Rule No. 969 on business trip expenses to be amended (1/38/19)

The Finance Ministry's proposals for amending the Cabinet of Ministers' Rule No. 969 were announced at a meeting of state secretaries on 18 July 2019. This article explores some of the proposals to be debated soon.

The rationale behind the amendments

An annotation to the proposals explains the need to consider how inflation rates and the cost of goods and services have changed since Rule No. 969 was issued in 2002, as well as considering percentage increases in daily allowances, and the need to revise the allowances for business trips and on-the-job travel not only within Latvia but also abroad.

Proposed amendments across Latvia

1) A business trip order

The proposals provide for replacing the traditional hard copy order with an electronic document, assuming that a signatory authorised by the entity's CEO has duly approved the document with their electronic signature.

2) Public transport fares

Increased public transport fares (especially on assignments from other Latvian municipalities to Riga) suggest that the reimbursement equal to 30% of daily allowance does not cover the actual public transport fares, leading to a proposed increase in this reimbursement to 50%.

3) Daily allowance

It is proposed to increase the current Latvian daily allowance of 6 euros. The Finance Ministry suggests revising it up to 16 euros.

4) Hotel accommodation reimbursement in Riga and elsewhere

It is also proposed to revise the hotel reimbursement rates according to supporting documents presented to the employer. The current staff hotel reimbursement is capped at 57 euros per night in Riga and 43 euros elsewhere, to be raised to 100 and 60 euros respectively.

Daily allowances on foreign business trips

The Finance Ministry also suggests revising the daily allowances and hotel rates for persons going on foreign business trips to reflect the changes to fees charged by foreign service providers. And Schedule 1 to Rule No. 969 now includes 13 more countries (marked red).

The table gives a brief overview of the proposed rate increases:

	1	-					
	Country or territory		Daily allowance (compensation for extra cost)				
No.							
			in euros				
		Current	Proposed	Currency		Proposed	
		amount	amendment			amendment	
1	2	3.1	3.2	4	5.1	5.2	
1	Afghanistan	40		US dollar	230		
2	Albania		33	US dollar		150	
3	Algeria		40	US dollar		150	
4	US (New York)	40	60	US dollar	300		
5	US (excluding New York)	40	60	US dollar	250		
6	US (Virginia)	29	40	US dollar	120	150	
7	Andorra	40	50	euro	150		
8	United Arab Emirates		50	euro		200	
9	Australia	46	50	Australian dollar	300		
10	Austria	46	50	euro	150	200	
11	Azerbaijan	29	40	euro	150		
12	Bahrain		50	euro		200	
13	Belarus	29	30	US dollar	140	1	
14	Belgium	40	60	euro	200	250	
15	Bosnia and Herzegovina	29	35	euro	100	120	
16	Brazil		50	euro	100	220	
17	Bulgaria	29	35	euro	130	150	
18	Czech Republic	35	40	euro	150	170	
19	Denmark	46	60	Danish krone		1,650	
20	South Korea	29	52	US dollar	150	250	
21		29	30	US dollar	230	230	
22	Egypt	57	60		200	250	
22	France	57	Ιου	euro Pound	200	230	
23	Gibraltar	35		sterling	60		
24	In Greenland	46		euro	170		
25	Greece	46	55	euro	170	200	
26	Georgia	23	30	US dollar	160		
27	Guatemala	29	35	US dollar	120		
28	Croatia	29	40	euro	130	_	
29	Estonia	29	40	euro	100	120	
30	India	40		US dollar	370		
31	Iraq	29	40	US dollar	120	150	
32	Iran	29	35	US dollar	120	150	
33	Iceland	57	65	euro	220	250	
34	Italy	46	60	euro	220	300	
35	Israel	40	60	US dollar	250	270	
36	Ireland	52	60	euro	190	260	
37	Japan	52	70	US dollar	280	300	
38	New Zealand	74	·	Australian dollar	250	280	
39	Yemen		50	euro		200	
40	Canada	40	50	Canadian dollar	180	270	
41	Qatar		50	euro		200	
42	Kazakhstan	29	30	euro	160		
43	Kenya	37	40	US dollar	200		
44	Cyprus	29	46	euro	120	170	
_ 	Cypius	ر عرا		Curo	120	1-10	

45	Kyrgyzstan	29	30	euro	160		
-	Kosovo	35			120		
17	Russia (Moscow and St Petersburg)	46		euro	270		
	Russia (excluding Moscow and St Petersburg)	29	35	euro	190		
49	Kuwait	35	50	euro	150	200	
50	China (Beijing, Shanghai, Shenzhen, Guangzhou, Guangzhou)	32	45	euro	190	200	
51	China (Hong Kong, Macao)	40	55	euro	200	250	
52	China (excluding Hong Kong, Macao, Beijing, Shanghai, Shenzhen, Guangzhou, Guangzhou)	29	35	euro	180		
53	Liberia	29	50	US dollar	120		
54	Great Britain	63	65	Pound sterling	280	330	
55	Lithuania	29	30	euro	100	120	
	Liechtenstein	52	60	Swiss franc	180	280	
57	Luxembourg	40	60	euro	200	280	
58	Malta	29	45	euro	100	170	
59	Morocco	29	40	US dollar	230		
60	Montenegro	35	40	euro	120		
61	Moldova	29	30	euro	120		
62	Monaco	40	50	euro	150	170	
63	Mongolia		35	euro		170	
64	Netherlands	46	60	euro	150	200	
65	Norway	52	65	Norwegian krone	1,400	2,000	
66	Oman		50	euro		200	
67	Poland	29	35	euro	130	150	
68	Portugal	40	50	euro	150	200	
69	Romania	35	•	euro	150		
70	San Marino		40	euro		150	
71	Saudi Arabia		50	euro		200	
72	Serbia	35	40	euro	120	160	
73	Singapore	35	50	US dollar	150	200	
74	Slovakia	29	35	euro	130	160	
-	Slovenia	29	35	euro	130		
76	Finland	46	55	euro	180	220	
	Spain	40	50	euro	160	170	
-	Switzerland	52	60	Swiss franc	280	320	
	Tajikistan	29	40	euro	160		
$\overline{}$	Tunisia	29	30	US dollar	230		
81	Turkey	35		euro	160		
82	Turkmenistan		40	euro		180	
-	Ukraine	35		euro	200		
	Hungary	29	35	euro	130	160	
	Uzbekistan	29	40	euro	230	160	
86	Germany (Hamburg and Munich)	46	50	euro	170	220	
87	Germany (excluding Hamburg and Munich)	46	50	euro	170	180	
88	Vietnam		35	euro		170	
89	Northern Macedonia	35		euro	120	140	
90	Sweden	40	50	euro	220	260	
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91 Other countries 29 30 US dollar 150	
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