§591.209

(c) New or revised post differential rates are published as notices in the FEDERAL REGISTER.

[55 FR 1373, Jan. 16, 1990, as amended at 59 FR 53725, Oct. 26, 1994]

§591.209 Eligibility for a differential.

- A department or agency will determine employee eligibility to receive a differential as follows:
- (a) To be eligible to receive a differential:
- (1) The employee must be a citizen or national of the United States;
- (2) The employee's residence in the area where the differential applies must be attributable to employment by the United States: and
- (3) Any prior residence in the area must be because of employment by the United States or by U.S. firms, interests, or organizations.
- (b) Subject to paragraph (a) of this section, the classes of persons eligible to receive differentials include, but are not limited to—
- (1) Those recruited or transferred from outside the area where the differential applies.
- (2) Those employed in the area where the differential applies but who—
- (i) Were originally recruited from outside the area and have been in substantially continuous employment by other Federal agencies, contractors of Federal agencies, or international organizations in which the U.S. Government participates, and whose conditions of employment provide for their return transportation to places outside the differential area concerned; or
- (ii) Were at the time of employment temporarily present in the differential area concerned for travel or formal study and maintained residence outside the area during that period.
- (3) Those who are not normally residents of the area where the differential applies and who are discharged from the military service of the United States in the area to accept employment there with an agency of the Federal Government.

§ 591.210 Payment of allowances and differentials.

(a) Allowances and differentials under this subpart are payable to an employee whose official duty station is

- in a nonforeign area for which an allowance or differential is authorized.
- (b) Payment of an allowance or differential will begin on the effective date of the change in the employee's official duty station to a duty station within the allowance or differential area or on the effective date of the appointment in the case of local recruitment. An employee who is detailed for temporary duty in a nonforeign area (i.e., the employee's official duty station is outside the nonforeign area) is eligible for a differential, but not an allowance, except that payment of a differential shall not begin until after 42 consecutive calendar days of temporary duty in the differential area. Payment of an allowance or differential will cease—
 - (1) On separation;
- (2) On the effective date of assignment or transfer to a new official duty station outside the allowance or differential area; or
- (3) On the ending date of a detail, in the case of an employee on detail to temporary duty in a differential area.
- (c)(1) Except as provided in paragraph (b)(2) of this section, allowances and differentials shall be calculated and paid as a percentage of an employee's hourly rate of basic pay, including a retained rate of pay under 5 U.S.C. 3594(c) or 5363, for those hours for which the employee receives basic pay, including all periods of paid leave, detail, or travel status outside the allowance or differential area.
- (2) Payment of a differential during periods of paid leave or travel outside the differential area continues for the first 42 consecutive calendar days of the absence. Payment of allowances and differentials while absent from the post continues only if the employee returns to duty status in the area, unless the agency determines that—
- (i) It is in the public interest not to return the employee to the duty station; or
- (ii) The employee's failure to return to the duty station was due to compelling personal reasons or to circumstances over which the employee had no control.