

COMPLIANCE OVERVIEW

Provided by:
Moore Benefits, Inc.

IRS Standard Mileage Rates

On Dec. 14, 2018, the Internal Revenue Service (IRS) [announced](#) the 2019 optional standard mileage rates used to calculate the deductible costs of operating an automobile for business, charitable, medical or relocation purposes.

The standard mileage rate for business purposes is based on an annual study of the fixed and variable costs of operating an automobile. The rate is used in reimbursing employees for their use of personal vehicles for their employer's business.

It is important to note that under the [Tax Cuts and Jobs Act](#), taxpayers cannot claim a miscellaneous itemized deduction for unreimbursed employee travel expenses. Taxpayers also cannot claim a deduction for moving expenses, except members of the Armed Forces on active duty moving under orders to a permanent change of station.

The chart below shows the standard mileage rates for 2018 and 2019.

Mileage Rates (in cents per mile)		
PURPOSE	2018	2019
<i>Business Use</i>	54.5	58
<i>Medical Care or Moving Purposes</i>	18	20
<i>Gratuitous Service to Charitable Organization</i>	14	14

LINKS AND RESOURCES

- [IRS Revenue Procedure 2010-51](#) – Rules and requirements for using standard mileage rates
- [IRS Notice 2019-02](#) – Standard Mileage Rates for 2019
- [IRS Notice 2018-03](#) – Standard Mileage Rates for 2018



This Compliance Overview is not intended to be exhaustive nor should any discussion or opinions be construed as legal advice. Readers should contact legal counsel for legal advice.