

# IMPORTANT TAX DEDUCTION FOR EQUIPMENT

## IRS SECTION 179

Thanks to IRS Section 179 guidelines of the Federal Tax code, businesses (large or small) investing in new equipment may be eligible to deduct the full purchase price of the equipment in the year it is placed for service. Qualifying equipment of up to \$500,000 annually is allowed, with the full deduction taking place in the current tax year as opposed to spreading it out over the life of the equipment. Please contact your tax advisor to see if your business qualifies for the deduction.

## Why Act Now?

- Major tax relief for businesses that invest in capital
- The Section 179 deduction can be taken whether the qualified equipment is financed or purchased

Visit [jhfooster.com/179taxdeduction](http://jhfooster.com/179taxdeduction)

to calculate your options and/or for references on additional information

### 2017 SECTION 179 EXAMPLE CALCULATION

**Cost of Qualifying Equipment:** **\$60,000**

**First Year Write Off:** **\$60,000**  
*(\$500,000 is the max  
Section 179 write-off in 2017)*

**Total First Year Deduction:** **\$60,000**

**Immediate Cash Savings  
on Taxes:** **\$21,000**  
*(\$60K x 35% tax rate\*)*

\* Tax rate depends on tax bracket



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