

MOVING EXPENSES IS A TAXABLE BENEFIT

The Tax Cuts and Jobs Act enacted on December 22, 2017 repealed the deduction for moving expenses, making employer-paid moves or moving reimbursements a taxable benefit to the employee. As a result, ALL employer-paid moving-related expenses or reimbursements to employees (**whether paid directly to the vendor or reimbursed to the employee**) for moving expenses are deemed TAXABLE beginning in 2018. The resulting payroll taxes will be deducted from the employee's paycheck

Miscellaneous Taxable Income (MTI) has been recorded on the employee's biweekly paycheck. This entry does not increase the employee's pay but recognizes taxable income to the employee for the direct payments made by the University for a household move.

Employees should make note that the paycheck will reflect higher than normal taxes, which will reduce the net pay. This is a one-time entry on the paycheck and subsequent paychecks will return to their typical taxation amounts.

