

## **Mileage Rates Increase Effective July 1, 2008**

As a result of the recent increase in the cost of gasoline, the Internal Revenue Service just announced an increase in the optional standard mileage rates used by employees, self-employed individuals, and other taxpayers for the final six months of 2008.

The rate for the business use of an automobile has been increased to 58.5 cents per mile from 50.5 cents per mile for all business miles driven between July 1, 2008 and December 31, 2008.

The rate for computing the deductible medical or moving expenses has been increased to 27 cents per mile from 19 cents per mile for miles driven between July 1, 2008 and December 31, 2008.

The rate for charitable use remains unchanged at 14 cents per mile.

*If you have any questions, please contact Maria Solis, CPA at 312-384-4282 or at [msolis@legacypas.com](mailto:msolis@legacypas.com).*