

US Tax Reform: **Tax Cut & Jobs Act**

Significant company savings are possible following the tax reform to Meals & Entertainment deduction rules

What is the TCJA reform and what does it mean

Meals and entertainment spend are two of the top expense categories for companies globally, with meals being the 3rd largest spend (13-20% of overall spend) and client entertainment coming in at 8th place (2% overall spend).

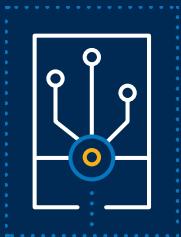
The Tax Cut and Jobs Act (TCJA) changed the rules governing the deductibility of meals and entertainment expenses.

Notable changes

- No deduction allowed for entertainment
- Business meals have been reduced to 50%
- Meals provided for the convenience of the employer in an employer cafeteria have been reduced to 50% (moving to zero in 2026)
- De minimis food or beverages has been reduced to a 50% deduction

How Taxback International can help

We improve compliance for your company by:



Configuring

Utilizing SAP Concur configuration, Taxback International ensures the relevant data is captured to guarantee your company is compliant with the new tax law.



Auditing

Taxback International uses a trusted source of data via SAP Concur to accurately isolate the relevant Meals & Entertainment expense data, corresponding receipts, attendee information, and business purpose for the specific expense type.



Reporting

Taxback International provides an itemized, transaction-based report of all tax deductible transactions, plus a second report identifying transactions that should be tax deductible but are missing required information not supplied by the employee.



Consulting

Taxback International provides a continuous improvement analysis to encourage ongoing full compliance:

- Employee education training
- Detailed reporting
- Tailored action plan

Contact us

For more information in relation to the Tax Cuts and Jobs Act (TCJA) contact us at the following:

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