

Travel and Hospitality Expense Policy

Signing Authority:	Board of Directors		
Approval Date:	September 26, 2023	Effective Date:	October 1, 2023

TABLE OF CONTENTS

SCOPE 2

POLICY STATEMENT 2

DEFINITIONS 3

PROCEDURE 3

1. ACCOUNTABILITY FRAMEWORK..... 3

A. CLAIMANTS 3

B. APPROVERS..... 4

C. AUTHORITY LIMITS..... 4

2. EXPENSE REIMBURSEMENT 5

A. CLAIMS LESS THAN \$50..... 5

B. EXPENSE REIMBURSEMENT FORM..... 5

C. RVH CORPORATE CREDIT CARDS 5

D. FOREIGN EXCHANGE..... 5

E. ADVANCES 5

3. TRAVEL ARRANGEMENTS 6

A. APPROVALS PRIOR TO MAKING TRAVEL ARRANGEMENTS..... 6

B. PERSONAL TRAVEL ARRANGEMENTS 6

C. TRANSPORTATION 7

D. MEALS..... 8

E. ACCOMMODATIONS 9

F. OTHER REIMBURSEABLE TRAVEL EXPENSES 9

G. NON-REIMBURSABLE TRAVEL EXPENSES 9

4. ALCOHOL 10

5. HOSPITALITY EXPENSES 10

A. ALLOWABLE HOSPITALITY 10

B. HOSPITALITY TO OR FROM VENDORS 11

CROSS REFERENCES 12

REFERENCES..... 12

Travel and Hospitality Expense Policy

SCOPE

This policy and procedure applies to any Claimant incurring expenses or seeking reimbursement for expenses covered by this policy on behalf of Royal Victoria Regional Health Centre (RVH). It also applies to the Approver.

POLICY STATEMENT

The purpose of this policy is to set out the principles and rules for those incurring or seeking reimbursement for travel or hospitality expenses to ensure fair and reasonable practices. This policy demonstrates accountability to stakeholders by ensuring that the expense policy is in accordance with the standards and legislated expectations of Broader Public Sector (BPS) Organizations.

The following key principles apply to this policy:

Accountability

RVH is accountable for the use of public funds when reimbursing travel and hospitality expenses. All expenses must support RVH's business objectives. All expense reimbursements must be approved by an authorized individual.

Transparency

RVH is transparent to all stakeholders. The rules for incurring and reimbursing expenses are clear, easily understood, and available to the public.

Value for Money

RVH uses taxpayer dollars prudently and responsibly. Plans for expenses are necessary and economical with due regard for health and safety.

RVH expects discretion to be applied with any expenses incurred and reserves the right to limit reimbursement to reasonable costs.

Fairness

Claimants will be reimbursed for reasonable and legitimate expenses incurred by them when performing RVH business.

In the instance where a collective agreement or an employment contract specifies reimbursement terms/rates, those terms/rates shall supersede this policy

Travel and Hospitality Expense Policy

DEFINITIONS

Approver: Those who have been delegated authority to approve expenditures as set out in this policy.

Broader Public Sector (“BPS”) Organizations: For purposes of this policy, refers to all government agencies and includes every Ministry, hospital, school board, university and college, in Ontario including RVH.

Claimant: The individual (board member, employee, professional staff [medical, dental, midwifery, and extended class nurses], volunteer or student) who has incurred the expense or who is seeking reimbursement for the expense. It is not necessarily the person who is completing the expense reimbursement or other related form.

Consultant: A person or entity that under an agreement with RVH, other than an employment agreement, provides expert or strategic advice and related services for consideration and decision-making.

PROCEDURE

1. ACCOUNTABILITY FRAMEWORK

An accountability framework for expenses is required to ensure that everyone understands the authority for approvals. It is also fundamental to ensuring effective internal controls. This *Travel and Hospitality Expense Policy*, along with the *Approval Authority Policy* and the *Procurement Policy*, clearly outline this framework and it is the expectation that this policy and procedure be followed.

A. CLAIMANTS

Claimants are responsible for:

- Being familiar with and adhering to the principles and procedures outlined in this policy when incurring travel and/or hospitality expenses.
- Signing and electronically submitting the expense claim as the requisitioner and obtaining all appropriate approvals before incurring expenses.
- Submitting original, itemized receipts with claims, as required.
- Submitting claims within 30 days of the incurred expense, otherwise the claim may not be paid.
- Documenting on the claim form, the business purpose and, if applicable, the names, titles, and organization of individuals incurring the expense.

Travel and Hospitality Expense Policy

- If any of the information above is not available or is not possible, submit a written explanation with the claim to provide the Approver with adequate information for decision-making.
- Repaying any overpayments as this is considered a debt owing to RVH.

