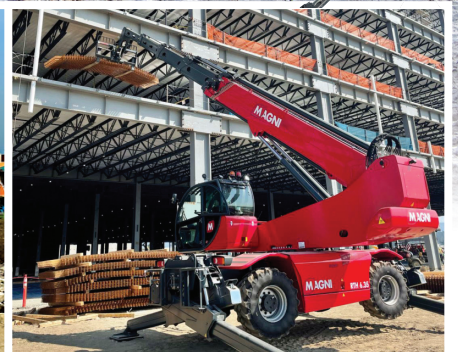




Section 179 Tax Deduction & Bonus Depreciation

NEW and USED Equipment!



	\$1,220,000	Section 179 Deduction Limit	
	60%	Bonus Depreciation	
Tax Benefits Breakdowns for C-Corporations (Taxed at 21%) Example Scenarios			
Equipment Cost	\$500,000	\$1,200,000	\$2,500,000
Section 179 Deduction	\$500,000	\$1,200,000	\$1,220,000
Bonus Depreciation (60%)	\$0	\$0	\$768,000
Normal 1st Year Depreciation	\$0	\$0	\$0
Total 1st Year Deduction	\$500,000	\$1,200,000	\$1,988,000
Tax Savings (21% Tax Bracket)	\$105,000	\$252,000	\$417,480
Cost of Equipment After Tax Savings	\$395,000	\$948,000	\$2,082,520
Tax Benefits for Sole Proprietors, Partnerships, S-Corporations (This example taxed at 32%)			
Equipment Cost	\$500,000	\$1,200,000	\$2,500,000
Section 179 Deduction	\$500,000	\$1,200,000	\$1,220,000
Bonus Depreciation (60%)	\$0	\$0	\$768,000
Normal 1st Year Depreciation	\$0	\$0	\$0
Total 1st Year Deduction	\$500,000	\$1,200,000	\$1,988,000
Tax Savings (32% Tax Bracket)	\$160,000	\$384,000	\$636,160
Cost of Equipment After Tax Savings	\$340,000	\$816,000	\$1,863,840

Purchasing equipment by 12/31/2024 could help you lower your 2024 Taxes*

Reminder that bonus depreciation (60%) is scheduled to ramp down for ensuing years: 40% for 2025, 20% for 2026, and 0% beginning in 2027.

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*Equipment must be purchased and placed into service by 12/31/2024. For Section 179 Deduction, \$3,050,000 spending cap is the maximum amount that can be spent on equipment before the max Section 179 Deduction begins to be reduced on a dollar-for-dollar basis. This should not be considered tax advice. Please consult a qualified tax professional for guidance.

