

Expense Category	Deductible Amount	Tax Guidance
Company social events and facilities for employees (e.g., picnics, holiday parties, company golf course)	100%	IRC Secs. 274(e)(4) and 274(n)(2)(A)
Meals and entertainment included in employee or nonemployee compensation	100%	IRC Secs. 274(e)(2) and (9)
Reimbursed expenses under an accountable plan	100%	IRC Sec. 274(e)(3)
Meals and entertainment made available to the public	100%	IRC Sec. 274(e)(7)
Meals and entertainment sold to customers	100%	IRC Sec. 274(e)(8)
Business travel meals	50%	IRC Sec. 274(n)(1)
Client/customer business meals	50%	Notice 2018-76
Business meeting meals	50%	IRC Secs. 274(e)(5), 274(k)(1), and 274(e)(6)
<i>De minimis</i> food and beverages provided in the workplace (e.g., bottled water, coffee, snacks)	50%	IRC Sec. 274(e)(1)
Meals provided for the convenience of the employer (before 2026)	50%	IRC Sec. 274(n)
Employer-operated eating facilities (before 2026)	50%	IRC Sec. 274(n)
Nonseparately stated meals/beverages associated with entertainment activities	N/D	Notice 2018-76
Meals provided for the convenience of the employer (after 2025)	N/D	IRC Sec. 274(o)
Employer-operated eating facilities (after 2025)	N/D	IRC Sec. 274(o)
Personal, lavish, or extravagant meals/beverages in relation to the activity	N/D	IRC Secs. 274(k)(1) and (2)
Entertainment without an exception	N/D	IRC Secs. 274(a)(1) and (e)