

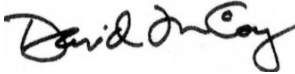
**STATE OF NORTH CAROLINA
OFFICE OF STATE BUDGET AND MANAGEMENT**

MICHAEL F. EASLEY
GOVERNOR

DAVID T. MCCOY
STATE BUDGET DIRECTOR

June 6, 2008

MEMORANDUM TO: Department Heads and Chief Fiscal Officers
All State Departments, institutions and Agencies

FROM: David McCoy 

RE: Changes in Motor Fleet Mileage Rates Effective July 1, 2008

On May 15, 2008, Secretary of Administration Britt Cobb issued a revision to the state wide memorandum governing the mileage usage rate for the state's motor fleet vehicles. Consistent with the Secretary's action, effective July 1, 2008, mileage reimbursement rates will be increased by eight cents per mile. Departments and agencies should also apply a 33 cents per mile rate for employees who elect to use personal vehicles when a state-owned vehicle is available.

If you have any specific questions regarding the new mileage rates, please contact your budget analyst at (919) 807-4700.

Thank you.

c: Secretary Britt Cobb
John Massey, Director, Motor Fleet Management