For Claimants that incur expenses in a situation where they are sponsored by another organization (e.g., Ontario Hospital Association), where possible, the reimbursement should be made directly to the individual by the sponsoring organization. If the sponsor will only pay RVH directly, RVH will reimburse the Claimant the higher of the sponsor's payment or RVH's reimbursement.

B. APPROVERS

Approvers are responsible for:

- Ensuring Claimants are familiar with this policy.
- Ensuring the travel arrangements and expense claims comply with the principles and mandatory requirements set out in this policy.
- Ensuring the expense can stand up to audit and public scrutiny.
- Ensuring the business rationale for the expense is documented.
- Ensuring proper documentation such as original, itemized receipts, as required.
- Ensuring the expenses are fair and equitable.
- Ensuring the expenses are reasonable and appropriate.

Approvers are prohibited from approving their own expenses directly or indirectly. Where feasible, individual receipts should be obtained; however, if the expense is for a group function, the most senior person present will submit the claim for approval.

C. AUTHORITY LIMITS

The Approver's dollar limit of authority is specified in Schedule C of *Approval Authority Policy*. The Approver is dependent on who the Claimant is, and is outlined as follows:

Claimant	Approver
Volunteers	Leader of department (Manager level or above)
Employees	Leader of department (Manager level or above)
Professional Staff	Program Director or Vice President, Academic & Medical Affairs
CEO	Board Chair
Board Members	Board Chair
Board Chair	Board 1 st or 2 nd Vice Chair

Travel and Hospitality Expense Policy

2. EXPENSE REIMBURSEMENT

A. CLAIMS LESS THAN \$50

Reimbursement expense claims \$50 or less, may be presented to the cashier for reimbursement, using the *Petty Cash Reimbursement Form*. All rules set out in this policy will apply (i.e., detailed receipts, approvals, etc.).

B. EXPENSE REIMBURSEMENT FORM

All claims for expense reimbursement greater than \$50 must be submitted on the *Payment Request Form*.

C. RVH CORPORATE CREDIT CARDS

Corporate credit cards will be provided in limited circumstances to staff that are regularly required to make business purchases outside of RVH's purchase requisition system and/or who are required to travel regularly. The purpose of the card is to expedite business transactions where vendors will only process transactions with a credit card payment, and not on a corporate account. Expenditures made via corporate credit card must be in keeping with the *Procurement Policy* and *Approval Authority Policy*.

D. FOREIGN EXCHANGE

When claiming expenses incurred in currencies other than Canadian, the amount must be claimed in Canadian dollars using the following exchange rates:

- The exchange rate as it appears on the credit card statement; or,
- If paid with cash, the Claimant can use The Bank of Canada daily or monthly average exchange rate for the period the expense was incurred.
(<http://www.bankofcanada.ca/rates/exchange/>)

Proof of the exchange rate must be attached to the expense claim.

E. ADVANCES

In extenuating circumstances, RVH can provide Claimants with a cash advance. The *Cash Advance Request Form* must be approved by the Claimant's respective leader, as well as the Director, Finance. The completed form must be submitted to Finance three weeks prior to the date required to allow sufficient time for processing. Advances must be reconciled 10 business days after the expense is incurred. The leader or delegate shall work with Finance for instructions on how to complete this reconciliation. If a reconciliation is not received, RVH reserves the right to recover the unreconciled advance through payroll deduction(s).

Travel and Hospitality Expense Policy

3. TRAVEL ARRANGEMENTS

This section sets out the policy and procedures for business related travel expenses, excluding travel between or to/from RVH sites. RVH recognizes that business related travel is part of operating a multi-site environment and further guidance on this is provided in separate policy.

A. APPROVALS PRIOR TO MAKING TRAVEL ARRANGEMENTS

Travel requirements under the following conditions must be requested in writing prior to incurring travel expenses using a *Travel Authorization Form* as follows:

Travel Description	Required Approval
Travelling outside of Ontario (within Canada)	Individual's VP
Travelling outside of Canada	CEO

Claimants must have health insurance when travelling out of country.

All efforts should be made to book travel arrangements as soon as pre-approval is received to ensure best value for cost of travel and using appropriate judgement in booking options (e.g., fixed dates or open-ended tickets, travel health insurance, trip cancellation, etc.).

B. PERSONAL TRAVEL ARRANGEMENTS

Claimants may extend their business trip for personal business providing the following conditions are adhered to:

- There is no additional cost to RVH, with any additional costs paid directly by the Claimant,
- The Claimant utilizes vacation or banked time if the extended stay covers regular workdays; and
- The time away from work must be pre-authorized by the Claimant's leader.

Time spent on an extended stay will not be considered travel time or work time.

