverage whether there has been a break in service or not.
4. **Old 5-year test.** The decision of the United States Court of Appeals for the Federal Circuit in the case of *Conner v. OPM* invalidated OPM's regulation that interpreted the 5-year test for employees who returned to work after 1986 following a break in service.
- a. Prior to *Conner*, if the employee had a break in service of more than 3 days ending after 1986, the employee met the 5-year test only if he had past coverage under the CSRS or Foreign Service Retirement System (FSRS) and also had 5 years of creditable civilian service as of the break. It did not matter how much service the employee had as of December 31, 1986.
  - b. As a result of *Conner*, an employee who returns to work after a break in service can meet the 5 year test if he or she had 5 years of creditable civilian service as of December 31, 1986, even if he was never covered under the CSRS or FSRS. The new 5-year test is defined in 2, above and is retroactive to January 1, 1987.
  - c. Any employee who was automatically placed in FERS and now, because of the Conner decision, the retirement coverage is wrong falls under the Deemed FERS Election regulations or the Federal Erroneous Retirement Coverage Correction Act (FERCCA). Under those regulations, unless the employee elects in writing to have the coverage corrected retroactively, he or she will be deemed to have elected FERS. For more information on the "deemed FERS" procedures, see Part 11A6 of the Handbook.



**J. Member**

For the purposes of Federal retirement coverage, a **Member** means a Member of Congress as defined by sections 8331(2) and 8401(20) of title 5, U.S. Code.

**K. Rehires**

**Rehires** are employees who have previous Federal civilian service and are reemployed by the Federal government following a break in service of more than 3 days

**L. OASDI Coverage**

**OASDI coverage** means the employee is subject to Old Age, Survivors and Disability Insurance (OASDI) taxes required by the Internal Revenue Code. These taxes are also referred to as FICA taxes (Federal Insurance Contributions Act). They form the basis for Social Security benefits administered by the Social Security Administration. Whether subject to OASDI taxes or not, all Federal employees (other than nonresident aliens) are subject to Health Insurance (HI) taxes, that is, Medicare. For the purpose of this handbook, the terms Social Security, OASDI, and FICA are used interchangeably.

**M. Senior Officials**

**Senior Officials** are high level officials, such as noncareer members of the Senior Executive Service and certain Presidential appointees with Senate confirmation, who are subject to mandatory Social Security OASDI coverage. The senior officials who are subject to mandatory Social Security coverage are listed in section [10A1.3-6](#).

**N. Transfers**

**Transfers** occur when employees move from one Federal agency to another with no break in service or a break in service of 3 days or less.

**O. Temporary Limited Employees**

**Temporary limited employees** are employees hired under a temporary limited appointment not to exceed 1 year. Unless the employee otherwise meets the requirements for coverage, the appointment is not covered by CSRS or FERS.

**P. Provisional Employees**

**Provisional employees** are hired under temporary appointments to positions that are known to be permanent, that are specifically intended to lead to conversion to permanent appointments and are needed to fulfill an eligibility requirement for the conversion. Unlike temporary employees, provisional employees are treated as non-temporary employees for purposes of retirement coverage. These employees must meet all requirements set out in 5 CFR 316.403 to be considered provisional employees.

## Subpart 10A1.2 Historical Background

### *Section 10A1.2-1 Background: Retirement System Coverage*

#### **A. Introduction**

This section contains brief historical background information concerning CSRS and FERS.

#### **B. Civilian Retirement Prior to 1984**

1. Prior to 1984, the Civil Service Retirement System (CSRS) was the civilian retirement system for most Federal employees. The type of appointment generally determined if an employee had coverage under CSRS. CSRS coverage is documented on SF 50 with codes 1 and 6. (See [subchapter 10C](#) for where to find an explanation of SF 50 codes.)
2. Federal employees who were not covered under CSRS had:
  - a. Coverage under one of the other retirement systems established for Federal employees (for example, Foreign Service Retirement System (FSRS));
  - b. Coverage under Social Security; or
  - c. No coverage.
3. In addition to CSRS being the major retirement system for Federal employees, certain groups of non-Federal employees were given CSRS coverage, or allowed to retain it; for example, employees of the District of Columbia Government, employees of the Alaska Railroad upon its transfer to the State of Alaska, etc.

#### **C. CSRS and Social Security**

1. Until 1984, coverage under CSRS exempted employees from OASDI taxes. Thus, prior to 1984, if an individual was subject to CSRS, he or she was not covered under OASDI.
2. The Social Security Amendments of 1983 (Public Law 98-21) provided that certain Federal employees, principally those first hired after December 31, 1983, be covered by OASDI.

#### **D. CSRS Interim**

Pending the establishment of a new retirement system, Public Law 98-168 required CSRS employees subject to the 1983 amendments to begin making reduced contributions (1.3 percent of basic pay for most employees) to CSRS in conjunction with Social Security taxes. Individuals covered under CSRS and Social Security during these interim years (January 1, 1984, through December 31, 1986) are called CSRS Interim employees. Their retirement coverage is documented on SF 50 with codes C or E.

#### **E. FERS**

1. Public Law 99-335 provided a new retirement system for Federal employees called the Federal Employees Retirement System (FERS).
2. When FERS became effective on January 1, 1987, CSRS Interim employees with less than 5 years of creditable civilian service on December 31, 1986, were automatically converted to FERS. Generally, employees who were first hired after December 31, 1983, who are subject to OASDI taxes are subject to FERS, unless the appointment is temporary or intermittent. (See [Section 10A1.3-5.](#))

- a. FERS coverage is documented on SF 50 with codes K, L, M, N or O.
  - b. FERS\_RAE coverage is documented with 2 character codes that correspond to the regular FERS codes with a second character, R. For example: instead of K, the FERS RAE code would be KR, etc.
  - c. FERS FRAE codes also correspond to the traditional FERS codes with the second character being F, for example KF for FERS FRAE.
3. With the establishment of FERS, the CSRS became a closed system. Therefore, employees who were first hired on or after January 1, 1987, cannot have full CSRS coverage. Depending on the employee's appointment and any prior non-Federal service that is creditable under CSRS, the employee may be covered by FERS, only Social Security, or CSRS Offset; or have no coverage at all.

**NOTE:** Certain employees of non-Federal entities continued to be eligible for CSRS coverage if hired before October 1, 1988. See [Chapter 12, Special Coverage Rules](#), for special rules applicable to these individuals.)

#### **F. CSRS Offset**

1. The FERS law also created CSRS Offset as a continuation of CSRS Interim provisions for employees with CSRS Interim coverage who were not automatically covered by FERS. CSRS Offset employees also have CSRS deductions and benefits offset by Social Security.
2. Generally, CSRS Offset employees are employees who had a break in CSRS covered service of more than 1 year and at least 5 years of creditable civilian service by the end of 1986. Their retirement coverage is documented on SF 50 with codes C, Q or E also.

#### **G. Open Season**

Employees who were eligible to elect FERS coverage were given the opportunity to join the new plan during an open season from July 1, 1987, through December 31, 1987

#### **H. Coverage After Open Season**

Individuals first hired after December 31, 1983, who meet basic eligibility requirements are automatically covered by FERS, (coverage errors that were eligible for relief under FERCCA are a notable exception). CSRS and CSRS Offset employees who transfer from one agency to another agency, change appointments, or are rehired with or without a break in service, generally do not have a change in coverage unless they were eligible for relief under FERCCA or elected FERS during the 1998 Open season. Generally, rehires who have a break of more than 3 days and who are not automatically covered by FERS may elect to transfer to FERS within 6 months of being rehired unless the appointment is temporary or intermittent. (See [Section 10A1.3-5](#).)

#### **I. Summary**

To summarize, determining coverage now depends on the following factors:

1. Date of employee's first appointment
2. Type of prior retirement coverage
3. Amount and dates of service and of any breaks in service
4. Type of appointment
5. FERS election opportunities

6. Social Security coverage

*Section 10A1.2-2 Background: Social Security Coverage***A. Introduction**

This section briefly summarizes the impact of OASDI coverage on retirement coverage.

**B. Reference**

See Chapter 9 of the Social Security Handbook for a detailed discussion of the special Social Security coverage provisions for Federal employees

**C. Relation to Federal Retirement**

Until 1983, most Federal employees were excluded from Social Security taxes because they were covered by the CSRS. However, the following changes in the law changed this relationship as shown below.

**D. Chart**

<i>LAW</i>	<i>EFFECTIVE DATE</i>	<i>IMPACT</i>
Tax Equity and Fiscal Responsibility Act (Section 278 Public Law 97-248)	1/1/83	Required most Federal employees to pay HI (Medicare) tax, even if not subject to OASDI.
Social Security Amendments of 1983 (Section 101 of Public Law 98-21)	1/1/84	Required all newly hired Federal employees, most employees rehired after a break in service of more than 365 days, the President, Vice President, Members of Congress, Federal judges, and certain other senior Federal officials to pay OASDI taxes.
Social Security Amendments of 1983 (as amended by Public Law 98-369, enacted July 18, 1984)	1/1/84	Required Federal employees who were first hired before 1984 but who did not have an appointment with retirement coverage until after December 1983, to pay OASDI taxes.
Federal Employees' Retirement System Act (Public Law 99-335)	1/1/87	Allowed most CSRS employees the opportunity to choose to have OASDI coverage by electing to be covered under FERS during the July-December 1987 open season.

**Subpart 10A1.3 Coverage Rules: Inclusions, Exclusions, Exceptions***Section 10A1.3-1 Retirement Coverage: General Rule***A. General Rule**

All Federal employees are covered by either the Civil Service Retirement System (CSRS) or the Federal Employees Retirement System (FERS), unless they are specifically excluded by law or regulations

## Section 10A1.3-2 CSRS: General Rules: CSRS Coverage

### A. General Rule

The following guidelines summarize which Federal employees are generally subject to CSRS coverage. [Section 10A1.3-3](#) lists exclusions from CSRS coverage that are in the law and OPM regulations. If one of the exclusions in section 10A1.3-3 applies, do **not** use the guidelines that follow.

1. **First Hires:** First hires after December 31, 1983, are automatically subject to FERS and are excluded from CSRS.  
**Exception:** Some first hires who have creditable non-Federal employment may not be automatically subject to FERS. (Employment with the District of Columbia Government before October 1987 is an example of creditable non-Federal service.)
2. **CSRS Rehires:**
  - a. CSRS rehires are employees who had CSRS coverage before. An employee who was under only CSRS, without OASDI coverage, remains under only CSRS if he or she returns to a CSRS-covered position within 365 days of the separation from a CSRS position. The exceptions are: (1) individuals who had CSRS coverage in non-Federal employment (see [section 10A1.3-6E](#)); and (2) individuals who are entering certain senior official positions (see [section 10A1.3-6](#)).
  - b. A rehire on or after January 1, 1984, has CSRS Interim or Offset coverage if he or she has had a break in CSRS coverage of more than 365 days. For actions on or after January 1, 1987, the employee must also meet the 5-year test (see [section 10A1.1-2I](#)).
3. **Transfers and Conversions:**
  - a. Persons who had CSRS coverage (regular or Offset) in the last appointment retain the CSRS coverage they had in the new appointment, unless the new position is excluded by law from CSRS coverage.
  - b. If the new appointment is as a senior official, see [Chapter 101](#), *Special Retirement Provisions for Senior Officials*.
  - c. If a change which occurs on or after January 1, 1987, is from an appointment that was excluded from CSRS coverage to one that is not, the employee must meet the 5-year test (see [section 10A1.1-2I](#)).

