

## **2011/12 Automobile Deduction Limits and Expense Benefit Rates for Businesses**

Capital cost limit for passenger vehicles	\$30,000 plus sales tax
Leasing cost limit	\$800 per month, plus sales tax*
Interest deduction limit	\$300 per month

### Tax exempt allowance paid by employer:

53 cents per kilometer for the first 5,000 kilometers

47 cents per kilometer for additional kilometers driven

(For Yukon, Northwest Territories and Nunavut, add 4 cents to above figures)

### Taxable benefit for personal portion paid by employees:

26 cents per kilometer for employees

23 cents per kilometer for employees in selling and/or leasing automobile industries

\* This limit is one of two restrictions. A separate restriction prorates deductible lease costs where the value of the vehicle exceeds the capital cost limit.

