



# Monterey County Office of Education

Leadership, Support, and Service to Prepare All Students for Success

Dr. Nancy Kotowski  
County Superintendent of Schools

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Finance and Business Services

Bulletin No. 12-021

**TO:** Chief Business Officials, Fiscal Directors, Business Managers

**FROM:** Candi Clark, Executive Director   
Finance and Business Services

**DATE:** December 20, 2011

**RE: IRS Business Standard Mileage Rate to Stay at 55.5¢ in 2012**

The Internal Revenue Service (IRS) has announced that the business standard mileage rate for transportation expenses paid or incurred beginning January 1, 2012, will be **55.5 cents per mile**, unchanged from the rate in effect during the final six months of 2011.

This is the rate at which employers can reimburse employees, tax free, for business use of their personal automobiles. If the employee is reimbursed at a higher rate than 55.5 cents per mile, only the excess should be noted as income on the employee's W-2. Mileage rates for each school district are set by their Board of Trustees. These rates can be more or less than the tax-free rate that the IRS has set.

For further information concerning the mileage rate, please contact me at (831) 755-0308.

CC:pd

cc: Garry P. Bousum  
Karen Deller  
Ashraf Demian  
Loreto Albento