**NOTE 1:** Specific provisions of law allow employees who move to international organizations, and State or local governments on Intergovernmental Personnel Act assignments to retain CSRS coverage under special procedures. See [Chapter 12](#), *Special Coverage Rules*.

**NOTE 2:** Specific provisions of law allow certain categories of people who are not Federal employees to have CSRS coverage. Examples are individuals first employed by the government of the District of Columbia before October 1, 1987, individuals employed by Gallaudet University, individuals employed by the Alaska Railroad upon its transfer to the State of Alaska, etc. For further information, see [Chapter 12](#), *Special Coverage Rules*.

*Section 10A1.3-3 CSRS: Exclusions and Exceptions***A. Authority**

Certain individuals are excluded from the definition of employee under CSRS or CSRS Offset by law or regulation. Exclusions by law are listed in subchapter III of chapter 83 of title 5, U.S. Code. Exclusions by regulation are listed in 5 CFR 831.201.

**B. Exclusions by Law (5 U.S.C. 8331(1))**

The following are excluded from CSRS coverage by law.

**EXECUTIVE BRANCH:**

1. The President.
2. Employees subject to another Government retirement system (for example, Foreign Service Retirement System (FSRS), Federal Employees Retirement System (FERS), Tennessee Valley Authority (TVA)).
3. Construction or other temporary, part-time, or intermittent TVA employees.
4. Interns, student nurses, and other student employees in government hospitals.
5. The following employment is also excluded by law from CSRS coverage: the employment of a teacher in dependents' schools of the Department of Defense in overseas areas in the recess period between two school years in a position other than the teaching position in which he or she served immediately before the recess period.

**JUDICIAL BRANCH:**

6. Judges of the U.S. appointed for life.
7. Certain temporary employees of the Administrative Office of the U.S. Courts, other than the Supreme Court.

**CERTAIN FOREIGN NATIONAL EMPLOYEES:**

8. Foreign nationals at Foreign Service posts abroad, appointed after December 31, 1987.

**EMPLOYEES OF THE GOVERNMENT OF THE DISTRICT OF COLUMBIA:**

9. Employees of the DC Government first hired after September 30, 1987, except:
  - a. employees of St. Elizabeths Hospital who transferred to the DC Government on October 1, 1987;
  - b. nonjudicial employees of the DC Courts on and after October 1, 1997;
  - c. the DC Department of Corrections Trustee and an employee of the Trustee;
  - d. the DC Pretrial Services, Defense Services, Parole, Adult Probation and Offender Supervision Trustee and an employee of the Trustee; and
  - e. employees of the DC Financial Responsibility and Management Assistance Authority, commonly known as the DC Control Board, who elect to be deemed Federal employees. See [Chapter 12](#), *Special Coverage Rules*, for specific information on the conditions that must be met for these employees to have CSRS coverage.

**CERTAIN LEGISLATIVE BRANCH EMPLOYEES:**



10. An employee of the Architect of the Capitol, the Library of Congress, or the Botanic Garden who is excluded under the authority of the Architect of the Capitol, the Librarian of Congress, or the Director or Acting Director of the Botanic Garden.

#### NONEMPLOYEES:

11. Special provisions of law outside subchapter III of chapter 83 of the United States Code provided CSRS coverage to employees of entities other than Federal agencies, including the Appalachian Regional Commission, the Legal Services Corporation, and the American Institute in Taiwan. Under Public Law 100-238, effective October 1, 1988, those provisions no longer provide coverage to an individual who becomes employed by one of those entities. Employees already covered by CSRS as of October 1, 1988, continue to be subject to CSRS coverage (or CSRS Offset coverage if also subject to OASDI tax). The continuity of coverage rule (see [section 10A1.3-3D](#)) does not apply to an employee under CSRS who moves to such an entity on and after October 1, 1988. See [Chapter 12](#), *Special Coverage Rules*, for further information and a list of entities whose non-Federal employees gained or, like the State Justice Institute, regained coverage through subsequent legislation

#### C. Exclusions by Regulation (5 CFR 831.201(a))

Unless covered by an exception, the following employees in the executive branch of the Federal government are excluded from coverage by OPM regulation. Authority citations for the appointment or identifying information from an SF 50 are also shown where useful to further identify the exclusion.

1. **Temporary Appointment.** Employees serving under appointments limited to 1 year or less. The length of the appointment is the governing factor. A series of appointments and extensions each limited to 1 year or less does not confer coverage. The exclusion does not apply to employees in provisional appointments (nature of action 190 or 590), or to annuitants appointed by the President to fill unexpired terms of office on or after June 1, 1976.
2. **Intermittent Tour of Duty.** Intermittent employees, that is, non-full-time employees without a regularly scheduled tour of duty. (Work schedule code is I or J.)
3. **TAPER.** Employees serving under temporary appointments pending establishment of a register (temporary appointment-PER), or pending final determination of eligibility for permanent appointment (5 CFR Part 316). (Natures of action are 112 and 512.)
4. **Indefinite Appointment.** Employees serving under nonpermanent appointments, designated as indefinite, made after January 23, 1955, the effective date of the repeal of Executive Order 10180.
5. **Term Appointment.** Employees serving under term appointments (5 CFR Part 316). (Natures of action are 108 and 508.)
6. United States citizens given overseas limited appointments (5 CFR Part 8). (Natures of action are 120, 122, 520, and 522.)
7. Employees serving under limited term, limited emergency, and noncareer (designated as indefinite) appointments in the Senior Executive Service (5 U.S.C. 3394). (Natures of action are 146, 147, 148, 149, 546, 548, and 549 when SF 50 carries remark "appointment is indefinite.")
8. Employees whose salary, pay, or compensation on an annual basis is \$12 a year or less. This applies to employees who are serving without pay or at nominal rates.
9. Beneficiary or patient employees in Government hospitals or homes. This refers to beneficiary and patient employees of the United States Soldiers' and Airmen's Home, the Department of Veterans' Affairs, and other United States facilities. It does not apply to

- trainees, nurses, interns, or others who are regularly employed and may reside on the premises.
10. Employees paid on a piecework basis except those whose work schedule provides for regular or full-time service.
  11. Intermittent alien employees engaged in work outside the continental limits of the United States.
  12. Officers in charge, clerks in fourth-class post offices, substitute rural carriers, and special delivery messengers at second, third, and fourth-class post offices.
  13. Consular agents appointed under authority of section 551 of the Foreign Service Act of 1946 (22 U.S.C. 951).
  14. Employees serving under emergency-indefinite appointments not exceeding 5 years.
  15. Employees serving under nonpermanent appointments made between December 1, 1950, and January 24, 1955, pursuant to section 1 of Executive Order 10180.
  16. Temporary employees of the Census Bureau employed under temporary limited appointments exceeding 1 year.
  17. Health care employees of the National Health Service Corps serving under appointments limited to 4 years or less in health manpower shortage areas.

**D. Exceptions to Exclusions by Regulation (5 CFR 831.201(b))**

1. There are no exceptions to the exclusions by law. There are, however, certain exceptions to the executive branch exclusions by regulation.
2. An employee automatically acquires or retains retirement coverage under any of the following conditions:
  - a. **Transfers and Conversions:** When employment in an excluded category under paragraph C follows employment subject to CSRS without a break in service, or after a separation from the service of 3 days or less, (except for an alien employee whose duty station is located in a foreign country) the employee retains coverage. This is called the "continuity of coverage" rule.
  - b. **Changes in Status:**
    - i. When the employee is granted competitive civil service status under legislation, Executive Order, or the civil service rules and regulations, while serving in a position in the competitive service or if the employee receives a career or career-conditional appointment, the exclusions in paragraph C of this section do not apply.
    - ii. When the employee previously had competitive civil service status and this status is restored by action of reinstatement, the employee retains coverage.
  - c. **Canal Zone Merit Status:** When the employee is granted Canal Zone merit status, the employee retains coverage.

**NOTE:** This coverage could not apply before June 11, 1960, the effective date of this exception.

**E. Summary: CSRS Quick Reference**

For quick reference, employees with the following common categories of appointments or work schedules are generally excluded from CSRS coverage:

1. Temporary limited appointments of 1 year or less
2. Term appointments
3. Temporary appointments pending establishment of registers (TAPER)
4. Excepted appointments designated as indefinite
5. Intermittent work schedules (unless the employee has a career or career-conditional appointment)

### Section 10A1.3-4 FERS: General Coverage Rule

#### A. General Rule

Coverage under FERS requires that an individual:

1. Be a Federal employee;
2. Be covered by OASDI;
3. Have an appointment that is not temporary (other than a provisional appointment) or intermittent; and
4. Be paid based on units of time (that is, not on a piecework basis)

#### B. Automatic Coverage

1. CSRS Interim employees who did not meet the 5-year test (see [Section 10A1.1-2I](#)) on December 31, 1986, became automatically covered by FERS on January 1, 1987. No employees who were under only CSRS (with CSRS deductions of 7, 7.5, or 8 percent of pay) were automatically converted to FERS, even though they may have had less than 5 years of service on December 31, 1986. Certain senior officials were also excluded from automatic coverage even though they had less than 5 years of service. (See [section 10A1.3-5C](#).)
2. Most automatic coverage changes were actually made effective at the beginning of the first pay period in 1987.
3. After December 31, 1986, employees who are rehired or converted are automatically covered by FERS unless they meet the 5-year test (see [section 10A1.1-2I](#)) or are excluded from OASDI coverage.
4. An employee who has once been covered under FERS cannot have CSRS (including CSRS Offset) coverage in future Federal appointments.

#### C. Coverage by Election

Employees in appointments not excluded from FERS coverage by law or regulation have been permitted to elect FERS coverage (including OASDI coverage):

1. During the July 1, to December 31, 1987, open season;
2. During the July 1, 1998, through December 31, 1998, open season;
3. Within 6 months following being rehired after a break in service of more than 3 days;
4. Within 6 months of transferring to or being converted to an appointment covered by CSRS, from an appointment not covered by CSRS;
5. Within 6 months of transferring to or being converted to an appointment that is excluded from CSRS, but not FERS, coverage; or
6. Within 6 months of transferring to or being converted to a senior official position if the official was covered by CSRS only (without FICA). See [Chapter 101, Special Retirement Provisions for Senior Officials](#), of this Handbook.

**NOTE:** An employee has only **one** opportunity to transfer to FERS during any period of continuous employment.

For example, an individual with prior Federal service has a temporary appointment. If that temporary appointment is converted to a term appointment NTE 3 years, he has 6 months from the date of the term appointment to elect to transfer to FERS. If he makes no election, he will only have Social Security coverage. If the term

appointment is later converted to a career appointment, he will not have another opportunity to transfer to FERS because there has been no break in employment. He will have CSRS or CSRS Offset coverage depending on his service history.

**EXCEPTION:** Full CSRS employees who become senior officials have an opportunity to transfer to FERS even if they had an earlier opportunity.

