

IRS Announces Increases

to Benefit Spending Account Limits for 2027

The IRS recently announced updates to annual and monthly contribution limits for qualified flexible spending accounts and transportation benefits.

2027 Plan Limits

Health FSA Benefits Plans	
2026 Annual Contribution Limits $3,400	**2027 Annual Contribution Limits** $3,500
Qualified Transportation Benefits	
2026 Monthly Contribution Limits $340	**2027 Monthly Contribution Limits** $350
Health FSA Carryover	
2026 Health FSA Carryover Amount $680	**2027 Health FSA Carryover Amount** $700
Daycare FSA Benefit Plans	
2026 Annual Contribution Limits $7,500	**2027 Annual Contribution Limits** $7,500

Health FSA Benefit Plans
The annual limit on the health FSA benefit will increase to **$3,500**

Qualified Transportation Benefit Plans
The monthly limit on qualified parking and combined transit pass/commuter highway vehicle will increase to **$350**

EVHC