

DAVID LYKINS

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FCA

FIAT CHRYSLER AUTOMOBILES

Snapshot of 2016 Chrysler, Dodge, Jeep®, Ram, FIAT® Section 179 Expense Allowance

Tax Treatment	Up to \$37,345 of the purchase cost in the first year (\$500,000 aggregate limit)	Up to \$25,000 of the purchase cost in the first year (\$500,000 aggregate limit)	Up to \$24,445 in the first year (plus any remaining basis using MACRS method)	Up to \$11,560 in the first year (plus any remaining basis using MACRS method)	Up to \$11,160 in the first year (plus any remaining basis using MACRS method)
Applies to:	Trucks and Cargo Vans over 6,000 lbs. GVWR ^{B,E}	Passenger Trucks/Vans and SUVs over 6,000 lbs. GVWR ^{C,E}	Trucks and Cargo Vans under 6,000 lbs. GVWR ^{B,E}	Passenger Automobiles under 6,000 lbs. GVWR ^{A,E}	Passenger Automobiles under 6,000 lbs. GVWR ^{A,E}
Eligible New FCA US Vehicles	Ram 1500 Regular Cab 6'4" box Ram 1500 Quad Cab 6'4" box Ram 2500 Ram 3500 Ram 4500 Ram 5500 Ram ProMaster®	Chrysler Town & Country Dodge Durango Jeep Grand Cherokee Ram 1500 Crew Cab 5'7" box	Ram ProMaster City® Dodge Grand Caravan	2017 Chrysler Pacifica	Chrysler 200 Chrysler 300 Dodge Challenger Dodge Charger Dodge Dart Dodge Journey Jeep® Renegade Jeep® Cherokee Jeep® Patriot Jeep® Compass Jeep® Wrangler Jeep® Wrangler Unlimited FIAT® 500 FIAT® 500c

A - Expense up to \$11,160 (\$11,560 for Vans, Light Trucks) due to the limitation on passenger automobiles, trucks, SUVs and vans provided by Internal Revenue Code Section 280F(d)(4)(A) and Revenue Procedure 2016-23. This deduction assumes 100% business use of the vehicle by a taxpayer in a trade or business.

B - Trucks and vans with a gross vehicle weight rating (GVWR) greater than 6,000 pounds are not subject to the annual depreciation caps under the luxury car rules (Internal Revenue Code Section 280F(d)(5)(B)(iii)). Vehicles over 6,000 pounds with a cargo area larger than 6' may be fully expensed under section 179 up to \$500,000 when less than \$2,010,000 of eligible section 179 property is placed in service. This deduction assumes 100% business use of the vehicle by a taxpayer in a trade or business.

C - Sport Utility Vehicles (SUVs), passenger vans that do not seat more than 9 persons behind the passenger seat, and trucks with an interior cargo bed length less than 6 feet that have a GVWR of 6,000 pounds or more are not subject to the luxury car depreciation caps. However, they are limited to a \$25,000 Section 179 expense allowance when less than \$2,010,000 of eligible section 179 property is placed in service (Revenue Procedure 2003-75). The remaining basis of the vehicle is depreciated using MACRS 200% Double Declining Balance over a five year period. This estimated deduction assumes 100% business use of the vehicle by a taxpayer in a trade or business.

D - The 2016 FIAT® 500e electric vehicle may be eligible for the full \$7,500 federal Section 30D tax credit, and state incentives including the \$2,500 California Clean Vehicle Rebate Project (CVRP).

E - Customers should always independently verify the GVWR and bed length of a vehicle before making any purchase, claiming exemption from the depreciation limitations, or electing the section 179 deduction.

