

| Event                          | Old Rules   | New Rules  |
|--------------------------------|---|--|
| Office Holiday Party or Picnic | 100% deductible   | 100% deductible  |
| Client Business Meals          | 50% deductible if business is conducted, taxpayer is present, and not lavish or extravagant | 50% deductible if business is conducted, taxpayer is present, and not lavish or extravagant  |
| Entertainment-related Meals    | 50% deductible  | No deduction (e.g, meals incurred when no business is conducted, potentially at night clubs, cocktail lounges, theaters, country clubs, golf and athletic clubs, sporting events, and on hunting, fishing, vacation and similar trips) |

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| Transportation to and from a Restaurant for Client Business Meal     | 100% deductible   | 100% deductible                           |
| Sporting Event Tickets   | 50% deductible for face value of ticket (anything above face value is non deductible)   | No deduction                              |
|  | 50% deductible for skybox expenses to the extent of non-luxury seat ticket. No deduction face value in such box   | No deduction                              |
|  | 100% deductible for charitable sports events  | No deduction                              |
|  | Contributions for the right to purchase tickets to an educational institution's athletic events 80% deductible  | No deduction                              |
|  | 50% for transportation to and from parking at sporting events   | No deduction                              |
| 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 | No deduction                              |
| Meals Provided for the Convenience of Employer                       | 100% deductible provided they are excludible from employees' gross income as de minimis fringe benefits under §119(a); otherwise 50% deductible   | 50% deductible (nondeductible after 2025) |
| Meals Provided to Employees Occasionally and Overtime Employee Meals | 100% deductible provided they are excludible from employees' gross income as de minimis fringe benefits under §132(e)(1); otherwise 50% deductible  | 50% deductible (nondeductible after 2025) |

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| Water, Coffee and Snacks at the Office  | 100% deductible provided they are excludible from employees' gross income as de minimis fringe benefits under §132(e)(1); otherwise 50% deductible | 50% deductible (nondeductible after 2025) |
| Meals in Office During Meetings of Employees, Stockholders, Agents or Directors | 50% deductible   | 50% deductible                            |
| Meals During Business Travel  | 50% deductible   | 50% deductible                            |
| Meals at a Seminar or Conference, or at a Business League Event                 | 50% deductible   | 50% deductible                            |
| Meals included in Charitable Sports Package                                     | 100% deductible  | 50% deductible                            |
| Meals included as Taxable Compensation to Employee or Independent Contractor    | 100% deductible  | 100% deductible                           |
| Meals Expenses Sold to a Client or Customer (or Reimbursed)                     | 100% deductible  | 100% deductible                           |

Food Offered to the Public for Free      100% deductible

100% deductible

