

# RENT OR OWN? YOU DECIDE...

## TAX ADVANTAGES

Renting - None

Owning - Yes, Tax Deductions can lower your monthly payment by 20.0% or more.

## INFLATION PROTECTION

Renting - None

Owning - Yes, Your entire rent is subject to increase, but less than 25% of a fixed-rate mortgage payment can increase.

## INVESTMENT

Renting - None

Owning - Yes, a 5.0% annual rate of gain can double the value of a home in 14 years while you pay down what you owe.

## SECURITY

Renting - None

Owning - Yes, No landlord to tell you when to move.



## Still Can't Decide? Just Take a Look at

How inflation, tax and principal reduction effect rent and mortgage payments. Tax savings and principal reduction subtracted from monthly mortgage cost.

Inflation Rate	\$2,000 RENT		\$2,600 MORTGAGE	
	After 5 Year	After 10 Years	After 5 Years	After 10 Years
3%	\$2,318	\$2,688	\$1,538	\$1,446
4%	\$2,434	\$2,960	\$1,564	\$1,508
5%	\$2,552	\$3,258	\$1,590	\$1,576

Assuming a \$200,000, 30-year mortgage at 5.0% interest rate with real estate taxes and insurance at \$225/month. Assumptions include a 25% tax bracket and 20% of mortgage subject to inflation. Numbers presented for illustrative purposes only. This should not be considered a commitment to lend. We recommend you consult a tax professional regarding your eligibility for tax benefits.