This technical letter is written to update campuses with the 2008 IRS standard mileage rate reimbursement amount for the Health Care Reimbursement Account (HCRA) plan. Effective January 1, 2008, the IRS decreased the standard mileage rate for the cost of operating an automobile for medical reasons from $.20 per mile to $.19 per mile.

You may view this information on the IRS Website at: http://www.irs.gov/formspubs/article/0,,id=178004,00.html (Copy and paste this URL into your Web browser.)

Participants who submit medical reimbursement claim(s) requests for mileage incurred on or after January 1, 2008 to ASI, the third party administrator, will be reimbursed at the reduced rate.

**CMS Processing Instructions**
This technical letter communication has no impact to CMS Baseline.

If you have any questions, please call Human Resources Administration at (562) 951-4411. This technical letter is also available on the Human Resources Administration’s Web site at:

BG/Imb