U.S. Department of Transportation
Office of the Secretary of Transportation

TRANSERVE

TSB 2026-01 Non-DOT Transit Benefit Increase to $340

NON-DOT TRANSIT BENEFIT PROGRAM BULLETIN

BULLETIN: TSB 2026-01

DATE: November 17, 2025

SUBJECT: **Transit Benefit Monthly Statutory Limit Increase to $340**

PURPOSE: This bulletin provides notification and guidance regarding a change in the statutory limit of the monthly transit benefit for calendar year 2026.

INFORMATION: As of January 1, 2026, the maximum mass transit exclusion from income has been set by the Internal Revenue Service (IRS) at $340. IRS https://www.irs.gov/pub/irs-drop/rp-25-32.pdf provides the relevant information on the transit benefit rules on page 19.

REQUIRED ACTION: Notify TRANServe of your agency's timeline for implementing the statutory limit increase and ensure participant's certified monthly commuting costs are current.

If the January 2026 increase is authorized by your agency, TRANServe must be notified by **COB Monday December 1, 2025**. TRANServe can adjust the transit benefit to the monthly maximum statutory limit of $340.00 for the transit benefit starting the January 2026 benefit cycle.

CONTACT: If you have questions about this bulletin, please contact TRANServe.