



Community Colleges Commuter Benefits Program Overview FAQs What You Should Know About the Commuter Benefits Program

What is the Commuter Benefits Program?

Under the provisions of Internal Revenue Code (IRC) Section 132, the City of New York offers eligible employees the opportunity to use pre-tax earnings to cover certain public transportation costs through the Commuter Benefits Program.

What are the options in the expanded program?

The City of New York has selected Edenred as a provider to significantly expand the Transit Benefit Program and to offer access to new Transit Plans and many more transit providers throughout the New York Tri-State area.

Below is a brief description of each of the plans available to you in the Commuter Benefits Program.

- 1. Commuter Card Unrestricted Plan** – The Commuter Card is a stored value card loaded with your pre-tax and post-tax payroll deductions that can be used to purchase transit passes and tickets at transit providers throughout the New York Tri-State area. The Commuter Card works at many more transit providers than supported under the previous program. To see a list of where the Commuter Card will work - visit <https://www.commuterbenefitsnyc.com/transit-provider-list.aspx>. This stored value card works just like a credit card at transit provider ticket vending machines, ticket windows and online/web stores. It can also be used to apply for MTA programs such as the Reduced-Fare MetroCard and EasyPayXpress. Your card is funded with your deductions each pay date.

You can elect to have any deduction amount up to Federal pre-tax transit limits which is currently set at \$270 pre-tax per month (effective January 2020). Deductions exceeding the monthly pre-tax limit are allowed but the amount over the pre-tax limit will be deducted post-tax. You will receive a Commuter Card that can be used to purchase qualified transportation media from local and regional carriers' vending machines, ticket booths or websites such as the Long Island Railroad, Metro-North Rail Road and New Jersey Transit. You will pay an administrative fee of \$1.25 per month through payroll deductions.

- 2. Transit Pass Plan** – This plan allows you to arrange for home delivery of your transit provider passes and tickets through the City's provider, Edenred. You can select from their extensive catalog of transit providers and transit passes covering the New York Tri-State area. In this plan, you fund an account with Edenred with your pre-tax and post-tax payroll deductions and you can select a pass on the Edenred system using the funds in your account. Edenred will deliver your pass or ticket to your designated mailing address by the 1st day of each calendar month. Edenred also allows you to securely supplement purchases on their website with your personal credit card to ensure you always have enough funds for your purchases. And you can purchase multiple items such as a train ticket and MetroCard. With the Transit Pass option, you pay a monthly administrative fee of \$2.05 per month through payroll deductions.

- 3. Access-A-Ride/Paratransit Plan** – This plan allows you to participate in Access-A-Ride if you are an employee who receives paratransit service from MTA New York City Transit. In this plan, you fund an account with Edenred with your pre-tax and post-tax payroll deductions and you can select your Access-A-Ride coupons or other paratransit options on the Edenred system using the funds in your account. Edenred will deliver your Access-A-Ride coupons or tickets to your designated mailing address by the 1st day of each calendar month. With the Access-A-Ride Plan you pay a monthly administrative fee of \$2.05 through payroll deductions.

- 4. Park-n-Ride Plan** – This plan allows you to use your pre-tax and post-tax payroll deductions to pay for parking at or near a public transportation stop or station that you use to commute to work. Only transit-related parking is eligible. You must be jointly enrolled in one of the above transit options in order to enroll in this option. You will incur an Administrative Fee of \$2.05 per month for Park-n-Ride. In addition to the administration fee you pay for the Park-n-Ride Plan, you will also pay a fee for either the Commuter Card Unrestricted or Transit Pass Plan whichever you chose.

How do I save on my taxes when I enroll in the Commuter Benefits Program?

Tax law, IRC Section 132, currently allows you to fund your Transit Account with pre-tax dollars up to \$270 per month, through payroll deductions. As a result, up to the IRS limit, you do not pay federal, state, City, social security, and Medicare taxes on your Transportation Deductions. You can also put post-tax deductions in your account if you have monthly transit expenses exceeding the monthly pre-tax limit.

Your commuting costs can be reduced by 20% to 30% depending on your tax rates. To calculate your estimated savings visit <https://www.commuterbenefitsnyc.com/savings.aspx> for a free, online calculator.

In addition, if you drive to public transportation, you may be eligible to fund parking fees with pre-tax dollars up to \$270 per month. Pre-tax and post-tax deductions for the Park-n-Ride program are kept in a separate account for you at Edenred and cannot be comingled with your Transit Account.

For other Commuter Benefits Plans, including the Park-n-Ride plan, you will designate a payroll deduction amount to suit your commuting needs.

All Commuter Benefits Plans will allow you to change, temporarily suspend or discontinue your payroll deductions as your commuting needs change.

