



# KBKG TAX INSIGHT: IOWA NOW CONFORMS TO IRC §168(K)

Author: Lester Cook

*The applicability of bonus depreciation to both new and previously used property can make a cost segregation study even more beneficial for a taxpayer.*

Governor Kim Reynolds recently signed into law Senate File 619 relating to a multitude of state and local tax issues. Included within this law is the retroactive applicability of Federal Bonus Depreciation rules for qualified assets placed into service on or after January 1, 2021. Additionally, the State of Iowa will remain decoupled from the limitations on business interest expense deductions under IRC §163(j).

## **KBKG INSIGHT:**

*The change between bonus applicability prior to 2021 can create an incorrect computation if the taxpayer does not formally elect out of bonus depreciation.*

The applicability of bonus depreciation to both new and previously used property can make a cost segregation study even more beneficial for a taxpayer. Our [Midwest](#) team is here

## **KBKG SERVICES**

- Research & Development Tax Credit
- Cost Segregation
- Repair vs. Capitalization Review
- Fixed Asset Review
- 45L Credits for Energy Efficient Residential Developments
- 179D Incentive for Energy Efficient Commercial Buildings
- Transfer Pricing
- IC-DISC
- Employee Retention Tax Credits

to help qualify and quantify your opportunity.

» [View the entire Iowa SF619](#)

### **ACTION STEPS:**

To find out how a Cost Segregation Study will benefit you, visit: [KBKG.com/costsegregation/calculator](https://KBKG.com/costsegregation/calculator)

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### **About the Author**



**Lester Cook, CCSP –  
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Lester has nearly 20 years of experience in the tax specialty service industry. He is a Principal and leads KBKG's [Fixed Asset Review](#)

[Practice](#) from our [Chicago, IL office](#). Throughout his career, Lester has completed cost segregation analyses on thousands of properties ranging from office space leasehold improvements to multi-billion dollar industrial complexes. » [Full Bio](#)

