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# Road Haulier Drivers (Employees) - Subsistence Rates

## Part 05-02-10

Document Last Reviewed March 2019

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### Table of Contents

Introduction	2
1. Subsistence Rates for Haulier Drivers	3
Appendix 1: Previous Rates	5
Appendix 2 - Specimen Expense Sheet	6
Appendix 3 – Original Agreement between Revenue and the Irish Road Haulage Association (September 1996)	8

## Introduction

An Agreement was reached in September 1996 between Revenue and the Irish Road Haulage Association (IRHA) in respect of the conditions and guidelines covering the reimbursement of subsistence allowances free of tax by road haulier firms (employers) to road haulier drivers (employees). The text of the Agreement is set out in the Appendix.

Where an employee's allowable expenses are reimbursed free of tax by an employer, the question of an income tax claim by the employee for those expenses does not, of course, arise.

Haulier drivers have the option of operating on the basis of the agreed rates outlined below and attaching conditions, or the Civil Service rates. Alternatively, the employers can reimburse employees for actual receipted expenditure incurred.

Where the amounts reimbursed by employers are in excess of the amounts referred to above, the excess is subject to tax, USC and PRSI in the normal way.

**NOTE:** Employers are not required to be members of the IRHA to operate these rates.

## 1. Subsistence Rates for Haulier Drivers

All the conditions set out below must be complied with; otherwise the rates contained in this agreement cannot be availed of.

(i) Appropriate books and records must be maintained by the employer so that Revenue can, on inspection, identify a driver receiving expenses with the job he or she has done, and the records should indicate:

- (a) Details of journey,
- (b) Departure time,
- (c) Destination,
- (d) Invoice re: journey or delivery docket,
- (e) Expense sheet signed by driver and duly authorised.

These records must be maintained for six years. An example of an expense sheet is attached for guidance.

(ii) All tachographs must be fully completed and made available to Revenue. The tachographs must be maintained for six years as they represent part of the books and records of the haulier business.

(iii) The following rates will apply:

<b>With effect from 1 October 2018</b>	<b>Subsistence payable to employees with gross weekly wage of up to €378</b>	<b>Subsistence payable to employees with gross weekly wage of between €378 - €442</b>	<b>Subsistence payable to employees with gross weekly wage of €442 &amp; upwards</b>
Travel more than 8km & absence of between 5 and 10 Hours	€12.85	€12.85	€14.01
Travel more than 8km & absence of greater than 10 hours	€25.37	€25.37	€33.61
Travel more than 100km in the State – 24 hours absence	€40.72	€49.79	€57.71
Overnight in Britain and N Ireland – 24 hours absence	€64.11	€79.39	€88.53
Europe & Elsewhere – 24 hours absence	€76.33	€87.01	€106.86

Please also note the following:

- Time spent on board long-distance ferries from Ireland direct to Europe (excluding UK) will not count for the overnight. No subsistence should be paid for the 2 days of the trip where a return is applicable. However, where a driver has commenced work or started their return trip ten hours or more prior to boarding the ferry and is more than five miles from their base then the €33.61 rate applies.

## Appendix 1: Previous Rates

Applicable from 1 May 2009 to 30 September 2018

<b>With effect from 1 May 2009</b>	<b>Subsistence payable to employees with gross weekly wage of up to €360</b>	<b>Subsistence payable to employees with gross weekly wage of between €360 - €425</b>	<b>Subsistence payable to employees with gross weekly wage of €425 &amp; upwards</b>
Travel more than 5 miles & absence of between 5 and 10 hours	€12.57	€12.57	€13.71
Travel more than 5 miles & absence of greater than 10 hours	€25.37	€25.37	€33.61
Travel more than 50 miles in the State – 24 hours absence	€33.19	€40.58	€47.03
Overnight in Britain and Northern Ireland – 24 hours absence	€51.63	€63.93	€71.29
Europe & Elsewhere – 24 hours absence	€61.47	€70.07	€86.05

## Appendix 2 - Specimen Expense Sheet

### EXPENSE SHEET

COMPANY NAME: \_\_\_\_\_

ADDRESS: \_\_\_\_\_

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### SUBSISTENCE ALLOWANCE

Name of Driver: \_\_\_\_\_

Date & Time of Departure: \_\_\_\_\_

Date & Time of Return: \_\_\_\_\_

Journey From:	To:	And Return IR£
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Expenses @ 40 x =

@ 35 x =

@ 30 x =

@ 15 x =

@ 7 x =

Pay By Cheque No.

\_\_\_\_\_

\_\_\_\_\_

**Cash**

\_\_\_\_\_

**Balance**

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**DRIVER'S SIGNATURE:** \_\_\_\_\_ **DATE** \_\_\_\_\_

**EMPLOYER'S SIGNATURE** \_\_\_\_\_ **DATE** \_\_\_\_\_

## Appendix 3 – Original Agreement between Revenue and the Irish Road Haulage Association (September 1996)

### Conditions and Guidelines

All the conditions set out herein must be complied with, otherwise this agreement cannot be availed of.

#### Conditions

- (i) Appropriate books and records must be maintained by the employer so that an Inspector of Taxes can, on inspection, identify a driver receiving expenses with the job he/she has done, i.e., the records should indicate:
  - (a) Details of journey,
  - (b) Departure time,
  - (c) Destination,
  - (d) Invoice re: journey or delivery docket,
  - (e) Expense sheet signed by driver and duly authorised.

These records must be maintained for six (6) years. An example of an expense sheet is attached for use or guidance.

- (ii) All tachographs must be fully completed and made available to Revenue auditors. The tachographs must be maintained for the two years prior to the current year.



(iii) The following rates will apply

<b><u>SUBSISTENCE</u></b>	<b>Gross Salary per week up to IR£200</b>	<b>Gross Salary per week up to £201 to £230</b>	<b>Gross Salary per week £231 &amp; up</b>
Travel 5 Miles, Absence 5 - 10 hours	IR£7.12	IR£7.12	IR£7.12
Travel 5 Miles, Absence 10 hours Plus	IR£14.41	IR£14.41	IR£14.41
Travel 50 Miles, Absence 24 hours (R.O.I & N.I.)	Up to IR£22.00	£27.00	£30.00
Overnight in U.K. 24 hours Absence	Up to IR£26.00	£32.00	£35.00
Europe & Elsewhere – 24 hours absence	Up to IR£30.00	£35.00	£42.00

(iv) The subsistence payments cover expenses wholly, exclusively and necessarily incurred in the performance of drivers' duties. At no stage can they be regarded as an addition or as a substitute for wages.

#### **Notes**

- a) Drivers would be able to claim the above rates while sleeping in cabs.
- b) Time spent on board the long-distance ferries from Ireland direct to Europe excluding UK will not count for the overnight and no subsistence should be paid for the 2 days of the trip where a return is applicable. However, where a driver has commenced work or started his return trip ten hours or more prior to boarding the ferry and is more than five miles from base then the IR£14.41 rate applies
- c) The industry norm would suggest that a gross salary of IR£170.00 per week is representative of a basic wage for drivers. However, due consideration

should be given to the type of haulage undertaken, age and experience of drivers and the size of the organisation, when a lower figure could apply.

- d) The allowances of IR£22.00 to IR£42.00 are inclusive of the 10-hour subsistence rate of IR£14.41.
- e) The terms and operation of this agreement will be reviewed in two years time.
- f) Notwithstanding anything contained in this document in relation to the reimbursement of subsistence expenses, the Revenue reserve the right to take any steps they deem appropriate if they consider that these arrangements are being exploited for tax avoidance purposes or are otherwise misused or abused.