*Section 10A1.3-5 FERS: Exclusions***A. Authority**

Employees who meet the definition of employee in 5 U.S.C. 8401(11) and who are covered under OASDI are covered under FERS unless specifically excluded from FERS by law or regulation.

**B. General Exclusions by Law (5 U.S.C. 8401(11))**

The following individuals are excluded by law from the definition of employee.

1. Individuals ineligible for OASDI coverage.
2. A justice or judge of the United States appointed for life.
3. Certain temporary employees of the Administrative Office of the United States Courts.
4. A construction employee or other temporary, part-time, or intermittent employee of the Tennessee Valley Authority.
5. Interns, student nurses, and other student employees in government hospitals.
6. An individual subject to another retirement system for government employees.
7. Certain employees of the Architect of the Capitol, Library of Congress, Botanic Garden, the Office of Technology Assessment, or certain Congressional employees may be excluded under the authority of the Architect of the Capitol, the Librarian of Congress, the Director or Acting Director of the Botanic Garden, the Director of the Office of Technology Assessment, or the Clerk of the House of Representatives, or Secretary of the Senate, respectively.
8. The following employment is also excluded by law from FERS coverage: the employment of a teacher in dependents schools of the DOD in overseas areas in the recess period between two school years in a position other than the teaching position in which he or she served immediately before the recess period.

**NOTE 1:** Employees of the District of Columbia Government are not Federal employees, so they are not eligible for FERS coverage.

**EXCEPTION:** Special provisions of law allow the following categories of employees to be treated as Federal employees under certain conditions:

- a. non-judicial employees of the DC Courts;
- b. the DC Department of Corrections Trustee and an employee of the Trustee;
- c. the DC Pretrial Services, Defense Services, Parole, Adult Probation and Offender Supervision Trustee and an employee of the Trustee; and
- d. employees of the District of Columbia Financial Responsibility and Management Assistance Authority, commonly known as the DC Control Board.

See [Chapter 12](#), *Special Coverage Rules*, for more information.

**NOTE 2:** Non-resident foreign nationals are also ineligible for FERS because they are excluded from Social Security. Non-resident foreign nationals are generally covered by their own nation's Social Security system.

**NOTE 3:** Specific provisions of law allow employees who move to international organizations, employee organizations, and State or local governments on Intergovernmental Personnel Act assignments to retain FERS coverage under special procedures if the employee continues Social Security coverage. See

[Chapter 12](#), *Special Coverage Rules*.

**NOTE 4:** Effective October 1, 1988, Public Law 100-690 gave employees of the State Justice Institute FERS coverage even though they are not Federal employees for most purposes.

**C. Exclusions by Law Unless FERS Coverage is Elected (5 U.S.C. 8402(b))**

In establishing FERS, the Congress was very explicit in excluding employees from **automatic** FERS coverage if they were covered by only CSRS, or if they were potentially vested under the CSRS (that is, for a future retirement benefit) by having at least 5 years of creditable civilian service. The following categories of employees may only acquire FERS coverage by **electing** it.

1. Employees who are covered under CSRS only.
2. Senior officials eligible for special election opportunities during the July 1 to December 31, 1987, open season. Apply general rules to individuals in senior official positions who were not eligible for the special election opportunities. (See [Chapter 101](#).)
3. Employees who meet the 5-year test in [section 10A1.1-2I](#).

**D. Regulatory Exclusions (5 CFR 842.105)**

1. The following categories of employees in or under an executive agency, the United States Postal Service, or the Postal Rate Commission are excluded from FERS by OPM regulations:
  - a. Employees serving under appointments (other than provisional appointments) limited to 1 year or less. The kind of appointment is the governing factor. A series of appointments and extensions each limited to 1 year or less does not confer coverage.
  - b. Intermittent employees serving under other than career or career-conditional appointments.

**EXCEPTION:** When an employee who is covered by FERS moves to a position listed as one of the above regulatory exclusions without a break in service or after a separation of 3 days or less, his or her FERS coverage continues. This exception does not apply to a person who moves into a position excluded by law (listed in paragraph B of this section). When a FERS annuitant is reemployed, he or she is also covered by FERS unless employed on an intermittent basis

**E. FERS Quick Reference**

1. Federal employees first hired after December 31, 1983, who are subject to OASDI taxes are covered under FERS, unless excluded by specific law or regulation.
2. For quick reference, the following are excluded from FERS coverage:
  - a. temporary employees serving under appointments (other than provisional appointments) of 1 year or less;
  - b. employees with intermittent work schedules whose appointments are other than career or career-conditional;
  - c. employees who are ineligible for OASDI coverage (for example, nonresident foreign nationals);
  - d. employees under another retirement system for Federal employees (for example, CSRS only); and
  - e. employees under CSRS Interim or Offset who meet the 5-year test.
3. In addition, most CSRS and CSRS Offset employees may elect to transfer to FERS upon reemployment after a break in service of more than 3 days.
4. Employees with the following appointments, which are excluded from CSRS coverage, are **not** excluded from FERS term appointments, temporary appointments-PER (TAPER), and

- excepted appointments designated as indefinite.
5. Once an employee has FERS coverage, he or she is covered by FERS in all future positions unless the position or appointment is excluded from coverage by law or regulation.

*Section 10A1.3-6 Social Security Amendments of 1983: Inclusions, Exclusions, and Exceptions***A. Authority**

The Social Security Amendments of 1983 (section 101 of Public Law 98-21) required new employees appointed on or after January 1, 1984, to have OASDI coverage. In addition, certain current senior officials and rehires were made subject to OASDI coverage. See Chapter 9 of the *Social Security Handbook* for a detailed discussion of the special Social Security coverage provisions for Federal employees.

**B. Coverage of New Hires**

New employees who were first hired by the Federal government after December 31, 1983, are covered by OASDI. This means first hired in the civilian service and does not include military service performed before January 1, 1984. The exception is nonresident aliens, who are excluded from OASDI coverage.

**C. Coverage of Senior Officials**

The Social Security Amendments of 1983 extended mandatory Social Security coverage to certain senior officials, effective January 1, 1984, even though these senior officials also had other retirement coverage as Federal employees. These senior officials are as follows.

1. All Members, Delegates, and Resident Commissioners of or to Congress, including the Vice President.

**NOTE 1:** For retirement purposes, the term "Members of Congress" includes the Vice President, a Delegate to the House of Representatives, and the Resident Commissioner from Puerto Rico (5 U.S.C. 2106).

**NOTE 2:** Under CSRS, Members of Congress were covered only if they elected to be covered. Under FERS, Members of Congress are covered unless they "irrevocably" elect not to be covered; however, there are special provisions for those who were Members of Congress from December 31, 1983, through the FERS open season of July through December 1987.

2. Persons in Executive Schedule positions covered in sections 5312 through 5317 of title 5, U.S. Code.

**NOTE 1:** Some positions listed in 5 U.S.C. 5312 through 5317 had already been removed from the Executive Schedule as a result of the Civil Service Reform Act and placed in the Senior Executive Service (SES) without corresponding revisions having been made to title 5. Therefore, persons serving in positions covered in sections 5312 through 5317 who were actually in the SES with career appointments rather than the Executive Schedule were not mandatorily covered by Social Security. Persons serving in executive level positions that are not specifically listed in sections 5312 through 5317, but which were designated to be treated as if they were so listed also did not mandatorily come under Social Security coverage on January 1, 1984.

**NOTE 2:** Career SES officials who were appointed before November 10, 1988, by the President to an Executive Schedule position with Senate confirmation, could elect, under 5 U.S.C. 3392(c) to elect to retain their CSRS only retirement coverage as if they had remained as career SES, and not be covered by Social Security. Officials appointed on or after November 10, 1988, must have Social Security coverage and no longer have this option.

3. Noncareer appointees in the Senior Executive Service (SES).



- NOTE 1: Noncareer appointees.** Some noncareer appointees in the SES had never been covered under the CSRS and instead had Social Security coverage. Employees who were serving under noncareer (designated as indefinite) SES appointments were (and still are) excluded from CSRS coverage by OPM's regulations. (See section 10A1.3-3C.) Public Law 98-21, therefore, had no real effect on their status.
- NOTE 2: Limited term and emergency appointees.** Limited term and limited emergency appointees in the SES are specifically excluded from the definition of a "noncareer appointee" as given in title 5, U.S. Code. Limited term and limited emergency SES appointees are covered by Social Security, but not under mandatory coverage provisions. They are excluded from CSRS coverage by regulation unless the CSRS coverage the employee had in a prior position continues because there has not been a break in service of more than 3 days. Therefore, if a career employee under CSRS moves to a limited term or limited emergency appointment in the SES without a break in service of more than 3 days, CSRS coverage continues and the employee continues to be excluded from Social Security.
4. Individuals on the White House staff appointed under section 105(a)(1), 106(a)(1), or 107(a)(1) or (b)(1) of title 3, U.S. Code, if the maximum rate of pay for their positions is at or above the rate for level V of the Executive Schedule (\$151,700 in January 2017).
  5. Certain Federal judges, including:
    - a. Judges of the U.S. Claims Court
    - b. Judges of the U.S. Tax Court
    - c. U.S. magistrates;
    - d. U.S. bankruptcy judges; and
    - e. Judges of the U.S. Court of Appeals for the Armed Forces, formerly the U.S. Court of Military Appeals. (The Department of Defense determined that Public Law 98-21 applied to these judges even though they were not specifically listed in that law. These judges are appointed by the President and confirmed by the Senate. They have CSRS or FERS coverage and make an election between that and a title 10 retirement benefit at their retirement.)
- NOTE:** Judges of the U.S. Tax Court, bankruptcy judges, and U.S. magistrates have CSRS coverage unless they waive it in favor of the systems for these judges.

#### D. Coverage of Legislative Employees

Legislative branch employees who, on December 31, 1983, were not covered by CSRS or another Federal civilian retirement system were covered by OASDI on January 1, 1984.

#### E. Inclusion by History of Service

Certain Federal employees with Federal service prior to 1984 are subject to OASDI because of their employment history. Individuals are subject to OASDI taxes if any one of the following conditions apply.

1. They were first hired by the Federal government before January 1, 1984, but did not acquire any CSRS or FERS coverage (or the retirement coverage under another system for Federal employees) until after 1983 (for example, temporary employees.)
2. They have a break in service of more than 365 days that ended after December 31, 1983.
 

**EXCEPTIONS:** Employees may be excluded if the employee separated to perform service with an international organization before January 1, 1995, the American Institute in Taiwan, or uniformed service with the Armed Forces of the United States. (See the *Social Security Handbook*, Special Coverage Provisions, for more details on

these exceptions.)

3. They have a break in CSRS coverage (or other retirement coverage under another system for Federal employees) of more than 365 days that ended after December 31, 1983.

**EXAMPLE 1:** A CSRS-covered employee had a break in service of 6 months, returned to a temporary appointment for 3 months, and then had a break of 5 months before going to his or her new position. The employee is now subject to Social Security because a total of 14 months (more than 1 year) elapsed before the employee returned to a position covered by CSRS.

**EXAMPLE 2:** A CSRS-covered employee had a break in service of 6 months before returning to a temporary appointment of 3 months. One month later, the employee then received an appointment covered by CSRS. The employee is not subject to Social Security because less than 1 year has elapsed between the position originally subject to full CSRS coverage and the new position covered by CSRS.

