Benefit from 2016 Tax Incentives

Write it off now, and pay it off over time with financing, Section 179 and bonus depreciation

- You may qualify for significant tax savings. The Protecting Americans from Tax Hikes (PATH) Act extended bonus depreciation and increased the IRS Section 179 limit to $500,000.*
- ***This means you may able to write off most or all of the cost of new capital equipment in 2016***. Most new capital equipment contracted and placed into service between January 1 and December 31, 2016 can qualify for these deductions.
- This includes equipment that you acquire ***via capital lease ($1 purchase option).***
- Capital equipment investment over $500,000 is also eligible for 50% bonus depreciation and standard MACRS depreciation – on top of the Section 179 allowance.

Consider this example:

	2016 Savings
Equipment price	**$50,000**
– Section 179 allowance	$500,000
– 50% Bonus depreciation	Available
– MACRS depreciation	N/A
Total tax deduction	$50,000
Potential tax savings in the 35% tax bracket	**$17,500**

How can you realize tax savings from Section 179?

Contact your accountant or financial advisor today to find out more about the new tax law changes and specific benefits you may receive when acquiring new equipment.

Contact your local representative for more information:

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*Note: This deduction is capped at a maximum of $2,000,000 in capital expenditures. For every dollar that your total capital expenditures exceed $2,000,000, your Section 179 deduction is reduced by one dollar. In addition, if you have a taxable loss for the year, you are ineligible for the Section 179 deduction. Consult your tax or legal advisor for complete details specific to your situation.