

Wells Fargo Equipment Finance

Maximize your equipment purchasing power

Take advantage of the tax deductions available under Section 179 included in the Tax Cuts and Jobs Act (Act).



Now may be the time for your company to purchase equipment and take advantage of the increased limits for Section 179 deduction benefit included in the Act.

Section 179

Section 179 allows businesses to deduct the full cost of qualifying new and used equipment from your 2018 taxes, up to \$1,000,000. The ability to take deductions under Section 179 now begins to phase out for total equipment purchases in excess of \$2,500,000. The phase out is on a dollar-for-dollar basis once equipment purchases exceed \$2,500,000. Equipment must be purchased and placed into service by December 31, 2018.

Bonus depreciation

The Act also increases the benefit of bonus depreciation, allowing businesses of all sizes to deduct the full cost of qualifying new and used equipment acquired after September 27, 2017, and placed into service by December 31, 2022.

Many types of equipment may qualify

- Agricultural
- Commercial trucks and trailers
- Construction
- Corporate aircraft
- Manufacturing
- Medical
- Office equipment and technology
- Printing presses



2018 Example calculation

Total 2018 equipment investment	\$1,500,000
Section 179 deduction limit	\$1,000,000
100% bonus depreciation available for excess	\$500,000
Total 2018 tax deduction: \$1,000,000 + \$500,000	\$1,500,000
Potential tax savings in first year (assuming a 21% tax rate)	\$315,000



Call today to discuss your equipment acquisition options.

Together we'll go far