4. The rules for legislative branch employees are different. A break in covered service (even if less than 1 year) occurring after December 31, 1983, while in the legislative branch or a refund of CSRS deductions that has been received after December 31, 1983, breaks continuity of service for Social Security determination purposes. The legislative employee must be covered by Social Security.

These exceptions apply to service in the legislative branch only. The general rules apply when an employee leaves the legislative branch and is later employed in the executive branch. See the Social Security Handbook, Special Coverage Provisions, for more details.

#### **F. DC Employees and Other Non-Federal Employment Covered by CSRS Only**

Employment with the District of Columbia is not Federal employment, even though it is creditable service for CSRS. Therefore, any employee who is hired by a Federal agency on or after January 1, 1984, following service with the District of Columbia government will be subject to OASDI unless the individual also was a Federal employee covered by full CSRS within 365 days of the new appointment. The same rule applies with regard to most other non-Federal employment which has been covered by CSRS.

#### **G. Social Security Amendments of 1983 Quick Reference**

1. Most individuals who have had continuous service since before 1984 and who have never paid OASDI taxes remain excluded from OASDI taxes.
2. However, the following Federal employees are now subject to full Social Security contributions:
  - a. Employees first hired after 1983;
  - b. Employees first hired before January 1, 1984, but who did not acquire Federal retirement coverage until after 1983; or
  - c. Employees who have had a break in service and/or CSRS coverage of more than 365 days ending after December 31, 1983; or
  - d. Certain senior officials.
3. **REFERENCE:** See the *Social Security Handbook*, Special Coverage Provisions chapter, for a more detailed description of Social Security coverage.

*Section 10A1.3-7 Decision Factors in Determining Coverage***A. Introduction**

The decision factors described below and in the following pages are used in the decision tables in Part 10A2 for making coverage determinations. They are the key decision points, or questions, that must be answered when making a determination. This section describes the role each factor plays in the coverage determination process.

**B. Factors**

1. The factors that affect coverage fall into three categories:
  - a. Prior FERS coverage;
  - b. Service history; and
  - c. Type of appointment.
2. The impact of specific decision factors within these general categories is described below.

**C. Prior FERS Coverage**

Once an employee has FERS coverage by election or automatic coverage he or she will be covered by FERS in all future appointments unless excluded by law or regulation

**D. History of Service**

1. The following factors relating to an employee's service history affect the coverage.
  - a. **Date of first hire after December 31, 1983:** Employees first hired after December 31, 1983, are subject to full OASDI taxes unless they are excluded from coverage under Social Security (for example, foreign nationals serving overseas). Social Security coverage is the critical factor in determining whether an employee is covered by CSRS or FERS, and, if CSRS, whether it is full coverage or Offset coverage.
  - b. **5-year test:** If this test is satisfied an employee will not be automatically converted to FERS. (See [section 10A1.1-2I](#).)
2. **Creditable civilian service:** Apply the following guidelines in calculating the amount of creditable civilian service that is included in the 5-year test.
  - a. Count all creditable civilian service and potentially creditable civilian service regardless of the appointment on which the employee was serving. (See discussion of potentially creditable service in subparagraph 7.)
  - b. Do **not** use the employee's SCD recorded on the SF-50 to determine length of creditable civilian service. This SCD is adjusted to reflect the amount of service creditable towards **leave**, not retirement coverage. It may also include military service, which is not to be used in determining coverage. Do, however, count time that is creditable as civilian service because it qualifies as a period of military furlough.
3. **365-day break in service:** This factor determines whether an employee who is eligible to continue CSRS coverage has regular coverage or CSRS Offset coverage. Rehired Federal employees who have a break in Federal employment or CSRS coverage of greater than 365 days are covered by OASDI. Service with the Armed Forces of the United States when the employee returns to his or her former position, service under another retirement system for Federal employees, service with an international organization, and service with the American Institute in Taiwan do not count toward a 365-day break in service.  
When a former employee who was receiving workers' compensation benefits under FECA, the Federal Employees Compensation Act, returns to duty, the time he or she was in receipt of FECA benefits is considered a leave of absence, not a separation from employment. In

determining length of separation, if any, for OASDI tax purposes, disregard all periods of time during which the employee was (or was considered to be) on leave of absence without pay.

4. **Break in service of 3 days or less:** Employees who change from a position or type of appointment that is covered to one that is excluded from coverage by regulation (but not by law) and have no break in service or a break of 3 days or less, retain retirement coverage in the new position. This is known as continuity of coverage and is applicable to both CSRS and FERS.  
**EXAMPLE:** An employee who is covered by CSRS in a career appointment accepts a temporary appointment with a break in service of 3 days or less. The employee continues to be covered by CSRS in the temporary appointment.
5. **Exception to 3-day break rule:** A CSRS employee who becomes a senior official may become subject to CSRS Offset or FERS. (See [Chapter 101](#), *Special Retirement Provisions for Senior Officials*.)
6. **Non-Federal service creditable under CSRS:** Non-Federal service, such as with the DC Government or the Legal Services Corporation, which is creditable under CSRS is counted in determining how much creditable service an employee has for retirement purposes. **Except as specified in subparagraph 3 above**, non Federal service is considered a break in Federal Employment. Thus, the time spent serving in the non Federal appointment would be included in counting a 365 day break. Therefore, when an employee moves from such non-Federal employment to a Federal position, use the rules for first hires or rehires to determine retirement coverage.
7. Potentially creditable service:
  - a. Certain categories of service become fully creditable only if the employee takes certain actions, such as applying to pay for the service by a deadline established in law or waiving rights to benefits under another retirement system for Federal employees.
  - b. For example, service covered by the Foreign Service Retirement System or the Tennessee Valley Authority's retirement plan is potentially (but not fully) creditable until an employee has waived his or her rights to benefits under the other system and made any deposit necessary to OPM. In making coverage determinations (and determining if a CSRS component exists) count all creditable civilian service that is potentially creditable on the effective date of the personnel action requiring the coverage determination.  
 The resulting coverage decision remains valid even though the employee may never ever take all the actions needed for the service to become fully creditable.

### E. Type of Appointment

The following factors relating to an employee's type of appointment affect coverage.

1. **Type of appointment.** Some types of appointments (temporary and intermittent) are excluded from coverage under both CSRS and FERS. Other types of appointments (for example, term, TAPER, and indefinite) are excluded from CSRS coverage by regulation, but not from FERS. See [Subpart 10A1.3](#) for a complete list of exclusions and exceptions to FERS and CSRS.
2. **Qualification as a senior official.** Certain senior officials are mandatorily covered by Social Security under the Social Security Amendments of 1983. With one exception, an employee who becomes one of these senior officials is covered by OASDI and cannot continue only full CSRS coverage. [Section 10A1.3-6](#) contains a list of these senior officials. [Chapter 101](#) provides complete coverage determination procedures, since they have special coverage and election options.

**F. Summary of Decision Factors**

The following table lists those decision factors that are relevant for coverage determinations for:

1. new hires;
2. transfers and conversions; and
3. rehires

<i>EMPLOYEE CATEGORY</i>	<i>RELEVANT FACTORS</i>
New hires (after 12/31/83)	<ul style="list-style-type: none"> <li>• Type of appointment</li> <li>• Non-Federal service creditable under CSRS</li> <li>• Exclusion from OASDI coverage</li> </ul>
Transfers and Conversions	<ul style="list-style-type: none"> <li>• <b>FERS</b> election</li> <li>• Date of first hire</li> <li>• 5-year test</li> <li>• Classification as senior official</li> <li>• Type of appointment</li> </ul>
Rehires	<ul style="list-style-type: none"> <li>• All decision factors are relevant unless previously under FERS. If employee was under FERS, he or she continues under <b>FERS</b> unless this appointment is excluded.</li> </ul>

*Part 10A2. Procedures for Determining Coverage***Subpart 10A2.1. Procedure***Section 10A2.1-1. Procedure for First Hires***A. Definition**

**First hires** are newly hired employees who have **no prior civilian service** with the Federal government. (Certain new hires may have non-Federal service that is covered or creditable under CSRS.)

**B. General Rule**

Employees who are first hired after December 31, 1983, are covered by FERS **unless** they are serving under temporary limited appointments NTE 1 year or appointments with intermittent tours of duty.

**C. Exceptions**

First hires excluded from OASDI (for example, certain foreign nationals) cannot be covered by FERS or CSRS Offset. Foreign nationals appointed after December 31, 1986, are also excluded from CSRS coverage.

**D. Non-Federal Service Covered by CSRS**

New Federal employees who have had prior non-Federal service that was covered by CSRS may also be excluded from FERS, depending on the amount of this service. The employee is normally covered by OASDI. Apply the 5-year test to determine if the employee has FERS or CSRS Offset coverage.

**E. Coverage Determination Table**

The following table is an aid to help you make correct coverage determinations for new employees

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
1	Does employee have prior non-Federal service that was covered by or creditable under CSRS? (See section 10A1.3-3B)	Go to Step 2	Go to Step 5
2	Does employee meet 5 year test? (See section 10A1.1-2I)	Go to Step 3	<b>Skip to Step 5</b>
3	Is current appointment excluded from CSRS? (See section 10A1.3-3)	Go to Step 4	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>
4	Is current appointment excluded from FERS? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	Covered by <b>FICA</b> with option to elect <b>FERS</b>
5	Is <i>appointment excluded</i> from FERS by law or regulation? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	<b>Go to Step 6</b>

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
6.	Is appointment effective before January 1, 2013?	Coverage Under <b>FERS</b>	Go to Step 7
7.	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS?)	Coverage Under <b>FERS</b>	Go to Step 8
8.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Coverage under <b>FERS</b>	Go To Step 9
9.	Is appointment effective on or after January 1, 2013, and before January 1, 2014?	Coverage under <b>FERS-RAE</b>	Go to Step 10
10.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Coverage under <b>FERS-RAE</b>	Go to Step 11
11.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Coverage under <b>FERS-RAE</b>	Coverage under <b>FERS-FRAE</b>

*Section 10A2.1-2. Procedure for Transfers and Conversions to New Appointments***A. Definition**

1. **Transfers** occur when employees move from one position or type of appointment to another between agencies with **no break in service or a break of 3 days or less**.
2. **Conversions** occur when employees move from one appointment in an agency to another appointment in the same agency with no break in service or with a break in service of 3 days or less. (Natures of action for conversions begin with a "5," for example, 500, 501, 570.)

**NOTE:** Employees moving into a Federal agency from positions under the DC Government are not transferring since the move is not from a Federal agency. Apply rules for first hires or rehires, depending on whether the person also has prior creditable service. The same applies for other non-Federal service that was covered under the CSRS.

**B. General Rule**

Usually coverage does not change upon transfer. It often changes upon conversion.

**C. Exceptions**

An individual's coverage may change if:

1. the new position is excluded by law,
2. the employee is moving into or out of a senior official position mandatorily covered by Social Security (for example, noncareer SES),
3. the employee is moving from an appointment without retirement coverage under CSRS or FERS (for example, temporary NTE 1 year) to a career-conditional or other type of appointment that confers retirement coverage,
4. the employee is moving from an appointment without retirement coverage under CSRS or FERS (for example, temporary NTE 1 year) to an appointment that is excluded under CSRS, but not under FERS (for example, term), or
5. the employee is moving from a position under another retirement system, (for example, FSRS or TVA).

