

SECTION 179 · BONUS DEPRECIATION · 2026 TAX YEAR

Buy in 2026. Deduct it in 2026.

Buy a Class A for genuine business use and place it in service by December 31, 2026, and you may be able to deduct the business-use share of the full price in year one instead of over five or more years.

$2,560,000	100%	Dec. 31
Section 179 limit for 2026	Bonus depreciation, now permanent	Coach must be in service, not just ordered

Why 2026 is different

The One Big Beautiful Bill Act (P.L. 119-21, signed July 4, 2025) raised the Section 179 limit and made 100% bonus depreciation permanent for qualifying property acquired after January 19, 2025. Without it, bonus depreciation would have dropped to 20% in 2026.

What a full first-year deduction could save

COACH PRICE	FIRST-YEAR DEDUCTION*	EST. FEDERAL TAX SAVED AT 32%	EST. FEDERAL TAX SAVED AT 37%
$500,000	$500,000	**$160,000**	**$185,000**
$1,000,000	$1,000,000	**$320,000**	**$370,000**
$1,500,000	$1,500,000	**$480,000**	**$555,000**
$2,700,000	$2,700,000	**$864,000**	**$999,000**

*Illustrative only. Assumes 100% business use, enough business income, and a coach that fully qualifies. Only the business-use share is deductible (see page 2). Your actual rate, entity type, and state rules will change the result.

How the two deductions work together

Section 179 first, up to the limit. Bonus depreciation covers the rest. On a $2,700,000 coach:



Section 179 Bonus: $140,000

A full first-year write-off.

	Section 179	Bonus (Sec. 168(k))
2026 limit	$2,560,000 per taxpayer	No dollar cap
Phase-out	Starts above $4,090,000 of purchases; gone at $6,650,000	None
Income limit	Capped at business income; excess carries forward	None; can create a loss
How claimed	Elected on Form 4562	Automatic unless you opt out

Why Class A is different: The $32,000 Section 179 cap on SUVs and trucks (6,001 to 14,000 lbs. GVWR) doesn't apply to most Class A coaches, which exceed 14,000 lbs.

Does your coach qualify?

- ✓ Used **more than 50% for business** in the first year
- ✓ Used in an **active trade or business**, not as a vacation vehicle
- ✓ **In service in 2026:** delivered, titled, and ready by Dec. 31
- ✓ **Trip log kept as you go:** date, destination, purpose, and mileage (an RV is listed property)
- ✓ Business use **stays above 50%**, or part of the deduction can be recaptured as income

Common documented uses: mobile office, client meetings and hospitality, trade shows, crew lodging and travel, job-site base, rental fleet.

Worked example: mixed use



$1,250,000 coach × 80% business use = $1,000,000 deductible

About **$370,000** in federal tax saved at an illustrative 37% rate. Personal use is never deductible, and running costs are deductible only in the same proportion.

Your year-end action plan

1 Talk to your CPA
Confirm the deduction fits your business before you sign.

2 Choose and buy
Financing is fine. Cash isn't required.

3 Place in service
By Dec. 31, 2026. Allow time for delivery and title.

4 Start the log
From day one. Keep business and personal use separate.

5 File Form 4562
With your 2026 return. Elect Section 179 there.

Talk to your CPA, then come see us.
December fills up fast. Pick your coach early so it's in service by Dec. 31.

www.themotorcoachstore.com

Important: General marketing information only, not tax, legal, or accounting advice. No deduction is guaranteed; qualification depends on your business, entity, income, business-use percentage, and records. Many states do not follow federal bonus depreciation, and recapture can apply on a later sale or drop in business use. Consult a qualified tax professional before purchasing. Sources: IRC Sections 179 and 168(k); One Big Beautiful Bill Act, P.L. 119-21 (2025); IRS Rev. Proc. 2025-32 (2026 limits); IRS Publication 946; Form 4562 and instructions.