



CLIENT ALERT!

Beginning January 1, 2018

Travel, Meals & Entertainment Changes Under the Tax Cut and Jobs Act of 2017

Entertainment is no longer tax deductible. Previously, entertainment was 50% deductible.

Examples of items no longer deductible as entertainment are as follows:

- Sporting Tickets
- Concert Tickets
- Customer or Client meals of any sort
- Dues or fees to any social, athletic, or sporting club
- Taking someone to play golf

Meals while travelling for business are still deductible at a rate of 50%. These meals must be “reasonable” and not extravagant and only for the person travelling. In other words, taking someone out to dinner while travelling still constitutes entertainment, which is not deductible.

Employee meals for the convenience of the employer are still deductible at a rate of 50%.

These meals should be served on or near the employer’s place of business.

Travel is still 100% deductible. Travel includes direct transportation and lodging. Examples of direct transportation include; plane flights, trains, taxis, Uber, and auto.