



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

FEB 10 2006

**COMPTROLLER'S MEMORANDUM NO. 2004-33 (AMENDED)**

TO: Heads of Departments and Agencies

ATTN: Fiscal Offices

SUBJECT: 2005 Standard Mileage Rate Announced by Internal Revenue Service (IRS)

In Announcement 2005-71, the Internal Revenue Service has revised the standard mileage rate to be used in computing the value of the business use of an automobile for the last three months of calendar year 2005. The rate was increased from 40.5 cents per mile to 48.5 cents per mile for mileage incurred during the last three months of 2005.

Supplemental agreements for bargaining units 2, 4, 9, and 13 have increased the mileage reimbursement rate to 48.5 cents effective December 1, 2005. Please note that the increase in mileage reimbursement rate is only applicable to mileage incurred for the month of December. Thereafter, the mileage reimbursement rate will decrease to 44.5 cents per mile effective January 1, 2006.

Please forward this information to offices in your department responsible for computing the taxable portion of mileage reimbursements for your affected employees. Comptroller Memorandum 2006-04 dated January 11, 2006 which was previously released remains in effect for the calendar year 2006 mileage rate.

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

RUSS K. SAITO  
State Comptroller