



IRS Revises 2022 Standard Mileage Rates Effective July 1

Due to increases in the price of fuel, the IRS has revised the 2022 standard mileage rates for the remainder of the year. The revised rates will apply to deductible transportation expenses paid or incurred on or after July 1, 2022. Expenses paid or incurred before July 1, 2022, will be subject to the original standard mileage rates issued on January 1, 2022.

Standard Mileage Rates for 2022

For deductible transportation expenses incurred between:

January 1 - June 30



up 2.5 cents from 2021

58.5 cents per mile

driven for business use

July 1 - December 31



62.5 cents per mile

driven for business use

up 2 cents from 2021



18 cents per mile

driven for medical, or moving purposes for qualified active-duty members of the Armed Forces



22 cents per mile

driven for medical, or moving purposes for qualified active-duty members of the Armed Forces



14 cents per mile

driven in service of charitable organizations

the rate is set by statute and remains unchanged from 2021

The standard mileage rate for business use is based on an annual study of the fixed and variable costs of operating an automobile. The rate for medical and moving purposes is based on the variable costs.

The IRS says that 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, unless they are members of the Armed Forces on active duty moving under orders to a permanent change of station.

Taxpayers always have the option of calculating the actual costs of using their vehicle rather than using the standard mileage rates. Taxpayers can use the standard mileage rate but must opt to use it in the first year the car is available for business use. Then, in later years, they can choose either the standard mileage rate or actual expenses. Leased vehicles must use the standard mileage rate method for the entire lease period (including renewals) if the standard mileage rate is chosen.