

SAM – FINANCED ACQUISITIONS
GS \$Mart©

FINANCED LEASES

3440

(New 12/06)

California government entities are permitted to enter into financed leases as described in the Uniform Commercial Code, Section 2A, (commonly referred to as “operating leases”) using the Lease \$Mart© program. Approved lessors, leasing plans, and lease factor rates are listed on the Lease \$Mart© Internet site. Contact a financial marketplace representative prior to initiating a procurement that involves a lease or prior to initiating an assignment of a lease that was financed using the Lease \$Mart© program.

SAM 3700 requires that a lease/purchase analysis be performed prior to entering into a lease. This requirement is also applicable for leases completed using the Lease \$Mart© program.

If there is any chance that an entity may want to own equipment at the end of a lease, it is strongly recommended to either purchase the equipment outright or utilize the GS \$Mart© program to make an installment purchase. The Lease \$Mart© Internet site provides a payment calculator that can help to determine the most cost-effective financing method.

Lease \$Mart©: www.pd.dgs.ca.gov/lsmart/default.htm