

## **New IRS Mileage Rate effective July 1, 2022**

WASHINGTON — The Internal Revenue Service announced on June 9th an increase in the optional standard mileage rate for the final 6 months of 2022. For the final 6 months of 2022, the standard mileage rate for business travel will be 62.5 cents per mile, up 4 cents from the rate effective at the start of the year. These new rates become effective July 1, 2022. The IRS provided legal guidance on the new rates in Announcement 2022-13.

Most of the Labor Agreements we assist in bargaining provide for mileage reimbursement at the current IRS mileage rate. If your Labor Agreement requires reimbursement at the current IRS mileage rate, please increase the reimbursement to \$.625 per mile effective July 1, 2022. Travel time pay and additional pay for pulling a trailer will not be impacted by this change unless the premium is tied to the IRS mileage rate.