Time spent on the return trip home will be considered travel time.

Travel and Hospitality Expense Policy

C. TRANSPORTATION

The mode of transportation chosen by Claimants is expected to be the most practical, economical and reasonable choice, consistent with the least amount of interruption to regular business and personal schedules. Where a number of persons attend the same function, shared travel will be considered and required where possible.

1. Travel by Driving a Vehicle

It is expected that the Claimant will hold a valid driver's license and personal insurance.

i. Rental Vehicle

All luxury and sports car rentals are expressly prohibited. Collision and liability insurance offered by the car rental companies must be obtained since RVH's insurance coverage does not cover replacement value for rental cars. Rental cars must be refueled before returning to avoid extra charges. Reimbursable costs will include vehicle rental charges, gas and direct incidentals.

ii. Use of Personal Vehicle

Personal vehicles used for RVH business must be insured at the vehicle owner's expense for personal motor vehicle liability. Coverage must be equal to or greater than the minimum liability specified in the Insurance Act. It is the Claimant's responsibility to confirm with their insurance provider that they are covered for business use of their vehicle prior to use. Persons driving a personal vehicle on RVH business cannot make claims to RVH. RVH assumes no financial responsibility for personal vehicles when used for RVH business except for mileage reimbursement.

iii. Mileage Reimbursement

RVH will reimburse Claimants based on the total kilometres travelled. RVH's rate per kilometer will be set to the maximum of the annual published Canada Revenue agency automobile allowance rate ([Link: Reasonable per-kilometre allowance - Canada.ca](#)). This reasonable allowance is to cover the costs of fuel, depreciation, maintenance, and insurance. Except for elected Board members, the total kilometers of a trip that originates from the Claimant's home will exclude the normal distance driven to RVH.

2. Air & Rail

A copy of the boarding pass or other confirmation of travel for air or rail transportation must be attached to the *Payment Request Form*.

Travel and Hospitality Expense Policy

3. Taxis & Ridesharing

Reasonable use of taxis, ridesharing (e.g., Uber) and airport limousines is permitted. Where possible, hotel shuttles or airport buses should be used. A reasonable gratuity of up to 20% will be permitted as an allowable expense.

4. Public Transit

Use of public transit such as GO Transit and Toronto Transit Commission (TTC) are reimbursable costs. Published per diem rates will be accepted where detailed receipts are difficult to obtain.

5. Parking and Tolls

Reasonable expenditures for parking, as well as tolls for bridges, ferries, and highways, when driving on hospital business are reimbursable costs. There is no reimbursement for traffic or parking violations.

D. MEALS

Reasonable and appropriate meal expenses may be reimbursed when the Claimant is on RVH business.

Expenses should not be claimed when meal(s) are offered to the Claimant at no cost (i.e., included as part of conference, complimentary hotel breakfast, etc.). In certain circumstances where it is not feasible to consume the meal provided, a meal expense may be claimed.

1. Meal Allowance

Meal expenses when travelling away from RVH will be reimbursed at the established meal allowance rates, regardless of the actual meal costs. Taxes and gratuities are included in the meal allowance rates. RVH does not require receipts to be submitted with meal claims or retained.

Meal	Meal Allowance Rates*
Breakfast	\$25
Lunch	\$40
Dinner	\$60
Total	\$125

*Rates in the USA are the same as in Canada prior to foreign exchange. For all other countries, discretion may be required. For example, a breakfast allowance is 25US. This rate will need to be converted to CDN dollars upon reimbursement (see Foreign Exchange section above).

Travel and Hospitality Expense Policy

If a Claimant paid for more than one individual, they cannot claim a meal allowance, rather they must follow procedures under Meal Reimbursement below.

2. Meal Reimbursement

In limited circumstances (e.g., health considerations, limited options available, etc.) where a meal expense is higher than the meal allowance rate, the actual cost of the meal may be reimbursed. In these situations, the claim for meal reimbursement must be accompanied by an original, itemized receipt and a written rationale for exceeding the rate. Approval is subject to the Approver's discretion. A reasonable gratuity of up to 20% will be permitted as an allowable expense.

E. ACCOMMODATIONS

Accommodations will be reimbursed if the location of a business event is a reasonable distance from RVH and provides a reasonable disruption to regular business and personal schedules. When booking a hotel room, all reasonable efforts should be made to secure a single/standard room and the individual booking accommodations should ask for an available discount such as Ontario Hospital Association (OHA) or a government rate.

A detailed copy of the hotel bill must be attached to the expense claim.

Private stays with family or friends are encouraged. A maximum of \$100 per night for gratuitous lodging expense is allowed. No receipt is required.

