

Supersedes Director's Order 122, 05/01/00

Date: May 3, 2007, as <u>amended</u> 01/07/08

Series: Personnel Part 228: Insurance and Annuities

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3.1 What is the purpose of this chapter? This chapter explains:

- A. Who we may reimburse for fitness center membership fees, and
- **B.** The reimbursement procedures.
- **3.2** What is the policy on reimbursement of fitness center membership fees? If you are a permanent Service employee, we will reimburse 50 percent of your individual membership fee for a commercial, non-federally sponsored, fitness center, up to \$300.00 per year. Permanent employees include full-time, part-time, and permanent intermittent employees.
- **3.3 What is the objective of the policy?** We developed this program to help employees achieve a healthy lifestyle.
- **3.4 What is the authority for this chapter?** The authority for this chapter is <u>5 U.S.C., Section</u> <u>7901</u>, Government Organization and Employees, Health Services Programs.
- 3.5 What are the requirements and limitations of this policy?
- **A.** We may reimburse you only if you participate in fitness activities at the center an average of two times per week during the period for which you request reimbursement.
- **B.** We only reimburse you for membership fees. We do not reimburse employees for initiation fees.
- **C.** We only reimburse you for individual membership fees. If you have a family membership, you must provide documentation of the cost of an individual membership at the center. We will base your reimbursement on that amount.
- **D.** The membership must be at a commercial fitness center that:
- (1) Has a full complement of exercise equipment and programs for cardiovascular and body strengthening, and
- (2) Does not restrict membership and access to facilities based on sex, race, national origin, color, religion, age, disability, or sexual orientation.
- 3.6 What are the steps for getting reimbursements?
- **A. Enroll in the program.** You must enroll by completing <u>FWS Form 3-2178</u> (Fitness Membership Fee Reimbursement Program Application Form). Give the completed form to your supervisor.
- B. Annually submit forms to claim reimbursement. To obtain reimbursement for the

previous year's membership fees, you must complete and give the following documents to your supervisor between January 1 and January 31 for each year you are in the program:

- (1) FWS Form 3-2178a (Report of Taxable Fringe Benefit (Fitness Center Reimbursement Fees)).
- (2) <u>FWS Form 3-2178b</u> (Fitness Membership Fee Reimbursement Program Self-Certification of Usage).
- (3) Your paid invoice(s) or other proof of payment (such as bank or credit card statements) for membership fees for the entire calendar year.
- **C. Reimbursement is through Electronic Funds Transfer.** We will pay you using the payroll system, and we will include the entitlement in your salary payment (see <u>section 3.8</u> for tax implications).
- **3.7 What do supervisors do with the documents?** Supervisors should:
- **A.** Keep the original Form 3-2178 and 3-2178b in the employee's file. Also keep copies of Form 3-2178a and the proof of payments.
- **B.** Sign and send the original Form 3-2178a and a copy of the proof of payment to the National Business Center at the address on the form.
- **3.8 What are the tax implications for reimbursement?** The amount we reimburse to you is a taxable benefit. We report it as taxable income to the Internal Revenue Service. We also compute associated assessments for Federal, FICA, Medicare, State, and local taxes.
- **3.9 What happens when employees want to stop participating in the program?** You may stop participating in the program at any time by notifying your supervisor in writing. If you stop participating in the middle of a calendar year, you may get partial reimbursement.
- (1) You must wait to submit the documentation for reimbursement until January 1 of the following year.
- (2) We will reimburse you only for the number of months you actually participated in fitness activities. For example, if you paid your membership fee in advance for a 1-year period, and you stop participating in the program after 1 month, we will reimburse you only for the month you participated.

For information on the content of this chapter, contact the Division of Human Resources. For more information about this Website, contact <u>Krista Holloway</u> in the Division of Policy and Directives Management.

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