

Reply to: Karen Sansone, Director Tax & Compliance

Accounting and Financial Services Telephone: 314-996-1441

Fax: 314-996-1089

Email: karen.sansone@lcms.org

To: LCMS Leadership Group

District Business Managers/Treasurers College/Seminary Business Officers

From: Karen Sansone

CC: Tina Vasquez

Melissa Corbett Jim Ehlers Ross Stroh

Dated: January 4, 2021

Subject: Standard Mileage Rate effective 1/1/2021

Changing on 1/1/2021, IRS has changed the standard business mileage rate to 56¢ per mile (decrease from 57.5¢ in effect since 1/1/20). The standard medical mileage rate has likewise changed to 16¢ per mile (decrease from 17¢ in 2020). These new rates apply to mileage reimbursements paid to an employee on or after January 1, 2021 with respect to transportation expenses paid or incurred by the employee on or after January 1, 2021.

The rate used for charitable deduction purposes, set by statute rather than IRS, remains at  $14\phi$  per mile.

Please share this information with your staff. As usual, contact me if you have any questions concerning this change.