

Divisional Mileage Rate

Board Meeting – April 16, 2024

Prepared By: Jody Thiessen CPA, CGA
Secretary-Treasurer

The recommendation is to keep the milage rate the same, at \$.52 cents per KM.

The last time the mileage rate increased was April 1, 2023. The rate changed from \$.50 per KM to \$.52 per KM.

The divisional milage rate will be reviewed in September 2024 for consideration for a rate change effective October 1, 2024.

There are factors when determining the milage rate. Fuel prices are not the only factor when determining the mileage rate. Other considerations would be the cost for maintenance, mileage rates at other divisions, National Joint Council mileage reimbursement and CRA's reasonable per-kilometre allowance rate. As of April 1^{st,} the current rate is .54 per KM. Another consideration is how accommodating is the budget to a mileage increase.

In preparation for the April board meeting a review of fuel costs has been completed. The average fuel price at the pumps was reviewed. Fuel prices are on the rise however they are not at the price September 2023 saw where the prices ranged from 1.557 to 1.575.

The National Joint Council rate is down .005 from .545 per KM. The CRA's reasonable per kilometre allowance changed in 2024 from .68 to .70 for the first 5,000 and from .62 to .64 per kilometre driven after that. This is to be considered in the next mileage rate review.

<u>Suggested Recommendation</u>

BE IT RESOLVED THAT the Board of Trustees sets the divisional mileage rate, unchanged, at .52 cents per kilometre.