

SECTION 179 FOR 2024

Tax Deduction & Bonus Depreciation



\$1.22 Million

179 Deduction Limit



\$3.05 Million

Equip Purchase Max



**60% Bonus
Depreciation**

(reduces to 40% in 2025)



In Service Deadline

By 12/31/24

WHAT QUALIFIES? NEW & USED

- ✓ EQUIPMENT
- ✓ MACHINES
- ✓ BUSINESS VEHICLES
- ✓ OFFICE EQUIPMENT
- ✓ COMPUTERS
- ✓ SOFTWARE

Example Scenarios*

Equipment Cost	\$400,000	\$1,220,000	\$1,500,000
Section 179 Deduction	\$400,000	\$1,220,000	\$1,220,000
Bonus Depreciation (60%)	\$0	\$0	\$168,000
Normal 1st Year Depreciation**	\$0	\$0	\$22,400
First Year Deduction	\$400,000	\$1,220,000	\$1,410,400
Tax Savings (21% Tax Bracket)	\$84,000	\$256,200	\$256,200
Cost of Equipment After Tax Savings (21% Tax Bracket)	\$316,000	\$963,800	\$1,203,816

*Restrictions may apply. This information is not intended to provide tax or legal advice. Consult your local advisor or tax attorney. **Annual Depreciation Rate x Remaining Adjusted Depreciation Basis.