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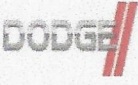


Summary of 2016-17 Chrysler, Dodge, Jeep®, Ram, FIAT® Bonus Depreciation & Section 179 Expense Allowance

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2016 Deduction Options

50% Bonus
Depreciation

Section 179
Expensing

Brand	Model	MSRP *	GVWR *	(New Vehicles Only)	(New or Pre- Owned Vehicles)	Detail
	Chrysler Pacifica	\$28,595	4,600 lbs.	\$11,560	\$11,560	A,E
	Chrysler 200	\$21,995	4,600 lbs.	\$10,998	\$11,160	A,E
	Chrysler 300	\$32,260	5,100 lbs.	\$11,160	\$11,160	A,E
	Chrysler Town & Country	\$29,995	6,050 lbs.	\$14,998	\$25,000	C,E
	Ram ProMaster® Van 1500 118" WB (VF1L11)	\$29,865	8550 lbs.	\$14,933	\$29,865	B,E
	Ram ProMaster® Van 2500 136" WB (VF2L13)	\$32,495	8900 lbs.	\$16,248	\$32,495	B,E
	Ram ProMaster® Van 3500 159" WB (VF3L16)	\$37,010	9,350 lbs.	\$18,505	\$37,010	B,E
	Ram ProMaster City®	\$24,445	5,395 lbs.	\$12,223	\$24,445	B,E
	Ram 1500 Regular Cab 6'4" box	\$30,805	6,350 lbs.	\$15,403	\$30,805	B,E
	Ram 1500 Quad Cab 6'4" box	\$34,085	6,950 lbs.	\$17,043	\$34,085	B,E
	Ram 1500 Crew Cab 5'7" box	\$36,540	6,950 lbs.	\$18,270	\$25,000	B,E
	Ram 2500 Regular Cab 8' box	\$31,780	8,510 lbs.	\$15,890	\$31,780	B,E
	Ram 3500 Regular Cab 8' box	\$32,285	10,700 lbs.	\$16,143	\$32,285	B,E
	Ram Chassis Cab 3500	\$32,870	12,500 lbs.	\$16,435	\$32,870	B,E
	Ram Chassis Cab 4500	\$36,245	16,500 lbs.	\$18,123	\$36,245	B,E
	Ram Chassis Cab 5500	\$37,345	19,000 lbs.	\$18,673	\$37,345	B,E
	Dodge Challenger	\$26,995	4,950 lbs.	\$11,160	\$11,160	A,E
	Dodge Charger	\$27,995	5,100 lbs.	\$11,160	\$11,160	A,E
	Dodge Dart	\$17,995	3,173 lbs.	\$8,998	\$11,160	A,E
	Dodge Durango	\$30,495	6,500 lbs.	\$15,248	\$25,000	C,E
	Dodge Journey	\$20,995	5,005 lbs.	\$10,498	\$11,160	A,E
	Dodge Grand Caravan	\$23,595	6,050 lbs.	\$11,798	\$23,595	C,E
	Jeep® Renegade	\$17,995	4,900 lbs.	\$8,998	\$11,160	A,E
	Jeep® Cherokee	\$23,495	5,500 lbs.	\$11,160	\$11,160	A,E
	Jeep® Grand Cherokee	\$29,995	6,500 lbs.	\$14,998	\$25,000	C,E
	Jeep® Patriot	\$17,695	4,435 lbs.	\$8,848	\$11,160	A,E
	Jeep® Compass	\$19,695	4,575 lbs.	\$9,848	\$11,160	A,E
	Jeep® Wrangler	\$23,895	4,803 lbs.	\$11,160	\$11,160	A,E
	Jeep® Wrangler Unlimited	\$26,695	5,300 lbs.	\$11,160	\$11,160	A,E
	FIAT® 500	\$16,995	3,300 lbs.	\$8,498	\$11,160	A,E
	FIAT® 500c	\$24,495	3,300 lbs.	\$11,160	\$11,160	A,E
	FIAT® 500e	\$31,800	3,300 lbs.	\$11,160	\$11,160	A,D,E
	FIAT® 500L	\$19,495	3,300 lbs.	\$9,748	\$11,160	A,E
	FIAT® 500 Abarth	\$26,695	3,300 lbs.	\$11,160	\$11,160	A,E

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* The stated MSRP is for vehicle base models.

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