

CAPS Counter Proposal

Bargaining Unit: 10

Date: July 28, 2022 @ 2:15pm

Exclusive Representative: CAPS

Article: 6 BUSINESS AND TRAVEL EXPENSES – ALLOWANCES AND REIMBURSEMENTS

Subject: 6.1 Business and Travel Expenses

The State agrees to reimburse employees for actual, necessary, and appropriate business and travel expenses incurred 50 miles or more from home and headquarters, in accordance with existing the California Department of Human Resources (CalHR) rules and regulations, and as set forth below. in accordance with CalHR rules and Online HR Manual sections 2201 (Travel and Relocation Policy), 2202 (Mileage Reimbursement), and 2203 (Allowances and Travel Reimbursements).

Lodging and/or meals provided by the State or included in hotel expenses or conference/registration fees or in transportation costs such as airline tickets or otherwise provided shall not be claimed for reimbursement. Employees who are unable to consume meal(s) provided by the State or included in hotel expenses or conference/registration fees because of time constraints or other considerations such as a reasonable accommodation may be reimbursed, provided an alternate meal was purchased, in accordance with the rates established in section (A)(1) of this article. Each item of expense of \$25 or more requires a receipt; receipts may be required for items of expense that are less than \$25. When receipts are not required to be submitted with the claim, it is the employee's responsibility to maintain receipts and records of their actual expenses and make them available for audit upon request by their department, state control agencies and/or the Internal Revenue Service. Each State agency shall determine the necessity for and method of travel.

Effective upon ratification of this agreement by both parties, lodging, transportation, and per diem expenses incurred will be reimbursed in accordance with the time frame requirements and rates set by CalHR as found in CalHR rules and Online HR Manual section 2200 (Travel/Relocation). Personal vehicle mileage reimbursement rates will continue to be tied to the Federal Standard Mileage Reimbursement (FSMR) rates.

- A. Meal/Incidentals. Meal expenses for breakfast, lunch, and dinner will be reimbursed in the amount of actual expenses up to the agreed upon maximums. Receipts for meals must be maintained by the employee as substantiation that the amount claimed was not in excess of the amount of the actual expense. The current IRS definition of "incidental expenses" applies.
 1. Rates. Actual meal/incidental expenses incurred will be reimbursed in accordance with the maximum rates and time frame requirements as found in CalHR rules and Online HR Manual section 2200 (Travel/Relocation).

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- B. Lodging. All lodging reimbursement requires a receipt from a commercial lodging establishment such as a hotel, motel, bed and breakfast inn, ~~or~~ public campground or other listed establishment in CalHR Manual section 2200 (Travel/Relocation) that caters to the general public. Employees must provide valid receipts to claim reimbursement; no reimbursement will be paid without a valid receipt. Valid receipts are receipts that meet the IRS "Accountable Plan" requirements.
1. Regular State Business Travel: When employees are required to do business and obtain lodging, reimbursement will be for the actual receipted lodging up to the identified maximums in CalHR Manual section 2200 (Travel/Relocation), plus applicable mandatory taxes and fee.
 2. Reimbursement of lodging expenses in excess of specified amounts, excluding taxes require advance written approval from CalHR. CalHR may ~~delegate approval authority to departmental appointing powers~~ or increase the lodging maximum rate for the geographical area and period of time deemed necessary to meet the needs of the State. CalHR delegates authority to departments to make determinations regarding Excess Lodging Rate Requests as outlined in the CalHR Manual Section 2201 (Travel/Relocation). An employee may not claim lodging, meal or incidental expenses within 50 miles of their home or headquarters.
- C. Long-term Travel: Actual expenses for long term meals and receipted lodging will be reimbursed when the employee, who at the onset of the assignment knows that they will be away from the home or headquarters area more than 30 days but less than one year, incurs expenses in one location comparable to those arising from the use of establishments catering to the long-term visitor.
1. Actual long-term travel expenses incurred will be reimbursed in accordance with the eligibility criteria, maximum rates and time frame requirements as found in CalHR rules and Online HR Manual section 2200 (Travel/Relocation).
- D. Out-of-State Travel: For short-term out-of-state travel, State employees will be reimbursed actual lodging, supported by a receipt, and will be reimbursed for actual meal and incidental expenses as found in CalHR rules and Online HR Manual section 2200 (Travel/Relocation). Failure to furnish lodging receipts will limit reimbursement to the meal/incidental rate listed in the CalHR Manual section above. Long-term out-of-state travel will be reimbursed in accordance with the provisions of Long-term Travel, above.
- E. Out of Country Travel: For short-term out of country travel, State employees will be reimbursed actual lodging, substantiated by a receipt, and will be reimbursed actual meals and incidentals up to the maximums published in column B of the Maximum Travel per Diem Allowances for Foreign Areas, Section 925, U.S. Department of State Standardized Regulations and the meal/incidental breakdown in Federal Travel

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Regulation Chapter 301, Travel Allowances, Appendix B. Long-term Out of Country travel will be reimbursed in accordance with the provisions of Long-term travel above, or as determined by CalHR.

