

CHECK OUT THE  
DEDUCTION  
CALCULATOR

# SECTION 179.ORG

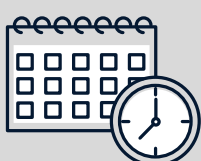
## 2019 DEDUCTION



### DEDUCTION LIMIT

\$1,000,000 can be written off for new and used equipment. It also applies to off-the-shelf software. The limit to the total amount of equipment purchased is \$2,500,000.

After \$2,500,000, the deduction begins to phase out on a dollar-for-dollar basis.



### DEDUCTION DEADLINE

Equipment must be financed or purchased and put into service between January 1st, 2019 and December 31st, 2019.

## IMPORTANT REQUIREMENT



### MORE THAN 50% BUSINESS USE

The applicable equipment must be used for business purposes more than 50% of the time to qualify for the deduction.

## THAT'S GREAT! BUT DOES IT APPLY TO ME?

"All businesses that purchase, finance, and/or lease new or used business equipment during tax year 2019 should qualify for the Section 179 Deduction (assuming they spend less than \$3,500,000)."

Source: [https://www.section179.org/section\\_179\\_deduction/](https://www.section179.org/section_179_deduction/)

## BONUS DEPRECIATION



### WHAT IS THAT?

Bonus Depreciation can be taken after the Section 179 spending cap is reached.

Sometimes it is offered, sometimes it isn't. This year it is offered at 100%.



### APPLYING BONUS DEPRECIATION

This year, you can use the bonus depreciation on new and/or new-to-you (used) equipment.