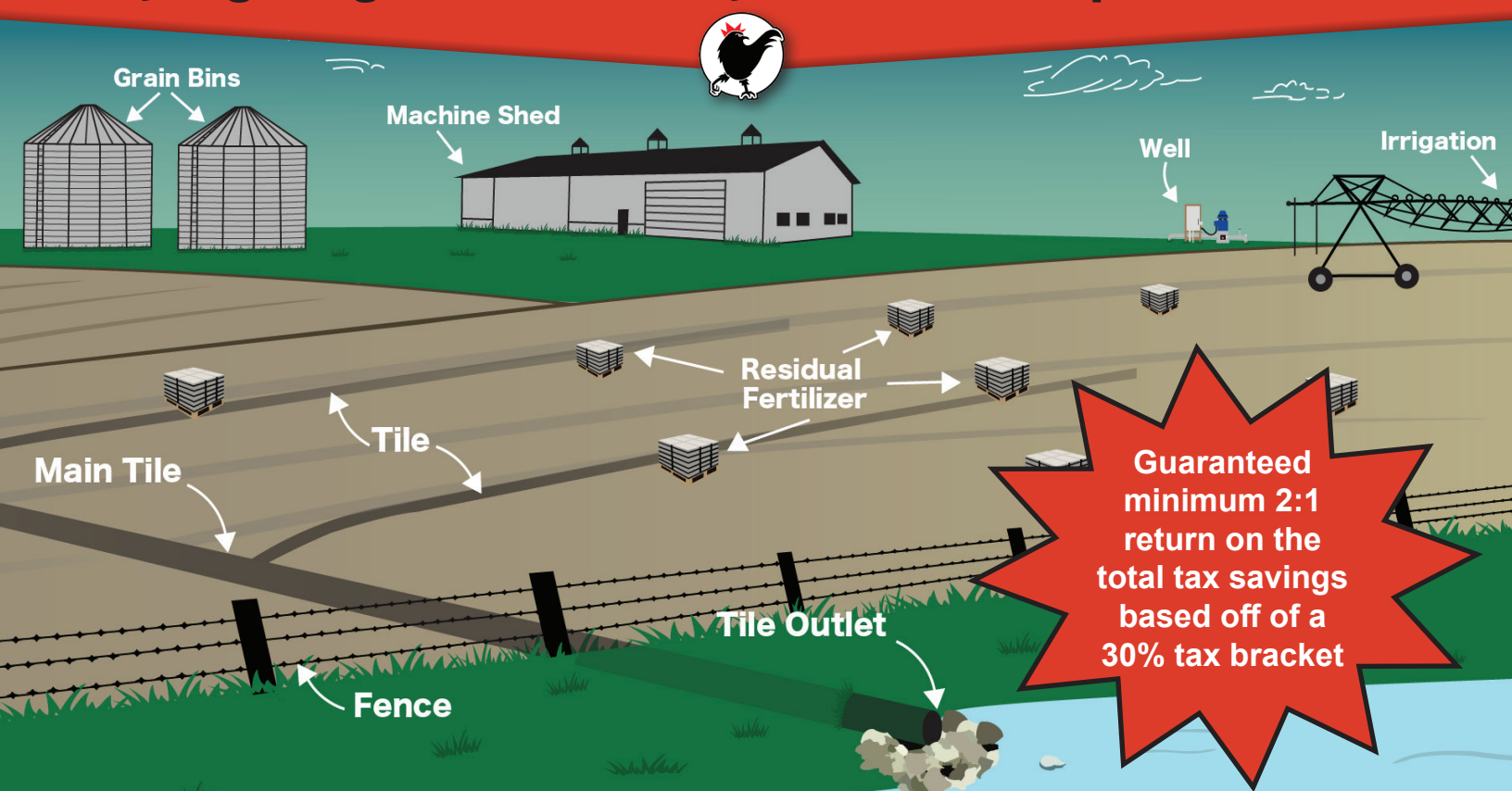


Farm Depreciable Asset Valuation

Are you getting the most out of your farmland depreciable assets?



According to Internal Revenue Codes section 179 (I.R.C. §179) & Section 180 (I.R.C. §180), farmland buyers, inheritors or recipients of gifted farmland could be eligible to deduct various depreciable farm assets including residual (excess) soil fertility, drainage tile, and more (see above illustration).

Factors to ensure compliance with the code include:

1. Proof of Presence (ex. soil test, tile map, purchase receipts, etc.)
2. Current Value of Depreciable Asset
3. Lifespan of Depreciable Asset

There could be substantial tax savings waiting for you. Below is an example of how the information can be used to calculate potential depreciation on a 100-acre farm.

Depreciable Asset	Deductible Measurement	Value Per Acre
Soil pH/Limestone	10 Excess Units	\$72.00
Phosphorous (P)	42.1 Excess Units	\$253.86
Potassium (K)	295.4 Excess Units	\$708.96
Field Drainage Tile	25,787 ft.	\$900.00
Total Value Per Acre		\$1,934.82
Total Depreciable Values for 100 Acre Farm		\$193,482.00

Contact Dalton for a **free** consultation and tax savings estimate.



Rooster Ag'

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FARM DEPRECIABLE ASSET VALUATION

Start Preparing for Your Tax Return Now

Get the most out of all your farm's depreciable assets including excess soil fertility. Don't miss out on the potential to **save thousands of dollars in taxes** with depreciating residual (excess) soil fertility, existing drainage tile, grain bins, machine sheds, wells, irrigation equipment, fences, and other assets utilizing I.R.C. Sections 179 & 180 for recently acquired farms. Farmland buyers, inheritors, or recipients of gifted farmland could be eligible to deduct various depreciable farm assets.

Comprehensive Reports... Rooster Ag's group of Ag Professionals executes a full property analysis like no other company can provide for all the depreciable assets on a farm, then creates 3rd party agronomically sound complete reports that comply with Internal Revenue Codes Section 179 (I.R.C. §179) & Section 180 (I.R.C §180) guidelines. We can also review the farm lease to confirm it is in compliance with the Internal Revenue Codes Section 179 & Section 180. These reports can be provided to and utilized by your accountant/tax preparer. There could be **substantial tax savings** waiting for you.

Don't Fear the "Taxman" with Rooster Ag'

Rooster Ag's expert Farm Depreciable Asset Valuations are **guaranteed** to:

- ▶ Follow IRS guidelines.
- ▶ Utilize state-specific, university agronomic data.
- ▶ Be calculated based on your specific farm & soils.
- ▶ Follow required lease format.
- ▶ Ensure an accurate value one can stand behind.



Be careful of who you align with on farm depreciable asset valuations. Make sure their value calculations are utilizing agronomically sound practices/requirements and following IRS guidelines in order to survive an audit. **Most valuations will not!**

Give us a call and we will meet you at your office, conference room, shop, or kitchen table to discuss the FDAV deductions your farm is eligible for.

Contact Rooster Ag's Landman, Dalton Jahntz, at (630) 525-1431 or dalton@roosterag.com for a **free consultation and tax savings estimate... Or to just discuss what depreciating residual soil fertility is all about.**

Ask About Our New Price Structure!



Rooster Ag' • PO Box 297 • 1100 S. County Line Rd. • Maple Park, IL 60151

REAL ESTATE | FARM MANAGEMENT | APPRAISALS | FARM DEPRECIABLE ASSET VALUATION