

SAM – FINANCED ACQUISITIONS
GS \$Mart

FINANCED LEASES
(Revised 8/2014)

3440

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 SFM 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.

For more detailed procedures please see Chapter 9 of:

[State Contracting Manual Volume 2](#) for Non-IT Goods

[State Contracting Manual Volume 3](#) for IT Goods and Services