



HORIZON • KEYSTONE FINANCIAL

A business Partner You Can Count On!!

Strengthen your business with one of our lease options and **LET UNCLE SAM PAY FOR IT!!!**

New Tax Laws Support Investment In Capital Equipment

Section 179 Federal Income Tax Deduction-allows companies to write off up to \$100,000 in equipment purchases made in 2005. This includes furniture, computers, software, and machinery, just to name a few. Any excess above the expensed amount can also be depreciated over five to seven years depending on the equipment type.

Equipment leases structured with a \$1.00 purchase option qualify for this deduction.

EXAMPLE: NEW EQUIPMENT

Total Equipment Purchases	\$175,000
Section 179 Deductions	- (\$100,000)
Amount Remaining to be Depreciated	\$ 75,000
Normal 1 st year depreciation	
(20% based on a 5-year asset life)	-(\$ 15,000)
Total 1st Year Deduction	\$115,000
Marginal Tax Rate	35%

**YOUR TAX SAVINGS IS \$40,250 –
that’s 23% of the equipment cost on this example**

**Above for illustrative purposes only, customers should discuss their eligibility for tax benefits with their accountant. For complete details or changes to tax incentive, please visit www.irs.gov or contact the US government IRS helpline at 800-829-4933.*

FOR A LEASE PAYMENT QUOTE:

Call Horizon Keystone Financial

(800) 606-0049 ext. 124

Ask for Janeen Harkin or

www.horizondirect.net