# State of Michigan Administrative Guide to State Government

## 0410.07 Use of Privately Owned Vehicles

Issued: January 6, 1997 Revised: November 18, 2022

#### **PURPOSE**

To specify eligibility requirements for privately owned mileage reimbursement.

#### **APPLICATION**

Executive Branch Departments, Sub-units and other state operations that utilize state motor vehicles provided by Department of Technology, Management and Budget, Vehicle and Travel Services.

#### **CONTACT AGENCY**

Department of Technology, Management and Budget (DTMB) Office of Support Services (OSS) Vehicle and Travel Services (VTS) 6951 Crowner Drive P.O. Box 30026 Lansing, MI 48909

Telephone: 517-636-6000 Customer Service

Fax: 517-636-6747

### **SUMMARY**

This section describes the circumstances when privately owned vehicles may be used for official state government business, including VTS determination of mileage reimbursement eligibility.

#### **APPLICABLE FORMS**

None.

## **PROCEDURES**

#### Authorization:

- Use of privately owned vehicles for official state government business may be authorized when a state-provided motor vehicle is not available.
- A driver must receive prior approval from their department to drive a privately owned vehicle for official state government business. Each department is responsible for defining its process and documenting its approvals.

#### Reimbursement

- Departments are responsible for determining the means of travel that would be in the best economic interest of the state.
- Premium and standard mileage reimbursement rates are published annually.
  - Premium Mileage Reimbursement. A driver is reimbursed the Premium Mileage Rate when using a privately owned vehicle for official state business if:
    - A state-provided motor vehicle is not available and
    - The driver is not limited to Standard Mileage Reimbursement.
  - Standard Mileage Reimbursement. A driver is reimbursed the Standard Mileage Rate when using a privately owned vehicle for official state business when the driver has:
    - Declined use of an available state motor vehicle, or
    - Refused permanent assignment of a state-owned vehicle, or
    - Been denied use of a state motor vehicle for misuse or abuse.
- Employee reimbursements may be subject to tax reporting and withholding based on applicable tax regulations and specific circumstances.

## Reporting

- VTS will review reported premium and standard mileage reimbursements.
- VTS may perform periodic reviews with the agencies of their vehicle usage and mileage reimbursements.

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