Standard Mileage Rates for Income Tax Purposes

Summary Statement

This rule decreases the optional standard mileage rates effective January 1, 2006, as follows:

1. From 48.5¢ in 2005 to 44.5¢ for 2006 for employees or self-employed individuals.

2. From 22¢ in 2005 to 18¢ in 2006 for transportation expenses deductible as medical or moving expense.

This rule maintains the optional mileage rate of 14¢ for 2006 as 2005 for individuals in computing the income tax deduction for charitable organizations.

This rule adopts the Internal Revenue Service standard mileage rate for business use of a vehicle by a rural mail carrier.