

Alliance Bank – More on Leasing

What can be leased?

Just about any kind of equipment, including

- Construction Equipment
- Operating or Production Equipment including Computers
- Tractors, Combines, & Implements
- Trucks or other Vehicles
- Grain Bins and Handling Equipment
- Irrigation Systems
- Spraying & Fertilizing Equipment
- And more!

Why is leasing so popular?

- Leasing offers you clear, fixed-cost financing. You know the exact amount of future payments and avoid the risks and uncertainties of fluctuating interest rates. You can more closely estimate both costs and profitability over the near and long term.
- Leasing makes things simple. It makes it easier to figure per-acre cost or to divide cost and tax deductions among partners.
- Structured properly, lease payments are normally tax deductible in the year they are made. With the recent loss of Investment Tax Credit and change in the depreciation allowances, you may find the after-tax cost of leasing to be less than buying. Leasing may significantly increase your first year tax deduction.
- Leasing conserves your working capital. It frees your money for more profitable uses, gives you the use of the equipment you need, and the use of your money as well.
- Leasing lets you pay for equipment as you use it. Helps cash flow by letting equipment earnings or equipment savings make the lease payments.
- Leasing may enable you to acquire the equipment at a lower purchase price. A lease with us is the same as cash to the dealer, so you should benefit from all possible discounts.
- Leasing may open a new credit source to you.

What happens at the end of the lease?

You have several options. You can arrange to buy the equipment, return the equipment to the lessor, or simply renew the lease for an additional length of time.

Why lease with us?

Our familiarity with leasing, combined with our Agricultural & Commercial Lending experience, assures your leasing request will be handled professionally and promptly.

If you have a question or would like further information, please feel free to contact your local Alliance Bank Lender or call us toll-free at 888-567-2101.