Equipment Lease vs. Purchase Worksheet

A worksheet for comparing leasing equipment with buying it, listing costs and tax and cash effects side by side. Helps owners choose before signing for the farm.

Farm / unit: _____ Date: _____ By: _____

Equipment and expected use _____

Purchase price and financing _____

Lease payment terms _____

Repairs and maintenance _____

Insurance and storage _____

Resale or buyout value _____

Cash flow effect _____

Tax effect to confirm with adviser _____

Decision and reasons _____

NOTES / CALCULATIONS

TIP Ask your tax professional about the tax side, and get lease terms in writing before comparing.