

"WE WILL PROVIDE VALUED SERVICES, PRODUCTS AND SOLUTIONS TO OUR CLIENTS – ALWAYS!"



L to R: Landon Olbricht, Kathy Hamilton, Mary Crook, Joel Olbricht, Nicole Bouchard, Frank Storniolo

Some Beneficial Provisions to Consider with Economic Stimulus Act

By now many individual taxpayers have received their advance payments under the Economic Stimulus Act of 2008. For those of you who are also business owners, this Act has two beneficial provisions as well:

1

Section 179 Business Expensing

The Act increased the amount that can be expensed as a first-year write-off from \$128,000 to \$250,000 for property and equipment purchased and placed in service during 2008. This increased benefit does begin to phase-out if an entity buys in excess of \$1,050,000 of property during the year.

2

Temporary Bonus Depreciation

The Act provides for 50% first year bonus depreciation on the cost of property purchased. Qualifying purchases are limited to new equipment, thus used equipment purchases will not yield this special deduction.

It is important to note that most autos, vans and trucks qualify for this additional depreciation however the IRS has instituted caps for depreciation that can be taken in any one year.

As we have reached the half-way point of the year, it is a good time to evaluate the first six months and plan the remainder of the year with these provisions in mind. Please feel free to call us if we can help you plan your tax liabilities and any questions related to your business

We welcome your feedback, questions and inquiries about our services. You can reach us at info@olbrichtgroup.com We look forward to hearing from you!

www.olbrichtgroup.com

There IS such thing as a FREE LUNCH: If you know of someone who is looking for a reliable, accessible, friendly CPA firm to work with, please give them our number. If they become a client of ours, we would like to buy you lunch! You'd get a \$25 gift certificate to your choice of restaurants that we have relationships with, including: The English Muffin (Hampstead), Firehall Grill and Pub (Derry), Brookstone Restaurant (Derry) and Pleasant Street Cafe (Gloucester, MA).