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BONUS DEPRECIATION AND SECTION 179

Just a nudge to remind you that the Economic Stimulus Act of 2008 (passed earlier this year) added generous provisions for businesses, namely, a 50% bonus depreciation deduction and an increased Section 179 deduction of \$250,000. The 50% bonus depreciation provision generally applies to qualifying assets acquired and placed in service during calendar-year 2008. Be careful, there are some exceptions for assets acquired pursuant to a written binding contract entered into before 2008. Section 179 deduction of \$250,000 applies to assets acquired and placed in service during the tax year beginning in 2008. For fiscal filers, some assets acquired in 2009 will qualify for the \$250,000 deduction limit.