



CREATE YOUR OWN 2011 TAX BREAK

The Small Business Jobs and Credit Act of 2010 Increases Tax Benefits Through December 31, 2011!

On September 27, 2010, Congress passed The Small Business Jobs and Credit Act of 2010 which expanded the Section 179 benefit:

- **Increases the Section 179 deduction to \$500,000 (up from \$250,000)**
This means that if your customers buy (or finance) a piece of equipment, they can deduct the Full Purchase Price (up to \$500,000) from their gross income.
- **Increases the total amount of eligible equipment purchased to \$2 million (up from \$800,000).** This means that customers can purchase more equipment and still have the benefit of the Section 179 deduction.
- **Extends the "50% bonus depreciation" to tax year 2010 (it was rescinded at the end of 2009, but has been restored).** For equipment purchases over the Section 179 deduction of \$500,000, your customers can deduct an additional 50% of the overage in addition to their standard depreciation deduction.

WHAT DOES THIS MEAN FOR YOUR CUSTOMERS?

If they lease a piece of qualifying equipment with Marlin, they can deduct the Full Amount of the Equipment (up to \$500,000) without paying the full amount this year.

In fact, the amount your customers save in taxes could be greater than what they pay in the first year of a lease. Their equipment is making them money from day to day!

EXAMPLE: Equipment Cost of \$600,000

First Year Write-Off: \$500,000

\$500,000 is the max. Section 179 write-off.

50% Bonus Depreciation: \$50,000

On remaining value:

$\$600,000 - \$500,000 = \$100,000$

$\$100,000 \times 50\% = \$50,000$

Normal 1st Yr. Depreciation: \$10,000

Depreciation calculated at 5 years = 20%

$\$50,000 \times 20\% = \$10,000$

Total 1st Yr Deduction: \$560,000

$\$500,000 + \$50,000 + \$10,000 = \$560,000$

Tax Savings

Assuming Rate of 35%: \$196,000

$\$560,000 \times 35\% = \$196,000$

1st Yr Net Cost

After Tax Savings: \$404,000

$\$560,000 - \$196,000 = \$404,000$

*Credit & equipment restrictions apply.

This program does not assume your company will qualify to take advantage of the IRS Section #179 depreciation schedule which allows rapid first year depreciation of certain assets acquired. The amount of previous depreciation your company may have used may affect your ability to utilize the elections. Please consult your tax advisor or accountant for additional information. Equipment must be purchased and placed in service by 12/31/11.

For financing information, call
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