

Renting vs. Owning

Directions:

Before beginning the home buying process, it is important to understand how homeownership is different than renting. For each scenario given below, determine whether it refers to someone who rents or owns.

1. Samantha wrote a check for \$1,000 when she signed the contract for the new place she moved into. She does not receive any equity in the property for this payment. Is she most likely renting or owning?
2. Lloyd is pulling together all of his information so he can work on his tax return. One of the forms he has in his file is how much interest he paid each month on his mortgage. Is he most likely renting or owning?
3. The pipes are leaking under Tasha's kitchen sink. She calls a plumber to come make the repairs, and after he fixes the problem, Tasha pays him the \$87 he charges her. Is she most likely renting or owning?
4. The building Garrett lives in has gone up in property value. He is planning on moving out at the end of next month. He will not receive any financial benefit from this increase in property value. Is he most likely renting or owning?