



December 14, 2016

IRS Announces 2017 Standard Mileage Rates

INTERNAL REVENUE SERVICE, NOT-FOR-PROFIT, TAX, TRANSPORTATION & LOGISTICS
BY JESSICA MURTHA

The Internal Revenue Service (IRS) has announced the optional 2017 standard mileage rates (Notice 2016-169) used to calculate the deductible costs of operating an automobile for business, medical or moving, and charitable purposes. The standard mileage rates have continued to decline due to lower gas prices over the past few years.

2017 STANDARD MILEAGE RATES

The IRS Standard mileage rates for the use of an automobile effective on or after January 1, 2017 will be:

- 53.5 cents per mile for business miles driven
- 17 cents per mile driven for medical or moving purposes
- 14 cents per mile driven in service of charitable organizations

The business mileage rate is calculated using an annual study of the fixed and variable costs of operating a vehicle (i.e., depreciation, insurance, repairs, maintenance, gas and oil). The medical or moving rate is calculated using the variable costs (i.e., gas and oil). The business mileage and medical or moving rates declined by 0.5 cents and 2 cents per mile, respectively.

The charitable rate is set by Congress and never adjusted for inflation. This amount has remained unchanged.

As always, the option of claiming deductions based on the actual costs of using a vehicle rather than the rates listed above is available to taxpayers.

For more information, please visit our [Our Thoughts On blog](#) or [contact Schneider Downs](#).

You've heard our thoughts... We'd like to hear yours

The Schneider Downs Our Thoughts On blog exists to create a dialogue on issues that are important to organizations and individuals. While we enjoy sharing our ideas and insights, we're especially interested in what you may have to say. If you have a question or a comment about this article – or any article from the Our Thoughts On blog – we hope you'll share it with us. After all, a dialogue is an exchange of ideas, and we'd like to hear from you. Email us at contactSD@schneiderdowns.com.

Material discussed is meant for informational purposes only, and it is not to be construed as investment, tax, or legal advice. Please note that individual situations can vary. Therefore, this information should be relied upon when coordinated with individual professional advice.

© 2024 Schneider Downs. All rights-reserved. All content on this site is property of Schneider Downs unless otherwise noted and should not be used without [written permission](#).