

A TAX BENEFIT IS WAITING.

Don't miss out on the Section 179 Tax Deduction for 2023.

PROGRAM DETAILS:

What is Section 179?

Section 179 of the IRS Code was enacted to help small businesses by allowing them to take a depreciation deduction for certain assets (capital expenditures) in one year, rather than depreciating them over a longer period of time. There is a clear benefit to taking the full deduction for the cost of the item immediately, rather than being required to spread out the deduction over the item's useful life.

179 & Financing?

By financing an equipment need, you can dramatically lower your net investment required to purchase the equipment while preserving your cash and maximizing cash flow.

Calculate Your Savings

Cost of Equipment & 1st Year Deduction	
Potential Tax Savings Assuming 25% Tax Bracket	
Net Equipment Investment	

- The deduction limit for Section 179 is \$1,160,000 – if you finance or lease a piece of equipment, you can deduct the full purchase price up to \$1,160,000.
- The 2023 Section 179 deduction threshold for total amount of equipment that can be purchased is \$2,890,000.
- 80% bonus depreciation is in effect through 2023, phasing out over the next four years with 60% in 2024, 40% in 2025 and 20% in 2026. After 2026, the deduction will no longer be available.

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*Red Thread Financial does not provide legal, tax, or accounting advice. Please contact your tax advisor to inquire about the specific impact to your business. Or visit www.irs.gov or the IRS helpline at 800-829-4933.