



251 Progress Way, Waunakee, WI 53597  
www.murphyinsurance.com

## **Qualified Transportation Plans**

This Employee Benefits Update provides information on limits for employer qualified transportation plans.

The American Recovery and Reinvestment Act of 2009 provided a temporary increase in the transit pass and commuter vehicle expenses limit. Effective as of March 1, 2009, the \$120 combined monthly limit for transit passes and commuter vehicle expenses was increased to \$230 per month. The rate increase originally was to expire at the end of 2010. The Tax Relief, Unemployment Insurance Reauthorization, and Job Creation Act of 2010 extended the increase for one year. The new expiration date for this temporary change is December 31, 2011.

See Revenue Procedure 2011-12 at [http://www.irs.gov/irb/2011-02\\_IRB/ar16.html](http://www.irs.gov/irb/2011-02_IRB/ar16.html) for transportation limits applicable in 2011.

### **What should employers do?**

- Monitor for future changes and review compliance.

### **Cynthia A. Van Bogaert**

is a partner with Boardman, Suhr, Curry & Field LLP. She is a faculty member for employee benefits courses for ALI-ABA and the Employee Benefits Institute of America, as well as author of the 401(k) column on BenefitsLink, a national employee benefits Web site.

These articles are not legal advice. Individuals should seek advice based on their particular circumstances from their own counsel. Nothing in this article is intended to be used, and no information can be used, for the purpose of avoiding penalties under the Internal Revenue Code, or promoting, marketing, or recommending to another party any transaction or matter addressed in this article. © 2008 Cynthia A. Van Bogaert All rights reserved.