



SECTION 179 GUIDE FOR 2021

A tax saving method you may not have heard of that will save your business thousands on your equipment costs.

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What is Section 179?

Essentially, Section 179 of the IRS tax code allows businesses to deduct the full purchase price of qualifying equipment and/or software purchased or financed during the tax year. That means that if you buy (or lease) a piece of qualifying equipment, you can deduct the FULL PURCHASE PRICE from your gross income. It's an incentive created by the U.S. government to encourage businesses to buy equipment and invest in themselves. Until December 31st of this year you can take advantage of this tax savings on up to \$1,000,000 in machinery, computers, software, office furniture, vehicles, or other tangible goods. See the example below:

| 2021 SECTION 179 | |
|---|-------------|
| Example Calculation | |
| EQUIPMENT PURCHASES: | \$1,150,000 |
| FIRST YEAR WRITE OFF: ((\$1,050,000 MAXIMUM IN 2021)) | \$1,050,000 |
| 100% BONUS FIRST YEAR DEPRECIATION: (UPDATED TO 100% VIA 'TAX CUTS AND JOBS ACT') | \$100,000 |
| NORMAL FIRST YEAR DEPRECIATION: (20% IN EACH OF 5 YEARS ON REMAINING AMOUNT) | \$0 |
| TOTAL FIRST YEAR DEDUCTION: ($\$1,050,000 + 100,000 + 0$) | \$1,150,000 |
| CASH SAVINGS: ($\$1,150,000 \times 35\%$ TAX RATE) | \$402,500 |
| EQUIPMENT COST AFTER TAX: (ASSUMING A 35% TAX BRACKET) | \$747,500 |

But that's not all..

We want your business to be able to take FULL advantage of this amazing tax incentive, so on top of the tax savings on equipment or software we are also offering 12 risk free months of our new service, ServeRight.

To backup any new equipment you purchase, we're offering you the unparalleled protection that comes from having your own on premise private cloud. Our ServeRight solution is fast and secure, all your data will be right there at your finger tips.

For one whole year this service will be yours absolutely free when you upgrade your equipment through us.

Valley Techlogic has been providing IT services to businesses in the Central Valley since 2004. We know first hand how important it is to be diligent with your backups, especially in these uncertain times. With our ServeRight solution you will be able to rest easy that if a data loss or cyber security event occurs, you're covered.

However, like the tax savings this offer will disappear on December 31st, 2021, so you must act NOW. You don't have a moment to lose in getting the best in IT support, backups AND upgrading your technical infrastructure at a significant cost savings.

Reach out today at 209-357-3121 or via [email](#).



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SERVERIGHT

A Hardware Plan That Fits Your Business

NOTHING LASTS FOREVER



Server failure is a nightmare for any business.

Year over year your chance of having a server failure increases. If your server fails you can be left without your data and be unable to conduct business as normal.

SERVER THAT FITS YOUR NEEDS



With our ServeRight plan you no longer need to worry about that.

For ~~one low monthly cost~~ **RISK FREE FOR 12 MONTHS** we will provide you with a server that can act as your backup - making data recovery painless. Or, if our server is better than your primary one it can function as your main server and your existing server will be the backup.

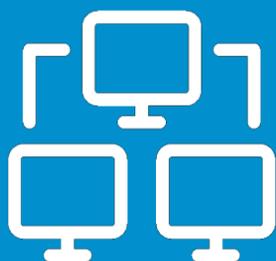
REDUCE YOUR RISK



It will also reduce your cybersecurity risk.

Our server will save "checkpoints" of your data frequently, making recovery from a ransomware attack easier. These checkpoints will roll your server back to a time BEFORE the ransomware hit, allowing you access to your data again.

INCLUDES EXTRAS



This server can host RDS or include up to 2 virtual machines.

This server can be used to host RDS (Terminal Server) or up to two virtual machines. You will also save on your licensing costs and we're including thin clients in this service, meaning space will not be an issue.

LEARN MORE AT WWW.VALLEYTECHLOGIC.COM!