Overview

Texas Government Code, Section 661.207, allows state employees to voluntarily transfer their accrued sick leave to another state employee within the same agency. Specifically, Texas Government Code, Section 661.207(a), authorizes an employee to donate “any amount” of his or her accrued sick leave to another employee who:

1. is employed in the same state agency as the donor employee; and
2. has exhausted the employee’s sick leave, including any time the individual may be eligible to withdraw from a sick leave pool.

Texas Government Code, Section 661.207(b), prohibits an employee from providing or receiving remuneration or a gift in exchange for donated sick leave under that section of the Texas Government Code.

Additionally, Texas Government Code, Section 661.207(c), prohibits an employee who receives donated sick leave under this section from:

1. using sick leave donated to the employee under this section except as provided by Section 661.202(d) and (e); or
2. notwithstanding any other law, receiving service credit in the Employees Retirement System of Texas for any sick leave donated to the employee under this section that is unused on the last day of that employee’s employment.

Questions and Answers

1. **Question**: Can an employee donate ANY amount of sick leave and designate it to another employee in the same agency? Can an agency develop a policy to limit the amount that can be donated?

   **Answer**: Texas Government Code, Section 661.207, does not limit the amount of sick leave an employee can donate to another employee if the receiving employee is eligible to receive the donated sick leave and works in the same state agency. Therefore, an employee can donate any amount up to the amount of earned sick leave the employee has accrued.

2. **Question**: Can donated sick leave also be used to care for the employee’s family members?

   **Answer**: Texas Government Code, Section 661.207(c), prohibits an employee who receives the donated sick leave from using that sick leave except as provided by Texas Government Code, Section 661.202(d) and (e). Those sections allow for the use of sick leave to care for certain family members who qualify (as specified by those sections of the Texas Government Code).

3. **Question**: Can an agency limit the amount of donated sick leave an employee can use?

   **Answer**: Texas Government Code, Section 661.207(c), prohibits an employee who receives the donated leave from using that leave except as provided by Texas Government Code, Section 661.202(d) and (e). None of those sections limits the amount that can be used. See also question number 8.

4. **Question**: If an employee who received a sick leave donation transfers to a different agency, can the donated sick leave transfer with him or her?

   **Answer**: Texas Government Code, Section 661.207(c), prohibits an employee who receives donated sick leave from using that donated sick leave except as provided by Texas Government Code, Section 661.202(d) and (e). The payment of sick leave to the employee’s estate is addressed in Texas Government Code, Section 661.034; therefore, it is the State Auditor’s Office’s interpretation that under the statutory language in Texas Government Code, Section 661.207, donated sick leave cannot be transferred to another agency, with the possible exception of a legislatively mandated transfer.

5. **Question**: If an employee receives donated sick leave and dies, does the donated sick leave get paid to the employee’s estate (within the limits of the law)?

   **Answer**: Texas Government Code, Section 661.207(c), prohibits an employee who receives the donated sick leave from using that donated sick leave except as provided by Texas Government Code, Section 661.202(d) and (e). The payment of sick leave to the employee’s estate is addressed in Texas Government Code, Section 661.034; therefore, it is the State Auditor’s Office’s interpretation that payment to the estate for sick leave donated under Texas Government Code, Section 661.207, is not authorized.
6. **Question:** If an employee leaves an agency and comes back to the agency within 12 months, is the sick leave that was donated to that employee restored?

**Answer:** Texas Government Code, Section 661.207(c), prohibits an employee who receives the donated sick leave from using that donated sick leave, except as provided by Texas Government Code, Section 661.202(d) and (e). The restoration of sick leave is addressed in Texas Government Code, Section 661.205; therefore, it is the State Auditor’s Office’s interpretation that donated sick leave would not be restored.

7. **Question:** After an employee donates his or her sick leave, can the donated sick leave be returned to the accrued balance of the employee who donated that sick leave if the receiving employee leaves the agency or no longer needs the donated sick leave?

**Answer:** After sick leave is transferred from the balance of one employee to the balance of another employee, nothing in Texas Government Code, Section 661.207, grants authority to transfer that donated sick leave back to the donating employee.

8. **Question:** Can donated sick leave be used for sick leave that is not medically documented?

**Answer:** Texas Government Code, Section 661.207(c), prohibits an employee who receives the donated sick leave from using that donated sick leave except as provided by Texas Government Code, Section 661.202(d) and (e). The statute does not address medical documentation; however, there is a reference to documentation in Texas Government Code, Section 661.202(e) and (g). Prior to requesting documentation for any reason other than the reasons listed in Texas Government Code, Section 661.202(e) and (g), an agency should discuss questions regarding medical documentation with its general counsel.

9. **Question:** Does donated sick leave expire?

**Answer:** Nothing in Texas Government Code, Section 661.207, provides for the expiration of donated sick leave while the receiving employee is employed with the agency.

10. **Question:** Does the donating employee need to have a minimum sick leave balance available to donate?

**Answer:** Texas Government Code, Section 661.207, does not stipulate that a minimum sick leave balance by the donating employee is required prior to the sick leave being donated.

11. **Question:** Will the receiving employee know who donated the sick leave and/or how much sick leave was donated to him or her? Can the donation be anonymous?

**Answer:** That is left to agency discretion.

12. **Question:** Can the unused donated sick hours go to the sick leave pool or family leave pool upon the receiving employee’s separation or death?

**Answer:** In accordance with Texas Government Code, Sections 661.003 and 661.023, only sick leave earned by an employee can be transferred to the sick leave pool or family leave pool.
13. **Question:** Does Texas Government Code, Section 661.207, apply to higher education institutions?

**Answer:** Yes.

14. **Question:** Must an employee need to have been employed by an agency for six months prior to receiving donated sick leave?

**Answer:** Employees do not need to have been employed by their agency or university for a minimum period of time prior to being eligible for donated sick leave.

15. **Question:** Does an employee have to exhaust leave from the sick leave pool or family leave pool before being eligible to receive donated sick leave?

**Answer:** Yes. In accordance with Texas Government Code 661.207(a)(2), an employee must have exhausted all of his or her accrued sick leave, including any time the employee may be eligible to withdraw from the sick leave pool, prior to receiving donated sick leave.

Texas Government Code, Section 661.027, states “a state employee absent while using time withdrawn from the family leave pool may use the time as sick leave earned by the employee. The employee shall be treated for all purposes as if the employee is absent on earned sick leave.”

Since family leave pool hours used are treated as sick leave earned by an employee, and Texas Government Code, Section 661.207(a)(2), requires that an employee use accrued sick leave (including any time eligible to be withdrawn from the sick leave pool) prior to being eligible for donated sick leave hours, it is the State Auditor’s Office’s interpretation that family leave pool hours should be exhausted prior to an employee receiving donated sick leave.

16. **Question:** Does this donated sick leave statute apply to employees at Texas independent school districts?

**Answer:** No, employees at Texas independent school districts are not included in Texas Government Code, Section 661.207.

17. **Question:** Does this donated sick leave statute apply to employees at Texas public junior colleges?

**Answer:** No, employees at public junior colleges are not included in Texas Government Code, Section 661.207. Texas Government Code, Section 661.915, states that the provisions of Chapter 661 do not apply to public junior colleges defined in Texas Education Code, Section 61.003.
Helpful Related Resources

Texas Human Resources Management Statutes Inventory: 
https://hr.sao.texas.gov/Resources/StatutesInventory/

State Auditor’s Office Sick Leave Guide: 
https://hr.sao.texas.gov/Resources/Guides/

Texas Constitution and Statutes: 
https://statutes.capitol.texas.gov/