

# Up to \$510,000 Section 179 tax deduction

Businesses have significant reasons to acquire and install capital equipment before the end of 2017, so plan now to maximize these important benefits.

## Section 179 deduction

- Companies may be able to expense up to a \$510,000 deduction on new or used equipment
- The maximum equipment investment amount eligible for the full \$510,000 deduction is \$2,030,000 before a dollar-for-dollar phase-out begins

## Bonus depreciation

- Additional deductions may be available if you qualify for bonus depreciation
- An additional write-off of 50% of the undepreciated balance of capital expenditures and depreciable property (new equipment only) may be available.
- Equipment must be depreciable under the Modified Accelerated Cost Recovery System (MACRS) with a recovery period of 20 years or less

Speak to your tax and accounting advisors today to learn more about maximizing these and other incentives.

For more information, please contact,

[usbank.com/leasing](http://usbank.com/leasing)

Cost of equipment	\$
1st year write-offs	
• Section 179	\$
• 50% bonus depreciation	\$
• Normal 1st year depreciation*	\$
Total 1st year deduction	\$
Potential tax savings in 2017**	\$
Equipment cost after tax savings	\$

\*Based on an expected 5 year asset life

\*\* Tax savings assume a 35% tax rate

For illustration purposes only. Cost and write-offs may vary.

