

## Meals and Entertainment Expenses & Other Fringe Benefit Changes Under the Tax Reform Act

	2017 Expenses (Old Rules)	2018 Expenses	2026 Expenses
<b>Office Holiday Parties</b>	100% deductible	100% deductible	100% deductible
<b>Entertainment Expenses</b>	50% deductible	No deduction for Entertainment Expenses	No deduction for Entertainment Expenses
	Event tickets, 50% deductible for face value of ticket; anything above face value is non-deductible		
	Tickets to qualified charitable events are 100% deductible		
<b>Business Meals</b> (i.e., employee travel meals, client and/or customer meals, etc.)	50% deductible	50% deductible	50% deductible
<b>Meals Provided for Convenience of Employer</b> (i.e., on employer premises or in-house cafeteria, etc.) & <b>De Minimis Fringe Benefit Meals</b>	100% deductible	50% deductible	No deduction
<b>Qualified Transportation Fringe Benefits</b> (i.e., qualified parking, subway or mass transit passes provided by employer, van pools, qualified bicycle commuting reimbursements)	100% deductible	No Deduction for Transportation Fringe Expenses (except as necessary for ensuring the safety of the employee)	No Deduction for Transportation Fringe Expenses (except as necessary for ensuring the safety of the employee)

\*\*Please note also that under the new Tax Reform Act that individuals will NO longer be allowed miscellaneous itemized deductions subject to the 2% floor for unreimbursed employee expenses (i.e., mileage, entertainment expenses, meals, advertising, etc.)

**Note:** Qualified Transportation Fringe Benefits may still be provided tax free within the specified dollar limits to employees with the exception of qualified bicycle commuting reimbursements which are not excludable after 12/31/2017 made before 1/1/2026 (i.e. - suspended).

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