

119TH CONGRESS
1ST SESSION

H. R. 409

To amend the Internal Revenue Code of 1986 to allow employers to deduct certain transportation fringe benefits.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 15, 2025

Mr. AUCHINCLOSS (for himself, Mr. LAWLER, and Mr. MCGOVERN) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow employers to deduct certain transportation fringe benefits.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Supporting Transit
5 Commutes Act”.

6 **SEC. 2. DEDUCTION ALLOWED FOR CERTAIN TRANSPOR-**
7 **TATION FRINGE BENEFITS PROVIDED BY EM-**
8 **PLOYERS.**

9 (a) IN GENERAL.—Section 274(l) of the Internal
10 Revenue Code of 1986 is amended by redesignating para-

1 graph (2) as paragraph (3) and inserting after paragraph
2 (1) the following new paragraph:

3 “(2) EXCEPTION FOR CERTAIN TRANSPOR-
4 TATION FRINGE BENEFITS.—

5 “(A) IN GENERAL.—Paragraph (1) shall
6 not apply to so much of any qualified transpor-
7 tation fringe described in subparagraph (A) or
8 (B) of section 132(f)(1) as does not exceed the
9 limitation described in section 132(f)(2)(A).

10 “(B) REDUCED DEDUCTION IN CASE OF
11 BENEFITS PROVIDED UNDER SALARY REDUC-
12 TION AGREEMENTS.—In the case of any quali-
13 fied transportation fringe with respect to which
14 the employee may elect between receiving such
15 fringe and receiving an amount directly in cash,
16 subparagraph (A) shall be applied by sub-
17 stituting ‘50 percent of so much’ for ‘so
18 much’.”.

19 (b) CONFORMING AMENDMENT.—Section 274(l)(3)
20 of such Code, as redesignated by subsection (a), is amend-
21 ed—

22 (1) by striking “this subsection” and inserting
23 “paragraph (1)”, and

1 (2) by inserting “FOR QUALIFIED BICYCLE COM-
2 MUTING REIMBURSEMENT” after “EXCEPTION” in
3 the heading thereof.

4 (c) EFFECTIVE DATE.—The amendments made by
5 this section shall apply to amounts paid or incurred after
6 the date of the enactment of this Act, in taxable years
7 ending after such date.

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