

---

## Lease Purchase Agreements

---

Revised: 00.00.00

**POLICY:**

In accordance with generally accepted accounting principles, when the university enters into a lease purchase agreement for the acquisition of equipment, the equipment will be capitalized at its present value at the inception of the lease. Accounting Services will record the lease liability in the Net Investment in Plant Fund. Leases utilizing the Master Lease Program are handled in the Purchasing Office.