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

TRANSERVE

TSB 2027-02 DOT Transit Benefit Increase to $350

DOT TRANSIT BENEFIT PROGRAM BULLETIN

BULLETIN: TSB 2027-02

DATE: November 10, 2026

SUBJECT: Transit Benefit Monthly Statutory Limit Increase to $350

PURPOSE: This bulletin provides notification and guidance regarding a change in the statutory limit of the monthly transit benefit for calendar year 2027.

INFORMATION: Effective January 1, 2027, the maximum mass transit exclusion from income has been set by the Internal Revenue Service (IRS) at $350. IRS https://www.irs.gov/pub/irs-drop/rp-26-35.pdf 3.18 provides the relevant information on the transit benefit rules under Internal Revenue Code Section 132 (f).

REQUIRED ACTION: Notify transit benefit program participants of the statutory limit increase and advise applicable participants to ensure their transit benefit applications are updated to reflect the $350 adjustment. If changes are necessary, participants must submit an updated application that accurately reflects their transit benefit certified amount. This can be done by accessing their application at the Transit Benefit Program Application System

CONTACT: If you have questions about this bulletin, please contact your Transit Benefit Modal Point of Contact. DOT Transit Benefit Program Participant Page