

Meals and Entertainment Business Expense Deduction Rules

DEDUCTIBLE PERCENTAGE

Business-Related Meals	100%	100% 2021/22 Under CAA	50% in 2020	Non Deductible
Quiet Business Meals		X	X	
Occasional Employee Fringe Benefit Meals (Cocktail parties, picnics, Holidays)	X			
Meals for Public as Cost of Goods Sold	X			
Meals for Public as Advertising	X			
Meals overnight for Business			X	
Meals as part of Equipment Installation(Capitalize)	X			
Meals with Business Groups		?	X	
Meals before and after entertainment		X	X	
Meals on Premises-For employer convenience			X	

Business-Related Entertainment	100%	100% 2021/22 Under CAA	50% in 2020	Non Deductible
Sporting, Hunting, Fishing				X
Plays, Theaters, Shows, Concerts				X
Games of any Sport				X
Tickets to clients for any of above				X
Dues: Country clubs, social clubs, athletic clubs or organizations				X
Skybox, Sporting or Entertainment facility fees or leases				X
Business Meals separately stated as any above entertainment		X	X	
Entertainment directly related to taxpayers line of business (sporting goods salesperson going to ballgame)	X			