

Commuter Deduction

Beginning in 2004 individuals can deduct from adjusted gross income (AGI), amounts paid for tolls which were paid for through a FastLane account or for weekly or monthly transit commuter passes for MBTA transit or commuter rail. TP's must not include any amounts that have been reimbursed by employers or otherwise. The first \$150 is not deductible only up to a \$750 deduction for all filers. (S, MFJ, MFS, HH).

Married couples filing a joint return: Each spouse is limited to his or her own commuter costs not to exceed a deduction of \$750 per individual. One spouse cannot transfer his or her excess deduction to the other spouse.

Recordkeeping:

Credit card statements, bank statements, pay stubs, and similar records will serve to substantiate this deduction.

For more information regarding your personal income tax and how these credits and deductions may benefit you, give AJE Financial Services a call today!