

*Do you need a break for your business in 2008?*

*Do you need to preserve your cash?*

*Do you need equipment for your business now?*

## Act Now!

**You can do it all with the IRS Section 179 deduction and receive an extra benefit with our 1% Advance Payment Odd Term Lease!**

The IRS tax code Section 179 allows businesses to deduct the full purchase price of qualifying equipment purchased or financed during the tax year. In a nutshell....If you buy or lease a piece of qualifying equipment for your business, **you can deduct the full purchase price from your gross income.**

## It Gets Better!

**Our 1% Advance Payment Odd Term Lease Program allows you to get the equipment you need now to increase your cash flow. All you need is 1% of the total equipment cost to get started. A \$50,000 piece of equipment will cost you \$500 down.**

**How the IRS Section 179 works...**Traditional accounting methods allow qualifying equipment to depreciate over time. For example a \$50,000 piece of equipment may allow a write off of \$10,000 a year for five years.

**IRS Section 179 allows business to write off the entire amount the year the equipment is purchased...**This method provides cash flow or the opportunity to purchase additional needed equipment. See *the above graphic for an example of what you could save.*

**Limits & Qualifications for IRS Section 179...**All businesses that purchase or finance less than \$800,000 in business equipment should qualify for the IRS Section 179 deduction. After \$800,000 the deduction begins to phase out and the deduction decreases on a dollar for dollar scale.

**Qualifying Property for IRS Section 179....**Almost all types of business equipment qualify for the Section 179 deduction. See *graphic to the below for examples.*

**Combining IRS Section 179 and our 1% Advance Payment Odd Term Lease Program you will receive extra benefits this year!**

**To Discuss a Transaction Give Us A Call...**



### Example of IRS Section 179 Equipment Purchases for 2008

Equipment Cost .....	\$50,000
(\$250,000 is the max Sec 179 write-off for 2008)	
First Year Write Off .....	\$50,000
(\$250,000 is max Sec 179 Write-off for 2008)	
Tax Savings: .....	\$17,500
(Assumes a 35% tax rate)	

**To qualify for the IRS Section 179 deduction, the equipment must be purchased and put into use between January 1, 2008 and December 31, 2008.**

### Qualifying Property

Material goods that generally qualify for the Section 179 Deduction

- Business Vehicles with a gross vehicle weight in excess of 6,000 lbs
- Computers
- Computer Software (off the shelf)
- Equipment (machines, etc) purchased for business use
- Office Furniture
- Office Equipment
- Property attached to your building that is not a structural component of the building (i.e. a printing press, large manufacturing tools and equipment)
- Tangible personal property used in business

*\*Partial Business Use (equipment that is purchased for business use and personal use (your deduction is usually based on the percentage of time you use the equipment)).*