**D. Cross Servicing Arrangements**

With cross-servicing arrangements, an employee may change agencies, but have the same servicing payroll office, or remain within the same agency, but be under a different payroll office. Although these changes may require closing out the employee's retirement records in the losing organization, a change in payroll office does not affect retirement coverage



## E. Coverage

The following table is an aid to help you make coverage decisions for employees who transfer or convert to new appointments.

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22.	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

\*An employee has only one opportunity to elect FERS during any period of continuous employment

*Section 10A2.1-3. Procedure for Rehires***A. Definition**

Rehires are those employees who have previous Federal civilian service and are being reemployed by the Federal government following a break in service of more than 3 days.

**B. General Rules**

1. **Employees under FERS:** If an employee was previously in FERS, the employee continues to have FERS coverage in the new position unless excluded by law or regulation.
2. Employees not formerly under FERS:

<i>If an employee has a break in full CSRS service of</i>	<i>Then ...</i>
<b>greater</b> than 365 days	Unless the new position is excluded by law or regulation, apply the 5-year test to determine if the employee is now in <b>CSRS Offset or FERS</b> . Reference: See <a href="#">section 10A1.1-2</a> for a definition of the 5-year test.
<b>less</b> than 365 days or an exception applies due to type of break (for example, uniformed military service)	The employee retains previous coverage unless the new position is excluded by law or regulation.

**C. Election Opportunity**

Anyone who is not already covered by FERS and whose new appointment is not excluded from FERS by law or regulation has a personal 6-month opportunity to elect FERS upon being rehired after a break in service of more than 3 days.

**D. Coverage Determination Procedure**

The following table is an aid for making coverage determinations when employees are rehired after a break in service.

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2l)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2l)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

*Part 10A3. FERS RAE and FERS FRAE***SubPart 10A3.1. Enhanced Retirement Deductions***Section 10A3.1-1. General***A. Overview**

Once it has been determined that an employee is covered under FERS, it must further be determined whether the employee will be subject to enhanced retirement deductions under FERS RAE or FERS FRAE.

This guidance only applies to automatic FERS coverage determinations. Employees who are subject to CSRS, CSRS-Offset, or FICA-only coverage and who have an opportunity to elect to transfer to FERS will be subject to FERS, not FERS-RAE, if they elect to transfer to FERS.

**B. Background**

Public Law 112-96, Section 5001, the “Middle Class Tax Relief and Job Creation Act of 2012,” established FERS-Revised Annuity Employee (FERS-RAE). In general, employees hired after December 31, 2012, who were not excluded from FERS coverage became subject to FERS-RAE coverage and paid significantly higher employee contributions for the FERS basic benefit than employees subject to the original FERS coverage. (With one exception, the amounts of benefits payable under FERS did not change. There was a change, though, to the FERS basic benefit payable to congressional employees and Members of Congress.) The FERS-RAE provisions, however, included three exceptions whereby employees hired after December 31, 2012, would be subject to the original FERS coverage (and the lower employee contribution rate). The employee’s status on December 31, 2012, was crucial in determining if the employee could retain coverage under original FERS. [Benefits Administration Letter \(BAL\) 13-102](#), outlined the rules for determining if an employee hired after December 31, 2012, could retain original FERS coverage.

Section 401 of the “Bipartisan Budget Act of 2013, signed into law by the President on December 26, 2013, created another class of FERS coverage, FERS-Further Revised Annuity Employee (FERS-FRAE). In general, employees hired after December 31, 2013, who are not excluded from FERS coverage become subject to FERS-FRAE coverage and must pay even higher employee contributions for the FERS basic benefit than FERS-RAE employees. Employees who meet the requirements to retain original FERS coverage based on their status as of December 31, 2012, will continue to be subject to original FERS coverage. Employees who are not eligible for original FERS coverage may still be eligible for FERS-RAE coverage based on their status as of December 31, 2013.

The basic FERS benefits for congressional employees and Members of Congress covered under FERS-FRAE are the same as the benefits those groups receive under FERS-RAE.

*Section 10A3.1-2: Procedures.***A. Coverage Determination**

In general, employees hired after December 31, 2013, who are not excluded from FERS coverage will be subject to FERS-FRAE, unless they meet specific service requirements as of December 31, 2012, that would allow them to be subject to original FERS, or unless they meet specific service requirements as of December 31, 2013, that would allow them to be subject to FERS-RAE.

An individual hired in 2014 or later will be subject to original FERS coverage if any of these exceptions apply:

1. the individual on December 31, 2012, was covered under FERS; or
2. the individual on December 31, 2012, was performing civilian service which is creditable or potentially creditable service under FERS (for example, the individual may have been performing service as a Peace Corps volunteer or may have been covered under another retirement system from which service credit may be transferred to FERS, such as CSRS, CSRS-Offset, Foreign Service, Federal Reserve, or CIARDS), or
3. the individual on December 31, 2012, was not covered under FERS and was not performing civilian service which is creditable or potentially creditable service under FERS, but as of December 31, 2012, had performed at least five years of civilian service creditable or potentially creditable under FERS, including service subject to CSRS or CSRS-Offset.

An individual hired in 2014 or later who is not subject to original FERS coverage will be subject to FERS-RAE coverage if any of these exceptions apply:

1. the individual on December 31, 2013, was covered under FERS-RAE; or
2. the individual on December 31, 2013, was performing civilian service which is creditable or potentially creditable service under FERS (for example, the individual may have been performing service as a Peace Corps volunteer or may have been covered under another retirement system from which service credit may be transferred to FERS, such as CSRS, CSRS-Offset, Foreign Service, Federal Reserve, or CIARDS), or
3. the individual on December 31, 2013, was not covered under FERS and was not performing civilian service which is creditable or potentially creditable service under FERS, but as of December 31, 2013, had performed at least five years of civilian service creditable or potentially creditable under FERS, including service subject to CSRS or CSRS-Offset.

We have provided Retirement Coverage Determination tables to help you make the coverage decision. Tables located in [BAL 14-107](#).

**B. Potentially Creditable Service**

Certain categories of service become fully creditable only if the employee takes certain actions, such as applying to pay for the service by a deadline established in law or waiving rights to benefits under another retirement system for Federal employees. For example, service covered by the Foreign Service Pension System (FSPS) is potentially (but not fully) creditable until an employee has waived his or her rights to benefits under that system and made the necessary deposit to OPM. Peace Corps volunteer service is another example. In making coverage determinations count all creditable civilian service that is potentially creditable on the effective date of the personnel action requiring the coverage determination. The resulting coverage decision remains valid even though the employee may never ever take all the actions needed for the service to become fully creditable.

Military service for which a deposit has been paid is not considered creditable for determining the five years of service for exemption from FERS-RAE or FERS-FRAE.

**C. Performing Active Duty Military Service on December 31, 2013, Following a Separation from Civilian Service**

If a FERS-RAE covered employee separates from Federal service before December 31, 2013 to enter active duty military service, and returns to Federal service after December 31, 2013, after exercising his or her reemployment rights under 38 U.S.C. § 4312, the employee is not considered to be separated from Federal service for purposes of determining FERS-FRAE coverage. Under specific provision of the Uniformed Services Employment and Reemployment Rights Act (USERRA), individuals reemployed with the Government under chapter 43 of title 38 must be treated as not having a break in service.

**D. Break in Service of Three Days or Less that Spans December 31, 2013**

If an individual leaves a FERS-RAE covered position immediately before December 31, 2013, and returns to a FERS covered position after a break of three days or less, the employee will continue to be covered under FERS-RAE even if the employee returns after December 31, 2013. A break in FERS-RAE coverage of three days or less is not considered to be a separation from service and the individual is considered to be covered under FERS-RAE on December 31, 2013.



*Part 10A4. Prior Coverage Determinations***Subpart 10A4.1. Review of Prior Coverage Determinations***Section 10A4.1-1. Performing a Review of Prior Coverage***A. Purpose**

Since correct retirement coverage now depends on a number of factors, it sometimes is necessary to verify prior coverage determinations. In particular, coverage determinations for employees who had creditable civilian service before 1984 and who have had one or more breaks in service or changes in type of appointment may be susceptible to errors. The purpose of this section is to provide the tools to facilitate reviews of prior coverage determinations when an agency believes that a review is needed.

**B. Resources Required**

Generally, you need the employee's Official Personnel Folder/Electronic Official Personnel Folder/Merged Records Personnel Folder (OPF/EOPF/MRPF) to review prior coverage determinations.

**C. Procedure**

To review prior coverage, follow this procedure

<i>STEP</i>	<i>ACTION</i>
1	Check the employee's OPF/EOPF/MRPF for <b>FERS</b> Election. Look for an SF 50 (or equivalent) showing action code 803/Chg in Retirement Plan and a retirement code of K, L, M, or N, or the OPF copy of a FERS election on either Standard Form 3109 or the old OPM Form 1555 (1561 or 1563 for certain senior officials). If you see an OPM Form 1561 or 1563, this indicates the employee was a senior official with special elections (see Chapter 101 of this Handbook for senior official rules). If the employee has previously elected <b>FERS</b> , he or she retains <b>FERS</b> coverage unless excluded by law or regulation in the new position.
2	Compile an Employment Checklist History, listing the employee's personnel actions and retirement coverage. Use all potentially creditable civilian service. Do not include military service. (Do, however, include military furlough time that is creditable as civilian service.) Use this history as a record of the employee's service with respect to coverage. A copy of a standard worksheet to use for your checklist follows.
3	Verify coverage. Use the appropriate coverage determination table (that is, New Hire, Transfer or Conversion, or Rehire) to make a decision about coverage <b>independent</b> of a prior agency determination. Then check your decision against the previous determination to see if you came to the same conclusion. If you do <b>not</b> come to the same determination, verify with the employee that the service history you have is correct and complete. If you determine that an error has been made, initiate action to correct the error.

## Section 10A4.1-2. Review: Employment History Checklist

**A. Worksheet**

Action	Type of Appointment	Coverage	Effective Dates		Break in Service?	Eligible to Elect FERS?
			From	To		

Total Service \_\_\_\_\_

**B. Description of Checklist Items**

ITEM	DESCRIPTION
Action	Type of personnel action taken (for example, transfer, conversion) as indicated on SF 50.
Type of appointment	Type of appointment (for example, excepted service, career-conditional) as indicated on SF 50.
Coverage	Retirement coverage employee had while in position. Retirement codes are shown on the SF 50, Item 8 (block 30 as of October 1, 1988). See the <i>Guide to Personnel Data Standards</i> (formerly FPM Supplement 292-1) for the definitions of these codes.
Effective dates	Effective dates of personnel actions.
Break in service?	Note each break in service, and its length. Also note if break is: <ul style="list-style-type: none"> <li>• 3 days or less (not considered break); or</li> <li>• is over 365 days (may result in OASDI coverage).</li> </ul>
FERS Election	If an employee has a break of more than 3 days on or after July 1, 1987, has not previously acquired FERS coverage, and is not now excluded from FERS, he or she has a new 6-month period to elect FERS. An employee who transfers or converts from an appointment that is excluded from FERS to one that is not also has a 6-month opportunity to elect FERS, if he or she did not have a prior opportunity to elect FERS during the same period of continuous employment.