Are there any restrictions on the amounts of my Commuter Benefits Deduction?

The average monthly amount of your Commuter Benefits Deduction should not exceed your average monthly cost of public transportation usage. If your cost of public transportation changes after you enroll, you should change your Transportation Deduction to accommodate your new circumstance.

Are there any service fees for this program?

Yes, there is an Administrative Fee for account maintenance and transaction costs and the fee is based on the program in which you are enrolled. The Administrative Fee will be deducted post-tax on a monthly basis from your paycheck.

The Administrative Fees that you pay through monthly payroll deductions are:

- Commuter Card Unrestricted Plan: \$1.25 per month
- Transit Pass Plan: \$2.05 per month
- Park-n-Ride Plan: \$2.05 per month (Plus \$1.25 if enrolled in the Commuter Card Unrestricted Plan or \$2.05 in the Transit Pass Plan)
- Access-A-Ride/Paratransit Plan: \$2.05 per month

How is my W-2 affected?

Your taxable wages in Box 1, Social Security and Medicare wages in Boxes 3 and 5, and state and local wages in Boxes 17 and 20 will be reduced by the value of the pre-tax transportation deductions from your pay.

How does the program work?

After you enroll in the Commuter Benefits Plan of your choice, your monthly designated transportation deduction amount will be taken from your wages every pay day. During months with 3 biweekly pay periods deductions will not be taken on the 3rd pay date of the month. You will receive your transit pass or Commuter Card in the mail.

For Park-n-Ride expenses, you can schedule Pay My Parking monthly direct payments to your parking provider, have funds loaded on to the Parking Card or if your parking provider only accepts cash, you can submit receipts and be reimbursed for your out of-pocket expenses.

How can I enroll, change, suspend or discontinue my enrollment in the Commuter Benefits Program?

The Commuter Benefits Program has flexible options for employees. CUNY employees are eligible to enroll in the following Commuter Benefits Plans:

- Commuter Card – Unrestricted
- Transit Pass
- Access-A-Ride/Paratransit
- Park-n-Ride

To enroll you may download an enrollment form from the CUNY website or contact your College Transit Benefit Coordinator.

Employees seeking MTA NYCT Access-A-Ride or other Paratransit Service providers must select the Transit Pass plan.

Are there instances where I am entitled to a refund?

No. The Internal Revenue Code does not permit any funds remaining in your account to be refunded to you. The payroll deductions taken for this program must be used to purchase a qualified transit pass either from your account or with your Commuter Card.

What happens when leaving employment?

Upon leaving, any remaining funds in your account will not be refunded to you per the Internal Revenue Code. You will have access to your funds for a limited time as follows:

- Commuter Card Plan - Unrestricted - You have 90 days after your separation date to spend the remaining funds on your Commuter Card.
- Transit Pass Plan - You have 90 days after your separation date to spend the remaining funds in your transit account.
- Access-A-Ride/Paratransit Plan – You have 90 days after your separation date to spend the remaining funds in your transit account.
- Park-n-Ride - If you have enrolled in the Park-n-Ride program, your access to the remaining funds in your parking account is limited to funds allocated to expenditures prior to your separation date.

Will my enrollment carry over if I transfer to another College or another State/City Agency?

No, your enrollment will not carry over if you transfer to another College or another State/City agency. You may need to re-enroll to start payroll deductions; however your account at Edenred will stay intact. You

must notify your College Transit Benefits Coordinator of your intent to continue in the Commuter Benefits Program or otherwise you will be subjected to the 90 days spend down.

If I have two jobs, am I entitled to Commuter Benefits from both agencies?

No, you may only enroll in the Commuter Benefits Program from one College at a time, your primary job College.

If I work as an Adjunct or a College Assistant is there a Commuter Benefits Plan for me?

Yes, you may contact your College Transit Benefits Coordinator for information on the Commuter Benefits Program Plan that best suits your situation.

As a Faculty member, am I able to suspend my Commuter Benefits Plan?

Yes, you must go to your College Transit Benefits Coordinator to have your deductions suspended.

How can I check my Commuter Card, Transit Pass and Parking account balance?

There are several different options to access your Commuter Card, Transit Pass or Parking account balance with Edenred:

- By logging on to your account at www.commuterbenefitsnyc.com
- Call Edenred Commuter Benefit Solutions at 833-584-8109 Monday through Friday, 8 a.m. to 8 p.m. Eastern Time and follow the prompts to access your account balance. You will be required to provide the last four digits of your Employee Reference Number (ERN) if you are at the Community College and home zip code to access your account information.

For additional information, contact Edenred Customer Service at 833-584-8109 Monday to Friday, 8am – 8pm.