F. OTHER REIMBURSEABLE TRAVEL EXPENSES

Additional reasonable business expenses not otherwise specified may be reimbursed provided the charge is incurred while conducting RVH business. These items include, but are not limited to, business calls, internet costs, photocopying, etc.

G. NON-REIMBURSABLE TRAVEL EXPENSES

Certain expenses considered of a personal nature will not be reimbursed by RVH.

Examples are:

- Dry cleaning unless in exceptional circumstances which must be approved by the Approver.
- Other incidentals such as newspapers, toothbrushes, haircuts, and other products and services that would normally be expected to be incurred by the individual while not on business.
- Interest charges on outstanding credit card balances.
- Personal expenses including kennel fees, travel, accident and life insurance, movies, other in-room entertainment, mini bar charges.
- Expenses of family members unless these individuals are also conducting approved RVH business.

Travel and Hospitality Expense Policy

- Expenses for failure to cancel transportation or hotel reservations when appropriate notice period is provided.
- Passport expenses.
- Personal phone calls.

4. ALCOHOL

The consumption of alcohol is not encouraged. However, reasonable expenses for limited quantities of alcoholic beverages may be expensed with documented proof of approval by the CEO. If alcohol is not being expensed, a separate bill is recommended.

5. HOSPITALITY EXPENSES

Hospitality is the provision of food, beverage, accommodation, transportation, and other amenities.

A. ALLOWABLE HOSPITALITY

In general, hospitality is not to be provided to people engaged to work for RVH or other BPS Organizations. However, RVH does endorse and allow the provision of food or beverage hospitality expenses in the following circumstances:

1. Business meetings

- A business meeting must be beneficial to the business objectives of RVH and may include RVH employees, professional staff, RVH Board Members, RVH committees and/or employees of other designated BPS Organizations.
- Business meetings/events that are sponsored and hosted by RVH with other BPS Organizations.
- Business meetings includes staff meetings, when appropriate. It does not include informal events such as departmental holiday parties or social gatherings.

2. Educational Sessions

- RVH sponsored learning or professional development sessions such as lunch & learns, LEI.

3. Recognition & Celebration Events

- RVH endorses recognition and celebration events, such as service milestones, project milestones, staff appreciation events, or an event as per the *Farewell Tea Policy* that are designed to recognize, enhance engagement and value our people.
- These events must be approved by a Vice President.

Travel and Hospitality Expense Policy

4. Emergency Incidents

- Periodical or unforeseen emergency incidents or events such as emergency shutdowns, extended code incidents.

Any other exceptions will be considered on a case-by-case basis and must be approved by a Vice President

Allowable transportation expenses are addressed above.

B. HOSPITALITY TO OR FROM VENDORS

Where hospitality events are offered to or from vendors (current or prospective), leaders are responsible for ensuring alignment with the *Procurement Policy*. Most importantly, individuals involved with supply chain activities must act, and be seen to act, with integrity and professionalism. Participants must not engage in any activity that may create, or appear to create, a conflict of interest, such as accepting gifts or favours or attending events that gives or may be perceived to give preferential treatment to any vendor or constitute a conflict of interest. For further guidance, please refer to Code of Ethics and Conflict of Interest sections of the *Procurement Policy*.

Under NO circumstances can hospitality, incidental or food expenses be considered allowable expenses for consultants and contractors under the rules or in any contract between an organization and a Consultant or contractor. This includes meals, snacks, beverages, gratuities, laundry or dry cleaning, valet services, dependents care, home management, or personal telephone calls. Reimbursement for allowable expenses can be claimed and reimbursed only when the contract specifically provides for it.

Travel and Hospitality Expense Policy

CROSS REFERENCES

RVH (2018) Policy and Procedure - *Approval Authority*
RVH (2018) Policy and Procedure - *Procurement*
RVH (2019) Policy and Procedure - *Farewell Teas*
RVH (2022) Policy and Procedure - *Working Remotely Policy*
RVH *Petty Cash Reimbursement Form*
RVH *Payment Request Form*
RVH *Cash Advance Request Form*
RVH *Travel Authorization Form*

REFERENCES

Broader Public Sector Accountability Act, 2010. Retrieved on February 24, 2019
(Part IV– Expense Claims: Allowable Expenses)
<https://www.ontario.ca/laws/statute/10b25#BK41>

Broader Public Sector Expenses Directive (Updated August 2018). Retrieved on February 24, 2019. <https://www.ontario.ca/page/broader-public-sector-expenses-directive>

Canada Revenue Agency Mileage Rate. Retrieved July 23, 2023.
<https://www.canada.ca/en/revenue-agency/services/tax/businesses/topics/payroll/benefits-allowances/automobile/automobile-motor-vehicle-allowances/reasonable-kilometre-allowance.html>