*Section 10A4.1-3. Example: Review of Prior Determinations***A. Introduction**

The following example illustrates how an agency might perform a review of prior coverage determinations to insure that the employee's current coverage status is correct.

**B. Step 1: Check for FERS or FERCCA Election**

In checking through the employee's OPF/EOPF/MRPF, there was no record of a prior FERS or FERCCA election. If the employee had elected FERS, Step 2 of the review procedure could be limited to service before the election. Please note that a FERCCA election may provide coverage that is contrary to the result derived from the determination tables.

**C. Step 2: Compile Checklist History**

The following sample checklist was compiled to review the employee's history of service and prior coverage.

Action	Type of Appointment	Coverage	Effective Dates		Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired NTE (date)	Temp.	2 (FICA)	1/2/1970	7/31/1970	NA	NA
Conversion	Career-Cond.	1 (CSRS)	8/1/1970	7/31/1973	NO	NA
Chg in Tenure	Career	1 (CSRS)	8/1/1973	3/31/1975	NO	NA
Rehire NTE (date)	Temp Appt	2 (FICA)	7/1/1978	8/31/1978	YES	NA
Rehire Career	Reinstatement	1 (CSRS)	5/1/1981	8/31/1982	YES	NA
Transfer	Career	1 (CSRS)	9/1/1982	2/29/1988	NO	7/1/87 to 12/31/87
*Rehire Career	Reinstatement	C (CSRS) Offset	6/1/1990	8/31/1990	YES	6/1/90 to 11/30/1990
*Transfer Offset	Career	CSRS	9/1/1990	3/31/1991	NO	9/1/90 to 11/30/1990
*Transfer Offset	Career	CSRS	4/1/1991		NO	—

Total  
Service

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\* Indicates determinations in question for review.

**D. Step 3: Verify Determination**

In verifying past determinations, be sure you listed all potentially creditable civilian service. For employees with service before 1987, look at each change in appointment that has occurred since January 1, 1984, to determine if the employee had a break in CSRS coverage that exceeds 365 days,

or was first hired after December 31, 1983.

The tables on the next page show how an agency used the employment history in the preceding example to verify coverage determinations upon the employee's reemployment on June 1, 1990, and transfer on September 01, 1990.

Copies of Coverage Determination Tables are in Subchapter 10C.

If a coverage error that occurs or continues after 12-31-1986 is found, please refer to [Benefits Administration Letter 04-108](#) and 5 CFR part 839 to determine if the employee is eligible for relief under the Federal Erroneous Retirement Coverage Corrections Act (FERCCA).

### E. Decision Factor Table

**ACTION 1:** Reemployment 6/1/90: Conclusion of CSRS Offset correct because employee had a break in service exceeding 365 days.

**ACTION 2:** Transfer 9/01/90

Conclusion of CSRS Offset correct because employee had become subject to OASDI service, and status did not change upon transfer.

#### Action 1

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2i)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2i)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

**Action 2**

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS</b> *
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13.	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14.	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22.	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23

<i>Step</i>	<i>Decision Factor</i>	<i>If Yes...</i>	<i>If No...</i>
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>



## Subchapter 10B. Examples of Application of Coverage Rules

### Part 10B1. General Information

#### SubPart 10B1.1. New Hires

##### Section 10B1.1-1. Examples of Coverage Determinations for New Hires

#### A. Organization of Subchapter

This Subchapter has three parts.

Part	Name of Part	Page
10B1	New Hires	10-49
10B2	Transfers and Conversions	10-53
10B3	Rehires	10-70

#### B. Description

The illustrations that follow show different situations involving newly hired employees.

##### Example 1: First Hire, FERS Coverage

#### 1. Description

The following example illustrates FERS coverage upon initial appointment.

#### 2. Checklist History

Follows a Type of Action	Appointment	Coverage	Effective Dates From	To	Break in Service?	Eligible to Elect FERS?
First Hired	Career Cond.	CSRS (1)	8/1/1988		NA	?
Total Service	None					

#### 3. Determination Procedure: New Hire

Step	Decision Factor	If Yes...	If No...
1	Does employee have prior non-Federal service that was covered by or creditable under CSRS? (See section 10A1.3-3B)	Go to Step 2	Go to Step 5
2	Does employee meet 5 year test? (See section 10A1.1-2I)	Go to Step 3	<b>Skip to Step 5</b>
3	Is current appointment excluded from CSRS? (See section 10A1.3-3)	Go to Step 4	Coverage under <b>CSRS Offset</b> with option to

Step	Decision Factor	If Yes...	If No...
			elect <b>FERS</b>
4	Is current appointment excluded from FERS? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	Covered by <b>FICA</b> with option to elect <b>FERS</b>
5	Is <i>appointment excluded</i> from FERS by law or regulation? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	<b>Go to Step 6</b>
6.	Is appointment effective before January 1, 2013?	Coverage Under FERS	Go to Step 7
7.	Is appointment effective on or after January 1, 2013, and before January 1, 2014?	Coverage Under FERS-RAE	Coverage Under FERS-FRAE

#### 4. Conclusion

Since the employee has no prior Federal service, or service that is creditable under the CSRS, and the appointment is effective prior to 01-01-2013, the employee has FERS coverage

#### Example 2: First Hire, Prior Non-Federal CSRS Coverage

##### 1. Description

The following example illustrates CSRS Offset coverage upon initial Federal appointment because of prior non-Federal CSRS coverage.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
DC Govt	Career	CSRS	6/1/1982	7/30/1987	NA	NA
First Hired	Career Cond.	?	4/1/1988		YES	?
Total Service	5 years 2 months					

##### 3. Coverage Determination Table

New Hires (presumes no prior Federal service under FERS or any other retirement system)

Step	Decision Factor	If Yes...	If No...
1	Does employee have prior non-Federal service that was	Go to Step 2	Go to Step 5

	covered by or creditable under CSRS? (See section 10A1.3-3B)		
2	Does employee meet 5 year test? (See section 10A1.1-2I)	Go to Step 3	<b>Skip to Step 5</b>
3	Is current appointment excluded from CSRS? (See section 10A1.3-3)	Go to Step 4	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>
4	Is current appointment excluded from FERS? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	Covered by <b>FICA</b> with option to elect <b>FERS</b>
5	Is <i>appointment excluded</i> from FERS by law or regulation? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	<b>Go to Step 6</b>
6.	Is appointment effective before January 1, 2013?	Coverage Under FERS	Go to Step 7
7.	Is appointment effective on or after January 1, 2013, and before January 1, 2014?	Coverage Under FERS-RAE	Coverage Under FERS-FRAE

#### 4. Conclusion

Even though employee has no prior Federal service, he or she has more than 5 years of creditable civilian service as of the separation from the DC Government which was covered under CSRS. Therefore, he or she is excluded from automatic FERS coverage. CSRS Offset applies because DC Government service doesn't count in determining continued exclusion for OASDI., (First federal appointment is after 12-31 1986). Employee is eligible to elect FERS. (See [Chapter 12, Special Coverage Rules](#), for more information.)

#### Example 3: First Hire, Prior Military Service

##### 1. Description

The following example illustrates FERS coverage upon initial Federal civilian appointment, even though person has prior military service.

##### 2. Checklist History

Service history: Military service from 8/1/68 to 7/31/88

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
<hr/>						

First Hired	Career Cond.	?	8/15/1988	NA	?
Total Service	None				

### 3. Coverage Determination Table

Determination Procedure: New Hire

Step	Decision Factor	If Yes...	If No...
1	Does employee have prior non-Federal service that was covered by or creditable under CSRS? (See section 10A1.3-3B)	Go to Step 2	Go to Step 5
2	Does employee meet 5 year test? (See section 10A1.1-2I)	Go to Step 3	<b>Skip to Step 5</b>
3	Is current appointment excluded from CSRS? (See section 10A1.3-3)	Go to Step 4	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>
4	Is current appointment excluded from FERS? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	Covered by <b>FICA</b> with option to elect <b>FERS</b>
5	Is <i>appointment excluded</i> from FERS by law or regulation? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	<b>Go to Step 6</b>
6.	Is appointment effective before January 1, 2013?	Coverage Under FERS	Go to Step 7
7.	Is appointment effective on or after January 1, 2013, and before January 1, 2014?	Coverage Under FERS-RAE	Coverage Under FERS-FRAE

### 4. Conclusion

Even though employee has 20 years of military service, this is the first civilian service. Therefore, the employee has automatic FERS coverage

*Part 10B2 Transfers and Conversions***SubPart 10B2.1: Transfers and Conversions.***Section 10B2.1-1 Examples of Coverage Determinations for Transfers and Conversions***A. Description**

This subsection illustrates six different coverage scenarios for transfers and conversions:

*Example 1: Transfer With No Change in Coverage***1. Description**

The following example illustrates a transfer situation with no change in retirement coverage.

**2. Checklist History**

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	12/1/1982	11/30/1985	NA	NA
Change in Tenure	Career	CSRS (1)	12/1/1985	7/18/1987	NO	7/1/87 - 7/18/87
Transfer	Career	?	7/19/1987		NO	?
Total Service	4 years 7 months					

**3. Coverage Determination Table**

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section	Employee	Go to Step 21

Step	Decision Factor	If Yes...	If No...
	10A1.1-2I)	covered under <b>FICA</b> only with option to elect <b>FERS</b>	
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19

Step	Decision Factor	If Yes...	If No...
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Since the person transferred with no break in service to an appointment subject to retirement coverage, this employee remains under CSRS at the full 7 percent rate. He or she also continues to be eligible to elect FERS for the remainder of the 6-month open season.

#### Example 2: Conversion to Different Appointment, When Employee Has More Than 5 Years' Service

##### 1. Description

The following example illustrates a coverage determination after an employee's appointment changed from one that did not confer coverage to one that does (that is, temporary to career-conditional) after more than 5 years of service as of December 31, 1986.

## 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Indefinite	FICA only (2)	4/1/1977	12/31/1982	NA	NA
Rehire	Temporary	FICA only (2)	9/1/1986	8/30/1987	YES	NA
Conversion	Career-cond.	?	9/1/1987		NO	?
Total Service	6 years 9 months					

## 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS</b> *
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21



<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement	Employee covered under <b>FERS</b>	Go to Step 23

Step	Decision Factor	If Yes...	If No...
	system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?		
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

As a result of the *Conner* Decision, the employee is in CSRS Offset because he or she had 5 years of creditable civilian service as of December 31, 1986. He or she has a 6-month opportunity to elect FERS.

#### Example 3: Change in Type of Appointment, When Employee Has Less Than 5 Years' Service

##### 1. Description

The following example illustrates a coverage determination after a change in agencies from an appointment that did not confer coverage to one that does (that is, temporary to career-conditional), with less than 5 years creditable service.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Temporary	FICA only (2)	3/1/1991	2/29/1992	NA	NA
Appointment in another agency	Career Cond.	?	3/1/1992	-----	----	?
Total Service	1 year					

### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS</b> *
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially	Employee covered under	Go to Step 15

Step	Decision Factor	If Yes...	If No...
	creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	<b>FERS</b>	
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer	Employee is covered under <b>FERS-RAE</b>	Go to Step 26

Step	Decision Factor	If Yes...	If No...
	service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?		
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is automatically covered by FERS.

