

All Your Commercial Equipment Needs
From Phone Systems to JETS
\$5,000 to \$\$\$\$Millions



Funding Visions Developing Dreams

Did You Know?

The largest bill the US made is \$100,000.
The life expectancy of a \$100 bill is nine years.
US bills are 2.61" wide, 6.14" long, .0043" thick and weight 1 gram.

Quotes

Never ask of money spent
Where the spender thinks it went
Nobody was ever meant
To remember or invent
What he did with every cent.

Robert Frost

Newsletter

The JGI Companies

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Definitions

Sale Leaseback

An arrangement that allows a business to turn a piece of recently acquired equipment into lease. Normally it would have been purchased with the previous 90 days. The Lessor buys the equipment & becomes the owner and leases it back to the business for their continued use. This is normally done to free up cash for other uses in the business.

WELCOME to the JGI Newsletter. We at JGI value & respect our past, present & future clients, our vendors and their businesses. We want you to be well informed about financing choices and we want your business to grow as a result. We will endeavor to deliver relevant & timely information that will make your job easier. We welcome any suggestions you may have or ideas for topics you are interested in. Always feel free to contact us with any questions. We are here to help you find the best solution for you or your clients and your business.

Jim Jones, President & CEO

Betty M. Bledsoe, Leasing Director

Check out our website at www.jgicompanies.com

How Will the Economic Stimulus Act of 2008 Affect Your Business?

Did you now the Economic Stimulus Act of 2008, which was signed into law on February 13, 2008, not only provides rebates to individuals but also provides incentives to businesses? The IRS Section 179 expense deduction for 2008 has been increased from \$128,000 to \$250,000; the maximum amount of 179 property has been raised from \$510,000 to \$800,000 and a bonus depreciation of 50% has been added for qualified property for 2008. Check with your tax advisor to see if you will benefit from these changes and then call JGI to provide the financing for those purchases. This could be the year you finally get that equipment you have needed or wanted for your business. The following is an example of how it all works:

A business purchases and places in service heavy construction equipment (5-year property) during 2008 at a total cost of \$400,000. They want to claim the maximum depreciation allowed for 2008. Assume half-year MACRS depreciation is allowed. The combination of Section 179 deduction, the 50% special depreciation allowance and regular MACRS is figured as follows:

Maximum Section 179 deduction for 2008	\$250,000
(\$400,000 minus \$250,000 = \$150,000)	
\$150,000 X 50% special bonus depreciation allowance	\$75,000
\$75,000 remaining basis X 20% regular MACRS	<u>\$15,000</u>
Total depreciation allowed for 2008	\$340,000

Call your tax advisor first, and then give us a call. Remember, our motto is "Funding Visions, Developing Dreams". Let us help you realize your dreams.