EXHIBIT I

Lease Certification Form

Lease ID:_____ Description of Asset Leased:_____

_____

If a lease meets any one of the following four criteria, it is considered a Lease Purchase (Capital Lease):

Check Box

☐ 1. The lease transfers ownership of the property to the County by the end of the lease term.

☐ 2. The lease contains a bargain purchase option, which is sufficiently below market so that its exercise appears, at the inception of the lease, to be reasonably assured.

☐ 3. The lease term is equal to at least 75 % of the remaining estimated economic useful life of the leased property. (This is not applicable if the lease begins in the last 25 % of the asset's total useful life.)

☐ 4. The present value of the required lease payments equals or exceeds 90 % of the fair value of the leased property. (This is not applicable if the lease begins in the last 25 % of the asset's total useful life.)

If none of the above criteria are met, then the lease is considered an operating lease.

I the undersigned certify that the above-described lease is a Lease Purchase/Operating Lease (Circle One). *If it* is a lease purchase agreement, costs have been broken out properly between interest and principal payments.

_____
Department Head Signature & Date

_____
Name

_____
Department/Agency

Please forward the completed form to the Auditor-Controller General Ledger Unit for approval. Attach supporting documentation to substantiate any of the above lease purchase criteria that have been met.

Approved for David E. Sundstrom, Auditor-Controller
by

_____
Deputy