

1 Adopt 2 Cal. Code Regs. Section 18950.2 to read:

2 **§ 18950.2. Exception: Payments for Travel in Connection with a Bona Fide Business.**

3 A payment made for transportation, lodging, or food, in connection with a bona fide
4 business, trade, or profession, and which satisfies the criteria for federal income tax deductions
5 for business expenses specified in Sections 162 and 274 of the Internal Revenue Code, is not an
6 honorarium or gift unless the sole or predominant activity of the business, trade or profession is
7 making speeches.

8 Note: Authority cited: Section 83112, Government Code. Reference: Sections 82028, 82030 and
9 89501-89506, Government Code.

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