



Meals & Entertainment Changes Under Tax Cuts & Jobs Act

For our clients' convenience, we have prepared a table detailing all of the categories of meals and entertainment compared to the laws we've grown accustomed to before the Tax Cuts and Jobs Act.

More information regarding the sweeping changes presented in the TCJA can be found in our webinar series on our website.

If you have any further questions, **contact your account manager.**

| Event | 2017 (Old Rules) | 2018 (New Rules) |
|---|---|------------------|
| Office Holiday Party or Picnic | 100% Deductible | 100% Deductible |
| Client Business Meals | 50% Deductible | 50% Deductible |
| Client Entertainment Related Expenses | 50% Deductible | 0% Deductible |
| Transportation Expenses for Client Business Meals | 100% Deductible | 100% Deductible |
| Sporting Event Tickets | <p>Face value of ticket: 50% Deductible</p> <p>Skybox/luxury seats: 50% Deductible to face value of non-luxury seats in same box</p> <p>Charitable events: 100% Deductible</p> <p>Contributions to purchase tickets for educational institution's athletic events: 80% Deductible</p> <p>Transportation/ parking for sporting events: 50% deductible</p> | 0% Deductible |

| | | |
|---|---|---|
| Club Memberships | No deduction for club dues; however, 50% deduction for expenses incurred at a club organized for business, pleasure, recreation, or other social purposes if related to an active trade or business | 0% Deductible |
| Meals Provided for the Convenience of Employer | 100% Deductible provided they are excludible from employees' gross income as de minimis fringe benefits otherwise 50% deductible | 50% Deductible (nondeductible after 2025) |
| Water, Coffee, Snacks, etc. at Office | 100% Deductible provided they are excludible from employees' gross income as de minimis fringe benefits; otherwise 50% deductible | 50% Deductible (nondeductible after 2025) |
| Meals in Office During Employee, Shareholders, Agents, or Directors | 50% Deductible | 50% Deductible |
| Meals During Business Travel | 50% Deductible | 50% Deductible |
| Meals at a Seminar or Conference | 50% Deductible | 50% Deductible |
| Meals included through Charitable Sports Package | 100% Deductible | 50% Deductible |
| Meals Included as Taxable Compensation to Employee | 100% Deductible | 100% Deductible |
| Meal Expenses Sold to Clients or Customers | 100% Deductible | 100% Deductible |
| Food Offered to Public for Free (i.e. hosting seminars, conferences, etc.) | 100% Deductible | 100% Deductible |



GINERIS
& ASSOCIATES

Relationships + Service = Success
Business Advisory, Tax, Accounting, and Financial Services
2005 Hart St, Dyer, IN 46311 | GinerisLtd.com | 219-864-4800