



Memorandum

To : ALL BEP VENDORS

From : Stephen G. Miller, Acting BEP Program Manager

Date : January 2, 2008

Subject : Annual 2008 Set Aside Exemption for MOR

Pursuant to Welfare and Institution Code Section 19629 (b) the Business Enterprises Program (BEP) has determined the adjustment for the annual set-aside charge exemption for the 2008 calendar year.

“Section 19629 (b)

No set-aside funds shall be collected where the monthly proceeds are less than one thousand dollars (\$1,000). This amount shall be annually adjusted by the department to reflect changes in the cost of living. The average of the separate indices of cost of living for Los Angeles and San Francisco are published by the United States Bureau of Labor Statistics, shall be used as the basis for determining the change in the cost of living.”

The annual 2008 adjustment is based on the 2006-2007 fiscal year. The 2008 set-aside exemption will be \$1,626.00. This means during 2008 no fee will be assessed when the net income for your facility is below \$1,626.00 as reported on your Monthly Operating Reports (MORs) DR478. This exemption will begin on your January 2008 MOR, which is due on February 25, 2008.

Please notify your accountant or bookkeeper of this change. If you have any questions regarding this subject please call your BEC.

cc: Deputy Director, Specialized Services Division
CVPC Executive Secretary
DOR Accounting Section
DOR Business Services
BEP Field Offices
BEP Training