Subsistence shall be paid in accordance with procedures prescribed by the CalHR. It is the responsibility of the individual employee to maintain receipts for their actual meal expenses.

- F. Transportation: Transportation expenses include, but are not limited to, airplane, train, bus, and taxi fares, rental cars, parking, mileage reimbursement and tolls that are reasonably and necessarily incurred as a result of conducting State business. Each State agency shall determine the method of and necessity for travel. Transportation will be accomplished and reimbursed in accordance with the best interest of the State. An employee who chooses and is approved to use an alternate method of transportation will be reimbursed only for the method that reflects the best interest of the State.
1. Mileage Reimbursement:
 - a. When an employee is authorized by their appointing authority or designee to operate a privately owned vehicle on State business the employee will be allowed to claim and be reimbursed at the Federal Standard Mileage Rate (FSMR). Mileage reimbursement includes all expenses related to the use, and maintenance of the vehicle, including but not limited to gasoline, up-keep, wear and tear, tires, and all insurance including liability, collision and comprehensive coverage; breakdowns, towing, and any repairs, and any additional personal expenses that may be incurred by an individual as a result of mechanical breakdown or collision.
 - b. When an employee is required to report to an alternative work location, the employee may be reimbursed for the number of miles driven in excess of their normal commute.
 2. Private Aircraft Mileage: When an employee is authorized by their department, reimbursement for the use of the employee's privately-owned aircraft on State business shall be made at the rate of current FSMR statute mile. Pilot qualifications and insurance requirements will be maintained in accordance with CalHR rule 599.628.1 and the State Office of Risk and Insurance Management.
 3. Mileage to/from a Common Carrier: When the employee's use of a privately-owned vehicle is authorized for travel to or from a common carrier terminal, and the employee's vehicle is not parked at the terminal during the period of absence, the employee may claim double the number of miles between the terminal and the employee's headquarters or residence, whichever is less, while the employee occupies the vehicle. Exception to "whichever is less": If the employee begins travel one hour or more before they normally leave their home, or ends travel one hour or more after the end of the work day or travel

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occurs on a regularly scheduled day off, mileage may be computed from/to their residence.

- G. Receipts: Receipts shall be submitted for every item of expense of \$25 or more. In addition, receipts are required for every item of transportation and business expense incurred as a result of conducting State business except for actual expenses as follows:
1. Railroad and bus fares of less than \$25.00 when travel is wholly within the State of California.
 2. Street car, ferry fares, bridge and road tolls, local rapid transit system, taxi, shuttle or hotel bus fares, and parking fees of \$10.00 or less for each continuous period of parking or each separate transportation expense noted in this item.
 3. Telephone, fax, or other business charges necessary to State business of \$5.00 or less.
 4. In the absence of a receipt, reimbursement will be limited to the non-receipted amount above.
 5. Reimbursement will be claimed only for the actual and necessary expenses noted above. Regardless of the above exceptions, the approving officer may require additional certification and/or explanation in order to determine that an expense was actually and reasonably incurred. In the absence of a satisfactory explanation, the expense shall not be allowed.
- H. During the term of this agreement, the State agrees to apply any future changes to the business and travel expense reimbursement rates for excluded employees to Unit 10 employees.
- I. Disputes regarding the application or interpretation of the CalHR rules, regulations and the HR Manual referenced above, are grievable up to the fourth step (CalHR level) of the grievance procedure as outlined in Article 9.
- J. Overtime Meal Allowance: An overtime meal allowance of up to \$7.50 will only be provided when an employee is required to work two (2) consecutive hours prior to or two (2) consecutive hours after the regular work shift. To be eligible for an over-time meal allowance on a holiday or regular day off, employees must work the total number of hours of their regular work shift and work either two (2) consecutive hours prior to or two (2) consecutive hours after the start or end of their regular work shift.