



Important Information about the 2012 Medical Mileage Rate

The Internal Revenue Service has announced a decrease in the optional standard mileage rate for 2012. This is the rate used to calculate the deductible costs of operating an automobile for medical purposes. The IRS advised they are adjusting the standard mileage rate to better reflect the fixed and variable costs of operating an automobile. Details of the IRS notice are included in [IR 2011-116](#).

Beginning on January 1, 2012, the standard mileage rate for the use of a car (also vans, pickups or panel trucks) for medical purposes will be:

- 23 cents per mile, a decrease of .5 cents per mile

Remember, taxpayers always have the option of calculating the actual costs of using their vehicle rather than using the standard mileage rates.

If you have any questions, please contact your Client Service Manager