



## Compliance Flash

### IRS Announces Increased Mileage Rates through December 31, 2008

Effective July 1, 2008, the optional standard mileage rates for medical purposes have been increased from \$.19 per mile to \$.27 per mile. As a reminder, the use of an automobile to obtain medical care may be a deductible medical expense if the expense is primarily for, and essential to, medical care.

Any mileage expenses incurred between January 1, 2008 and June 30, 2008 will be reimbursed at the \$.19 rate. Any expenses incurred between July 1, 2008 and December 31, 2008 will be reimbursed at the \$.27 rate.

Mileage Reimbursement January 1, 2008 – June 30, 2008	Mileage Reimbursement July 1, 2008 – December 31, 2008
\$0.19 per mile	\$0.27 per mile

The official IRS announcement may be viewed online at <http://www.irs.gov/pub/irs-drop/a-08-63.pdf>.