

**ROI for an EDSS Laparoscopy/Endoscopy Suite in Year One
with VMG Preferred Vendor Pricing**

ASSUMPTIONS		
A. Equipment cost*		\$ 33,950
B. Interest rate on loan		6%
C. Average billed/procedure		\$ 500
D. Loan term (in months)		60
E. Monthly procedures		4
F. Estimated tax bracket		35%
RESULTS		CALCULATION
G. Loan payment/month	$B * A / 1 - (1 + B)^{-D}$	\$ 656
H. Billings/month	C * E	\$ 2,000
I. Gross profit/month	H - G	\$ 1,344
J. Break-even procedures/month	G / C; expressed as a whole number	2
K. IRS Section 179 allowance	A; max. of \$1,040,000	\$ 33,950
L. Bonus depreciation	N/A	\$ -
M. 100% bonus depreciation above \$1,000,000	A - 1,000,000	\$ -
N. Total tax savings in Year 1	K * F	\$ 11,883
O. Equipment cost after Year 1 tax savings	A - N	\$ 22,068
P. Year 1 return on investment	$(I * 12) / O$	73%

Section 179 provisions effective for U.S. practices for purchases made on or after January 1, 2020

* Equipment cost based on VMG Preferred Vendor pricing (\$6,000 savings)