



STATE OF HAWAII
DEPARTMENT OF ACCOUNTING
AND GENERAL SERVICES
P.O. BOX 119
HONOLULU, HAWAII 96810-0119

JUL - 2 2008

COMPTROLLER'S MEMORANDUM NO. 2008-11

TO: Heads of Departments and Agencies

ATTN: Fiscal Offices

SUBJECT: **Revised** 2008 Standard Mileage Rate Announced by Internal Revenue Service (IRS)

In Announcement 2008-63, the Internal Revenue Service has revised the standard mileage rate previously issued in Revenue Procedure 2007-70 due to recent increases in the price of fuel. The increase from 50.5 cents per mile to 58.5 cents per mile is effective July 1, 2008 for business miles driven from July 1, 2008 to December 31, 2008.

As reminder, for those employees not covered by collective bargaining agreements which adhere to the IRS issued rates, any amounts paid in excess of the 58.5 cents per mile must be reported as taxable income.

Please forward this information to offices in your department responsible for computing the taxable portion of mileage reimbursements for your employees.

A handwritten signature in cursive script that reads "Russ K. Saito".

RUSS K. SAITO
State Comptroller