

Tangible Personal Property De Minimis Safe Harbor Policy

(Permanent Business Policy)

In order to assist with electing the de minimis safe harbor election per U.S. Treasury Regulations §1.263(a)-1(f) beginning January 1, 2016,

I, _____, as duly authorized by
(Name)

(Name of Entity) ("Taxpayer")

do hereby certify that the following policy has been adopted effective _____,
(Beginning of Tax Year)

For tangible property located at: *(physical address of property)*

RESOLVED:

Taxpayer will treat any amount paid or accrued in the taxable year for the acquisition or production of a unit of tangible property or for a material or supply (per Federal Tax Regulations §1.162-3(a)) as an expense for non-tax purposes, provided such amount paid or accrued in the taxable year for tangible property does not exceed _____ per invoice (or per item as substantiated by the invoice)*.

This policy shall continue in effect until amended or revoked in writing.

Signed:

Authorized Signer Date _____

Printed Name

*per regulations effective September 2013, any amount in excess of \$500 is subject to adjustment at the discretion of the Internal Revenue Service. Per IRS Notice 2015-82, effective for taxable years beginning after January 1, 2016, the amount has been increased to \$2,500.