



# HVAC NOW QUALIFIES

## SECTION 179 SMALL BUSINESS EXPENSING

The recently passed Tax Cuts and Jobs Act included a provision to allow HVAC products to be immediately expensed. Under Section 179 (26 U.S. Code § 179) Small Business Expensing, all components of a “heating, ventilation, and air-conditioning” system can be expensed in the first year instead of being depreciated over 39 years.



### BEFORE

39-year depreciation schedule



### AFTER

Fully expense HVAC systems immediately

## FOR EXAMPLE

A typical commercial heating and air-conditioning unit will cost approximately **\$14,000\***

### BEFORE



**\$350**

depreciation expense

### AFTER



**\$14,000**

immediately expensed  
reducing the tax bill by over

**\$5,000**

\*The actual cost of HVAC equipment will depend on the specifics of the building and the contractor