*Example 4: Continuity of Coverage When Employee Accepts an Excluded Appointment with no Break in Service*

##### 1. Description

The following example illustrates a conversion of an employee who has been covered under FERS to an appointment under which he or she would ordinarily not be covered, but is covered because there was no break in service of over 3 days.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career cond.	FERS(K)	2/1/1987	7/31/1989	NA	NA
Conversion	Temporary	?	8/3/1989	----	NO	?
Total Service	2 years 6 months					

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law	Go to Step 8	Go to Step 9

Step	Decision Factor	If Yes...	If No...
	or regulation? (See section 10A1.3-3)		
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer	Employee is covered under <b>FERS-RAE</b>	Go to Step 19

Step	Decision Factor	If Yes...	If No...
	service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?		
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee retains FERS coverage because break in service was only 2 days. (If the employee had a break of 4 days or more, the employee would have been a rehire and would have had coverage under FICA only.)

#### Example 5: Change in Type of Appointment After a Break in Service

##### 1. Description

The following example illustrates coverage after more than 5 years of creditable service, but no covered service and a break after 12/31/86.

## 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Indefinite	FICA (2)	4/1/1977	12/31/1982	NA	NA
Rehire	Temporary	FICA (2)	9/1/1986	8/30/1987	YES	NA
Rehire	Temporary	FICA (2)	10/1/1988	11/30/1988	YES	NA
Conversion	Career	?	12/1/1988	-----	NO	?
Total Service	6 years 11 months					

## 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21



<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement	Employee covered under <b>FERS</b>	Go to Step 23

Step	Decision Factor	If Yes...	If No...
	system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?		
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee should be in CSRS Offset. He had more than 5 years civilian service as of 12/31/86. This is an example of an employee who gains CSRS Offset coverage as a result of the *Conner Decision* and the revised 5-year test. Since the coverage determination was originally made in 1988, the agency would have placed the employee in FERS, using the old 5-year test. That coverage is now wrong. Employee has deemed FERS coverage, unless he elects to have coverage corrected to CSRS Offset.

#### Example 6: Transfer from TVA With No Break in Service

##### 1. Description

The following example illustrates coverage after more than 5 years of creditable service, no covered service and no break after 12/31/86.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	TVA	TVA	4/1/1977	8/30/1988	NA	NA
Transfer	Career	?	9/1/1988	----	NO	?
Total Service	11 years 5 months					

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section	See Chapter 101	Go to Step 2

Step	Decision Factor	If Yes...	If No...
	10A1.3-6C)		
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 14
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS,	Employee covered under <b>FERS</b>	Go to Step 15

Step	Decision Factor	If Yes...	If No...
	such as Foreign Service, Federal Reserve, or CIARDS		
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 25
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26

Step	Decision Factor	If Yes...	If No...
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is in CSRS Offset. He needed only 5 years of creditable service as of 12/31/86 to meet the 5-year test. All TVA service is potentially creditable under CSRS, and the employee has a future CSRS annuity component if he waives his right to TVA benefits. If he had had a break of more than 3 days after 12/31/86, he would still meet the 5-year test. As a result of the decision in *Conner v. OPM*, employees with a break in service can meet the 5-year test if they have 5 years of civilian service on 12/31/86, even if they had no prior coverage under CSRS or FSRS.

## Part 10B3 Rehires

**SubPart 10B3.1: Rehires.****A. Description**

The illustrations that follow show fourteen different situations involving rehires:

Example 1: Change in Social Security and Retirement Coverage**1. Description**

This example illustrates how a break in service of over 365 days, after the 1983 Social Security Amendments, changed retirement coverage.

**2. Checklist History**

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	8/1/1983	11/30/1988	NA	7/1/87-12/31/87
Reinstated	Career	?	10/7/1990	-----	365+	?
Total Service	5 years 4 months					

**3. Coverage Determination Table**

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1	Coverage under <b>FICA</b>	Go to Step 19

Step	Decision Factor	If Yes...	If No...
	year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	only	
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22

Step	Decision Factor	If Yes...	If No...
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is covered by CSRS Offset. Employee has 6-month opportunity to elect FERS.

#### *Example 2: No Social Security or Coverage Change*

##### 1. Description

This example illustrates the effect of a break in service of **less than 365 days** on the employee's retirement status upon return to service.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	12/15/1983	12/14/1987	NA	7/1/1987-12/14/1987
Reinstated	Career	?	5/1/1988	----	YES	?
Total Service	4 years					

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5



Step	Decision Factor	If Yes...	If No...
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January	Coverage under <b>FERS</b>	Go to Step 20

Step	Decision Factor	If Yes...	If No...
	1, 2013?		
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is still exempt from OASDI due to the fact that the break in Federal CSRS only coverage is less than 365 days, and, therefore, correctly remains under CSRS at the full 7 percent deduction rate. Employee has a 6-month opportunity to elect FERS.

#### Example 3: Automatic Conversion to FERS

##### 1. Description

This example illustrates retirement status when a rehired employee's previous service was less than 5 years.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Temporary	FICA only (2)	12/27/1983	5/30/1984	NA	NA
Conversion	Career Cond.	CSRS Interim	6/1/1984	12/31/1986	NA	NA

(C)

Reinstatement	Career Cond.	?	4/1/1988	-----	365+	?
Total Service		3 years				

### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15

<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee had less than 5 years of creditable service, so was therefore automatically covered by FERS when he or she was rehired.

Example 4: Period of Noncovered Service**1. Description**

This example illustrates a case where the employee has previous covered service followed by a period of noncovered service.

**2. Checklist History**

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Temporary	CSRS (1)	5/1/1971	4/30/1977	NA	NA
Rehire	Temporary (C)	FICA only (2)	7/1/1987	12/30/1987	365+	NO
Reinstatement	Career	?	8/8/1988	-----	3+	?
Total Service	6 years 6 months					

**3. Coverage Determination Table**

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12

<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23

Step	Decision Factor	If Yes...	If No...
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is covered by CSRS Offset because he or she met the 5-year test and had a break in CSRS coverage that exceeds 365 days. The employee now has a 6-month opportunity to elect FERS.

##### *Example 5: Previous FERS Service*

#### 1. Description

This example illustrates an employee first hired after December 31, 1983, who has previous FERS coverage.

#### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS Interim (C)	11/22/1984	12/31/1986	NA	NA
Change in Retirement Plan	(No Change)	FERS (K)	1/1/1987	12/21/1987	NA	NA
Reinstatement	Career	?	7/3/1988	-----	4+	?
Total Service	3 years 1 month					

#### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-	Coverage under <b>FICA</b> only	Go to Step 5

Step	Decision Factor	If Yes...	If No...
	conditional?		
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January	Coverage under <b>FERS</b>	Go to Step 20



Step	Decision Factor	If Yes...	If No...
	1, 2013?		
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee remains in FERS.

#### Example 6: Position Excluded from CSRS Coverage

##### 1. Description

This example illustrates a case where the employee is rehired under an appointment excluded by regulation from CSRS, but not from FERS.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	8/1/1967	1/1/1978	NA	NA
Rehire	TAPER Appointment	?	1/2/1989	-----	365+	?
Total Service	10 years 5 months					

### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013,	Employee is covered	Go to Step 18

Step	Decision Factor	If Yes...	If No...
	performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	under <b>FERS-RAE</b>	
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Although the employee had 5 years of creditable service as of 12/31/86, the new appointment is excluded from CSRS. Therefore, the employee is covered by FICA only, and the employee has a 6-month opportunity to elect FERS.

#### Example 7: Effect of FICA Rules on Non-Federal Service Under CSRS

##### 1. Description

This example illustrates the effect of non-Federal service, which does not exclude an employee from FICA coverage.

## 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	FICA (2)	6/1/1978	4/29/1979	NA	NA
DC Govt.	Career Cond.	CSRS (1)	4/30/1979	1/4/1988	NO	NO
Rehire	Career	?	1/5/1988	----	365+	?
Total Service	9 years 7 months					

## 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under	Employee covered under <b>FERS</b>	Go to Step 14

Step	Decision Factor	If Yes...	If No...
	another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?		
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is covered by CSRS Offset and has 6 months in which he or she may elect FERS. The employee is subject to FICA coverage even though the employee moved from CSRS coverage with the DC Government due to the fact that the first Federal appointment was effective after 12-31-1983 (the 5 year test would include the DC Government time, however).

**NOTE:** Employee was not eligible to elect FERS while with DC Government because DC Government employees are excluded from FERS. (See [Chapter 12](#) for more on DC Government.)

*Example 8: Effect of FERS Rules on Term, Temp Appt-PER, or Appointment that is Indefinite*

##### 1. Description

This example illustrates the effect of the FERS rules, which do **not** exclude Terms, Temp Appt-PER (TAPER), and appointments that are indefinite, on retirement coverage when the employee had 5 years of creditable civilian service as of last separation, but did not have any prior CSRS-covered service.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Temporary	FICA (2)	6/1/1978	4/29/1979	NA	NA
Conversion	Term Appt.	FICA (2)	4/30/1979	3/1/1982	NO	NA
Rehire	Temporary	FICA (2)	4/30/1982	9/30/1982	4+	NA
Rehire	Career Cond.	FICA (2)	2/1/1987	1/30/1988	365+	NA
Rehire	Excepted Appt. (Indefinite)	?	3/1/1988	-----	4+	?
Total Service	5 years 2 months					

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded	Go to Step 6	Go to Step 7

Step	Decision Factor	If Yes...	If No...
	from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)		
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20

Step	Decision Factor	If Yes...	If No...
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is covered by FERS, because she did not have 5 years civilian service as of 12/31/86, and although she had 5 years civilian service as of the last separation, she did not have prior CSRS or Foreign Service Retirement System coverage.

#### *Example 9: Restoration After Separation for Military Service*

##### 1. Description

This example illustrates the effect of military service, after which the employee exercises restoration rights, on retirement coverage.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	12/15/1979	12/14/1985	NA	NA
Military	NA	NA	12/15/1985	12/14/1987	NA	NA



Restoration after military service      Career      ?      12/15/1987      -----      NO      ?

Total Service      8 years

### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15

<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee remains in CSRS and has 6 months in which to elect FERS.

**Explanation:** When an employee exercises restoration rights after military service, for FICA purposes, he or she is considered to have been an employee during the period of military service and previous retirement coverage continues. In this example, the person's military service also counts as civilian service because the employee was rehired under military restoration rules and he/she served for less than 5 consecutive years in the military service. (Generally, restoration rights do not apply if an employee serves for more than 5 continuous years in the military service.)

#### Example 10: Former CSRS Disability Retiree

##### 1. Description

This example illustrates the effect of a break in service of more than 365 days on the employee's retirement coverage upon return to service after being a CSRS disability annuitant. Please note that the annuity terminated prior to the return to Federal service.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	12/15/1983	12/14/1989	NA	7/1/1987-12/31/1987
Retired Disability	NA	NA	12/15/1989	6/30/1995	NA	NA
Reinstated	Career	?	10/1/1995	-----	YES	?
Total Service	6 years					

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19

Step	Decision Factor	If Yes...	If No...
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-21)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20

Step	Decision Factor	If Yes...	If No...
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is covered by CSRS Offset and subject to OASDI because he or she has been separated more than 365 days. Employee has a 6-month opportunity to elect FERS.

