MEMORANDUM

TO: All Department Heads, Chief Financial Officers
   All State Departments, Institutions, and Agencies

FROM: Charles Perusse

SUBJECT: Change in Internal Revenue Service Mileage Rates as of July 1, 2022

Effective July 1, 2022, the Internal Revenue Service (IRS) has established new mileage rates for the final six months of 2022 in recognition of recent gasoline price increases. The business standard rate for the use of a car (also vans, pickups or panel trucks) increased from 58.5 cents per mile to 62.5 cents per mile, and the medical or moving purposes rate increased from 16 cents per mile to 18 cents per mile. Accordingly, and pursuant to G.S. 138-6(a)(1), OSBM will adjust the allowable rate of reimbursement for travel by officers and employees on official state business for the final six months of 2022.

In accordance with G.S. 138-6(a)(1) and agency policies, a state employee shall be reimbursed at a rate that does not exceed the business standard mileage rate set forth by the IRS. Agencies are advised to visit the IRS website to confirm the mileage reimbursement rates. If you have specific questions regarding these changes, please contact your OSBM Budget Execution Analyst.

Thank you.

cc: Casey Harris-Pratt, OSBM
    Jennifer Neisner, OSBM
    Budget Execution Analysts, OSBM