

# Meals and Entertainment Guidance

Fall 2018

	Treatment Under Old Law	Treatment Under New Law
<b>Employee-Related Expenses</b>		
Expenses for meals during employee travel	50%	50%
Expenses for food and beverages for employees furnished on the business premises <sup>1</sup>	100%	50%
Expenses for recreational, social, or similar activities for the benefit of employees	100%	100%
Expenses directly related to business meetings of his employees, stockholders, agents, or directors	Facility: 100% F&B: 50%	Facility: 100% F&B: 50%
<b>Client Lunches/Dinners</b>		
Business Lunches (i.e., business lunch meetings with clients during the workday)	50%	50%; retain detailed itemized billing
Networking events/cocktail parties with clients/referrals	50%	50%; retain detailed itemized billing
<b>Entertainment Expenses</b>		
Expenses for entertainment without any food/beverage component	50%	0%
Expenses for entertainment with food and beverage component	Entertainment: 50% F&B: 50%	Entertainment: 0% F&B: 50%; retain detailed itemized billing
Expenses related to tickets for any sports event which is organized for the primary purpose of benefiting certain charities	100%	0%
<b>Other Expenses</b>		
Expenses for goods, services, and facilities made available to the general public	100%	100%

<sup>1</sup> Note, however, that any expenses incurred or paid after December 31, 2025 for meals provided for the convenience of the employer will be nondeductible.