#### *Example 11: Effect of OWCP on Coverage*

##### 1. Description

This example illustrates the effect of the exception to the 365 day break rule when an employee has been receiving OWCP benefits.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
First Hired	Career Cond.	CSRS (1)	11/1/1983	1/31/1988	NA	7/1/1987-12/31/1987
Separated	Retired OWCP	NA	2/1/1988	9/30/1995	NA	NA
Reinstated	Career	?	10/1/1995	-----	?	?

Total Service 11 years 11 months

**3. Coverage Determination Table**

<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on	Employee is covered	Go to Step 17

Step	Decision Factor	If Yes...	If No...
	December 31, 2013?	under <b>FERS-RAE</b>	
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is still exempt from OASDI and, therefore, correctly remains under CSRS at the full 7 percent deduction rate because he or she was receiving OWCP benefits during the separation.

If, on his return, the employee receives a different type of appointment than the one he had (for example, temporary instead of career), the rehire table may not give him the correct retirement coverage. When the employee received OWCP benefits throughout the separation, use the transfer or conversion table to determine retirement coverage. Also, see [Chapter 11](#) for an explanation of his FERS election option.

Example 12: Rehire subject to FERS**1. Description**

Employee receives a FERS covered appointment effective January 2, 2014. Employee had one previous period of civilian service with the Federal Government covered under FERS from September 14, 2009, to December 29, 2013.

**2. Checklist History**

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
New Hire	CCA	FERS	9/14/2009	12/29/2013	YES	NA
Rehire	Career	?	1/2/2014	-----	?	?

**3. Coverage Determination Table**

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13



<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24

Step	Decision Factor	If Yes...	If No...
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

**Employee is subject to FERS coverage.** Employee was covered by FERS Regular on 12/31/2012.

#### Example 13: FERS FRAE

##### 1. Description

Employee received a FERS covered appointment effective June 16, 2014. Employee previously had performed Federal service under CSRS from June 13, 1977, through September 21, 1981.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
New Hire	CCA	FERS	6/13/1977	9/21/1981	YES	NA
Rehire	Career	?	6/16/2014	----	----	----

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1	Coverage under <b>FICA</b>	Go to Step 19

Step	Decision Factor	If Yes...	If No...
	year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	only	
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22

Step	Decision Factor	If Yes...	If No...
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is subject to FERS-FRAE Coverage.

Employee was not an employee of the Federal government on December 31, 2012 and did not have 5 years of prior CSRS covered creditable service making him ineligible for FERS Regular coverage. The employee was not an employee on December 31, 2013 and did not have the 5 years of creditable service on that date making him ineligible for FERS-RAE coverage

#### Example 14: FERS FRAE

##### 1. Description

Employee receives a FERS covered appointment effective January 2, 2014. Employee had one previous period of civilian service with the Federal Government covered under FERS from September 14, 2009, to December 29, 2012.

##### 2. Checklist History

Type of Action	Appointment	Coverage	Effective Dates		Follows a Break in Service?	Eligible to Elect FERS?
			From	To		
New Hire	CCA	FERS	9/14/2009	12/29/2012	YES	NA
Rehire	Career	?	1/2/2014	----	----	----

##### 3. Coverage Determination Table

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or	Coverage under <b>FICA</b>	Go to Step 5

Step	Decision Factor	If Yes...	If No...
	intermittent and not career or career-conditional?	only	
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

Step	Decision Factor	If Yes...	If No...
	creditable service under FERS?		
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

#### 4. Conclusion

Employee is subject to FERS-FRAE coverage.

On December 31, 2012, the employee did not meet the requirements that would permit coverage under original FERS. The employee was not covered under FERS and was not performing civilian service that was creditable or potentially creditable under FERS on December 31, 2012, nor did the employee have at least 5 years of creditable or potentially creditable civilian service as of December 31, 2012. Likewise, as of December 31, 2013, the employee did not meet the requirement that would permit coverage under FERS-RAE. The employee was not covered under FERS-RAE and was not performing civilian service that was creditable or potentially creditable under FERS on December 31, 2013, nor did the employee have at least 5 years of creditable or potentially creditable civilian service as of December 31, 2013.

*Subchapter 10C Job Aids***Subpart 10C.1 Job Aids***Section 10C1.101 Copies of Job Aids***A. Description**

This subchapter contains copies of the following job aids that agencies may reproduce locally.

1. Coverage Determination Table for First Hire Coverage
2. Coverage Determination Table for Transfer or Conversion
3. Coverage Determination Table for Rehire Coverage

Where to Find Listing of Retirement Codes.

**B. Job Aids**

Job Aid 1: Coverage Determination Table for First Hire

Name \_\_\_\_\_ Social Security Number \_\_\_\_\_

Date of Appointment \_\_\_\_\_

Step	Decision Factor	If Yes...	If No...
1	Does employee have prior non-Federal service that was covered by or creditable under CSRS? (See section 10A1.3-3B)	Go to Step 2	Go to Step 5
2	Does employee meet 5 year test? (See section 10A1.1-21)	Go to Step 3	<b>Skip to Step 5</b>
3	Is current appointment excluded from CSRS? (See section 10A1.3-3)	Go to Step 4	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>
4	Is current appointment excluded from FERS? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	Covered by <b>FICA</b> with option to elect <b>FERS</b>
5	Is <i>appointment excluded</i> from FERS by law or regulation? (See section 10A1.3-5)	Coverage under <b>FICA</b> only (unless not applicable)	<b>Go to Step 6</b>
6.	Is appointment effective before January 1, 2013?	Coverage Under FERS	Go to Step 7
7.	Is appointment effective on or after January 1, 2013, and before January 1, 2014?	Coverage Under FERS-RAE	Coverage Under FERS-FRAE

Prepared by \_\_\_\_\_  
(Name)

Date \_\_\_\_\_

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Job Aid 2: Coverage Determination Table for Transfers and Conversions

Name \_\_\_\_\_ Social Security Number \_\_\_\_\_

Date of Appointment \_\_\_\_\_

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See Chapter 101	Go to Step 2
2	Was last employment under another Federal retirement system (for example, <b>FSRS</b> )?	Go to Step 5	Go to Step 3
3	Was last appointment covered by OASDI (FICA) only?	Go to Step 4	Employee retains previous coverage
4	Did employee previously have FERS (i.e. FERS/FERS-RAE/FERS-FRAE) coverage?	Go to Step 11	Go to Step 5
5	Was employee first hired after December 31, 1983?	Go to Step 20	Go to Step 6
6	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional?	Employee covered under <b>FICA</b> only	Go to Step 7
7	Is the current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 8	Go to Step 9
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 21
9	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 10	Employee covered under <b>CSRS</b> with option to elect <b>FERS*</b>
10	Does employee meet the 5-year test? (See section 10A1.1-2I)	Employee covered under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 21
11.	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 12
12	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee covered under FERS on December 31,	Employee	Go to Step 14

Step	Decision Factor	If Yes...	If No...
	2012?	covered under <b>FERS</b>	
14	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)	Employee covered under <b>FERS</b>	Go to Step 15
15	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 16
16.	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 19
19.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
20	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Employee covered under <b>FICA</b> only	Go to Step 21
21.	Is current appointment effective before January 1, 2013?	Employee covered under <b>FERS</b>	Go to Step 22
22	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 23
23	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 24
24	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under	Go to Step 25

Step	Decision Factor	If Yes...	If No...
		<b>FERS-RAE</b>	
25	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 26
26	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

Prepared by \_\_\_\_\_

(Name)

Date \_\_\_\_\_

\*An employee has only one opportunity to elect FERS during any period of continuous employment.

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*Job Aid 3: Coverage Determination Table for Rehires*

Name \_\_\_\_\_ Social Security Number \_\_\_\_\_

Date of Appointment \_\_\_\_\_

Step	Decision Factor	If Yes...	If No...
1	Does employee qualify as a senior official? (See section 10A1.3-6C)	See <b>Chapter 101</b>	Go to Step 2
2	Did employee previously have <b>FERS (i.e. FERS/FERS-RAE/FERS-FRAE)</b> coverage?	Go to Step 10	Go to Step 3
3	Was employee first hired after December 31, 1983?	Go to Step 9	Go to Step 4
4	Is current appointment temporary NTE 1 year or intermittent and not career or career-conditional?	Coverage under <b>FICA</b> only	Go to Step 5
5	Is employee's current appointment excluded from <b>CSRS</b> by law or regulation? (See section 10A1.3-3)	Go to Step 6	Go to Step 7
6	Does employee meet 5-year test? (See section 10A1.1-2I)	<b>FICA</b> only with option to elect <b>FERS</b>	Go to Step 19
7	Is current appointment now subject to <b>FICA</b> ? (See section 10A1.3-6)	Go to Step 8	Coverage under <b>CSRS</b> with option to elect <b>FERS</b>
8	Does employee meet the 5-year test? (See section 10A1.1-2I)	Coverage under <b>CSRS Offset</b> with option to elect <b>FERS</b>	Go to Step 19
9	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 19
10	Is the current appointment temporary NTE 1 year or intermittent and not career or career conditional (that is, excluded from <b>FERS</b> )?	Coverage under <b>FICA</b> only	Go to Step 11
11	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 12
12	Was employee covered under FERS on December 31, 2012?	Employee covered under <b>FERS</b>	Go to Step 13
13	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 14
14	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 15

<b>Step</b>	<b>Decision Factor</b>	<b>If Yes...</b>	<b>If No...</b>
15	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 16
16.	Was employee covered under FERS-RAE on December 31, 2013?	Employee is covered under <b>FERS-RAE</b>	Go to Step 17
17.	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 18
18.	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>
19.	Is current appointment effective before January 1, 2013?	Coverage under <b>FERS</b>	Go to Step 20
20	Was employee on December 31, 2012, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee covered under <b>FERS</b>	Go to Step 21
21.	Does employee as of December 31, 2012, have at least 5-years of creditable or potentially creditable service under FERS?	Employee covered under <b>FERS</b>	Go to Step 22
22	Is current appointment effective on or after January 1, 2013, and before January 1, 2014?	Employee is covered under <b>FERS-RAE</b>	Go to Step 23
23	Was employee on December 31, 2013, performing civilian service that was creditable or potentially creditable under FERS (e.g. Peace Corp volunteer service or service covered under another retirement system for which credit may be transferred to FERS, such as Foreign Service, Federal Reserve, or CIARDS)?	Employee is covered under <b>FERS-RAE</b>	Go to Step 24
24	Does employee as of December 31, 2013, have at least 5-years of creditable or potentially creditable service under FERS?	Employee is covered under <b>FERS-RAE</b>	Employee is covered under <b>FERS-FRAE</b>

Prepared by \_\_\_\_\_  
(Name)

Date \_\_\_\_\_

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*Section 10C1.1-2: Where to Find Listing of Retirement Codes***A. Location of Retirement Codes List**

The Guide to Personnel Data Standards (formerly FPM Supplement 292-1) contains Data Standards needed to satisfy Federal Civilian Workforce Reporting Requirements.

The codes for the SF 50, Notification of Personnel Action, are listed in the Guide along with the definition and/or an explanation of the use of the codes.

The Data Standards guide is available on OPM's Website

<http://www.opm.gov/feddata/guidance.htm>