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## Personal Use of Company Car

AccuPay has assisted our clients for many years with calculating and reporting "personal use of a company vehicle" compensation to employees. **We believe that employers should calculate and report compensation for personal use of employer-provided vehicles for the following 2 reasons:**

1. Tax law is very clear that the personal use of an employer vehicle by an employee is taxable compensation to the employee; and
2. CPA firms acknowledge that IRS business/organization tax audits pay particular attention to vehicle expenses and the business/personal use of the vehicles. Employers who take the time to calculate and report personal use of company vehicles as compensation on employee W-2's are less likely to be heavily reviewed/scrutinized as to their vehicle expense deductions in precise detail (this is not law, but is "real world" experience!)

### Auto Use Forms on our Website

AccuPay's newly updated "personal use of company car" annual forms for 2012 are on our website at [www.accupay.com](http://www.accupay.com). Simply click on "Forms and Downloads" and you will find our link "[2012 Use of Auto Forms](#)."

### Important

AccuPay clients should complete an auto form for every employee who personally used an employer-provided vehicle during the one year reporting period November 1, 2011 - October 31, 2012. These completed forms should be submitted to AccuPay **no later than November 30, 2012**, which gives us time needed to calculate tax withholdings, tax deposits and report the correct compensation amounts on employee W-2 forms for 2012.

### Have Questions?

Call one of AccuPay's many CPP/CPA service teams at 317-885-7600.



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