

2009, IRS Publication No. 15-B, Annual Lease Value, Internal Revenue Service

Publication No. 15-B:

Annual Lease Value

Generally, you figure the annual lease value of an automobile as follows.

1. Determine the fair market value (FMV) of the automobile on the first date it is available to any employee for personal use.
2. Using Table 3-1. Annual Lease Value Table, read down column (1) until you come to the dollar range within which the FMV of the automobile falls. Then read across to column (2) to find the annual lease value.

Table 3-1. Annual Lease Value Table

(1) Automobile FMV	(2) Annual Lease
\$ 0 to 999	\$ 600.00
1,000 to 1,999	\$ 850.00
2,000 to 2,999	\$ 1,100.00
3,000 to 3,999	\$ 1,350.00
4,000 to 4,999	\$ 1,600.00
5,000 to 5,999	\$ 1,850.00
6,000 to 6,999	\$ 2,100.00
7,000 to 7,999	\$ 2,350.00
8,000 to 8,999	\$ 2,600.00
9,000 to 9,999	\$ 2,850.00
10,000 to 10,999	\$ 3,100.00
11,000 to 11,999	\$ 3,350.00
12,000 to 12,999	\$ 3,600.00
13,000 to 13,999	\$ 3,850.00
14,000 to 14,999	\$ 4,100.00
15,000 to 15,999	\$ 4,350.00
16,000 to 16,999	\$ 4,600.00
17,000 to 17,999	\$ 4,850.00
18,000 to 18,999	\$ 5,100.00
19,000 to 19,999	\$ 5,350.00
20,000 to 20,999	\$ 5,600.00
21,000 to 21,999	\$ 5,850.00
22,000 to 22,999	\$ 6,100.00
23,000 to 23,999	\$ 6,350.00
24,000 to 24,999	\$ 6,600.00
25,000 to 25,999	\$ 6,850.00
26,000 to 27,999	\$ 7,250.00
28,000 to 29,999	\$ 7,750.00
30,000 to 31,999	\$ 8,250.00
32,000 to 33,999	\$ 8,750.00
34,000 to 35,999	\$ 9,250.00
36,000 to 37,999	\$ 9,750.00
38,000 to 39,999	\$ 10,250.00
40,000 to 41,999	\$ 10,750.00
42,000 to 43,999	\$ 11,250.00
44,000 to 45,999	\$ 11,750.00

46,000 to 47,999	\$	12,250.00
48,000 to 49,999	\$	12,750.00
50,000 to 51,999	\$	13,250.00
52,000 to 53,999	\$	13,750.00
54,000 to 55,999	\$	14,250.00
56,000 to 57,999	\$	14,750.00
58,000 to 59,999	\$	15,250.00

For automobiles with a FMV of more than \$59,999, the annual lease value equals $(.25 \times \text{the FMV of the automobile}) + \500 .

FMV. The FMV of an automobile is the amount a person would pay to buy it from a third party in an arm's-length transaction in the area in which the automobile is bought or leased. That amount includes all purchase expenses, such as sales tax and title fees.