

## 31.205-14 Entertainment costs.

*Costs* of amusement, diversions, social activities, and any *directly associated costs* such as tickets to shows or sports events, meals, lodging, rentals, transportation, and gratuities are unallowable. *Costs* made specifically unallowable under this cost principle are not allowable under any other cost principle. *Costs* of membership in social, dining, or country clubs or other organizations having the same purposes are also unallowable, regardless of whether the cost is reported as taxable income to the employees.

**Parent topic:** [31.205 Selected costs.](#)