**TABLE 21-2** Direct cash flow consequences to NACCO of lease financing an electric shovel

(amounts in thousands).

**YEAR 0 1 2 3 4 5 6 7 8 9 10**

**Benefits of Leasing:**

Initial outlay (avoided) 10,000

**Costs of Leasing:**

Lease payments -1,745 1,745 1,745 1,745 1,745 1,745 1,745 1,745 -1,745 1,745

Lease payment tax

Credit 698 698 698 698 698 698 698 698 698 698

Depreciation tax

credits forgone 380 -380 -380 -380 -380 -380 -380 -380 -380 -380

Salvage value forgone - 500

Net cash flow to lease 10,000 -1,427 1,427 -1,427 -1,427 -1,427 -1,427 -1,427 -1,427 -1,427 -1,927