

SECTION 179 AND BONUS DEPRECIATION

WHAT	A tax deduction of up to \$1 million
WHEN	January 1, 2018 - December 31, 2022
WHO	For any business that purchases or finances furniture
LIMITS	Tax deduction reduces after \$2.5 million purchased

WHAT DOES THIS MEAN?

If you buy furniture or movable walls for your business, that cost can be fully deducted in the first year it is placed into service. So whether you need Beyond Walls, Evo™ chairs, or Altitude® tables, your business may be able to write off up to \$1 million in 2018 as long as the total business property purchases for the year are less than \$2.5 million.

IN OTHER WORDS, THIS COULD MEAN A POSSIBLE TOTAL CASH SAVINGS OF \$525,000!

WHAT'S THE CATCH?

Furniture and moveable walls must be purchased and placed into service between September 28, 2017 and December 31, 2022. It must be used at least 50% for business purposes to qualify.

WHAT ELSE?

In addition to Section 179, there is a "Bonus Depreciation" opportunity for purchases placed in service from September 28, 2017 - December 31, 2022. Furniture and moveable walls purchased in excess of the \$1 million can be expensed at 100% rather than the 7-year 14.3% average furniture depreciation.

FOR EXAMPLE:

If you report \$2.5 million in purchases, cash savings in the first year could be up to \$525,000.



Furniture and Walls Purchased	\$2,500,000.00
Section 179 - First-Year Write-Off \$1 million	\$1,000,000.00
2018 Bonus Depreciation - First Year 100%	\$1,500,000.00
Total First Year Deduction	\$2,500,000
Total Cash Savings	\$525,000
First-Year Deduction x Tax Rate (Assumed 21% tax rate)	

As each tax situation is unique, please consult your tax professional to confirm benefits. For more details, visit [IRS.gov](https://www.irs.gov).