



December 23, 2014

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This user bulletin describes changes made to this release of Fixed Assets CS.®

## CHANGES

### The Tax Increase Prevention Act of 2014

Fixed Assets CS has been updated for the Tax Increase Prevention Act of 2014 as follows.

- **Bonus first-year Depreciation** — Qualified property placed in service between 1/01/14 and 12/31/14 is allowed first-year 50-percent bonus depreciation. In addition, the first-year passenger automobile limits have increased by \$8,000.
- **Section 179** — The maximum amount of section 179 allowed has increased from \$25,000 to \$500,000, for 2014 tax years. Of the \$500,000, up to \$250,000 can be expensed for qualified real property. In addition, the \$200,000 investment limitation has been increased to \$2,000,000.

**Qualified real property for section 179** — Qualified real property (qualified leasehold improvement property, qualified restaurant property, and qualified retail improvement property) placed in service in a 2014 tax year is eligible for section 179 expensing. The maximum amount of section 179 expense allowed for qualified real property is \$250,000. An asset can be designated as qualified real property by selecting the appropriate category in the Method / Life Wizard or by selecting the Qualified section 179 real property from the dropdown in the asset's Other tab.

**Note:** You can use the Elect Section 179 dialog to enter section 179 expense for eligible assets. To access this dialog, choose Tasks / Elect Section 179 while in the Asset Listing window.

- **Leasehold Improvements, Retail Improvements and Restaurant Building Improvements** — The Method/Life Wizard has been updated for Leasehold Improvements, Retail Improvements and Restaurant Building Improvements to use the 15-year recovery period through 2014.
- **Indian Reservation Property** — The Indian Reservation and Indian Reservation Farm Method/Life Wizard have been updated to allow the accelerated depreciation for business property through 2014.

