

Coding for Operational Lease: (3 yrs on a new Van w/ 7 yr. useful life)

Invoice:		Month #4
↑	Principle	322.91
↓	Interest	205.90
	Maint. fee	-
	Process fee	-
	Monthly Total Due	528.81

Amortization over time, the principle amount being paid will increase as the interest amount being paid each month will decrease.

Coding / Paying Invoice: (same amount each month)

528.81 JFSFA010 - 529205 (charge full amount to respective cost pool or program)

Coding for Capital Lease:

Imaging System - 3 yr lease

Invoice:		Month #4
↑	Principle	18,993.89
↓	Interest	4,335.77
	Maint. fee	-
	Process fee	-
	Monthly Total Due	23,329.66

Useful Life (Years) 3
 Fair Market Value 750,000.00
 Monthly Dep. = [FMV / (3x12)] 20,833.33

4,335.77

Coding:

Paying Invoice: (amounts vary slightly each month as principle & interest changes)

4,335.77 JFSFA010 - 529205 (respective cost pool or program)
 18,993.89 JFSFA899 - 531002 (Local - Non-Reimbursable) *

Recording Depreciation: (same amount each month)

20,833.33 JFSFA010 - 529205 (respective cost pool or program)
 (20,833.33) JFSFA899 - 531002 (Local - Non-Reimbursable) *

Net Cash Effect:

\$ 1,839.44

* Variances in principle and depreciation amounts will impact local cash balances. These variances will net at the end of the depreciation process.