



ADVANTAGE
FINANCIAL SERVICES, LLC

100% BONUS DEPRECIATION

Bonus Depreciation

Bonus depreciation generally allows you deduct 100% of your equipment and software purchases and placed in service for the tax year. Equipment and software financed under a \$1 Purchase Option Lease or Equipment Finance Agreement (EFA) is generally eligible for this deduction, whether the equipment is new or used.

Section 179

The acquisition of equipment under a \$1 purchase option lease or Equipment Finance Agreement (EFA) also qualifies for the tax break provided under Section 179 of the Internal Revenue Code. Subject to limitations, Section 179 allows taxpayers to take an outright deduction equal to the full purchase price of qualifying equipment purchased during the tax year, and a \$1 purchase option lease or EFA is considered a purchase under the Internal Revenue Code.

Cost of Equipment	ENTER HERE 
Section 179 Deduction	
Bonus Depreciation Deduction	
Tax Bracket	ENTER HERE 
First Year Tax Savings	

Contact your tax advisor to confirm if you qualify for these deductions and savings!

The limitations on the deduction for the 2026 tax year include:

- a. An aggregate annual cap on the Section 179 deduction of \$2,560,000
- b. Total equipment purchased limit is \$4,090,000
- c. The deduction cannot reduce taxable income below \$0
- d. Other applicable limitations

Note: The above is promotional material. It does not affect the terms of any contract with us. It is not intended to and does not constitute tax advice. It is based on assumptions that may not apply in your situation. You should contact your own tax advisors to confirm how applicable tax rules apply to your business and your equipment/ software acquisition.