



Department of Human Resources • Division of Family and Children Services Two Peachtree Street, NW • Suite 19-490 • Atlanta, Georgia 30303-3142

Phone: 404-651-8409 • Fax: 404-657-5105

September 7, 2005

To: County Accounting Staff and Regional Accounting Staff

From: Alan Davis, Section Director, Fiscal Services Section (E-mail)

RE: Mileage Rate Increase

GOOD NEWS Heads up information

The State Senate passed an increase in the mileage rate to \$.405 per mile. It includes an indexing to the Federal IRS mileage rates so that there will be automatic increases in the future. It is highly likely that the law will pass the House within the next few days.

We expect the Governor to sign and to have an effective date of September 16,2005.

An increase in mileage rates is preferable to our current supplement; in that the current supplements are taxable income and the mileage reimbursements will not be taxable. Also future increases will be automatically indexed to Federal rates. It also accounts for a reimbursement more in line with the employees expenses based on the mileage they travel that is work related.

Assuming the law passes on the time frame above, the **pay supplements for mileage will end September 15, 2005.**

Employees will be able to claim mileage at the **higher rate effective September 16, 2005**. This will mean 2 travel statements for September

This information will be confirmed once the Governor signs the bill.

CC: Sylvia Sloan, Unit Manager, Field Fiscal Services Unit Camille Harvin, Unit Manager, Field Fiscal Services Unit