

IRS Mileage Rates Beginning July 1, 2026

The IRS announced it is increasing the business standard mileage rate for transportation expenses paid or incurred beginning July 1, 2026, to 76 cents per mile [Announcement 2026-11, 2026-29 IRB 49]. The change results from recent increases in fuel prices, although the rate applies to all electric, hybrid-electric, gasoline, and diesel vehicles. The previous rate of 72.5 cents per mile will still apply for travel between January 1 and June 30, 2026. The standard mileage rate for operating a passenger car for charitable purposes remains 14 cents per mile, with any amount over this being taxable compensation.