

Errata

At Dearborn™ Real Estate Education, we are proud of our reputation for providing the most complete, current, and accurate information in all our products. We are committed to ensuring the kind of quality you rely on. Please note the following changes, which will be reflected in the next printing of *Understanding 1031 Tax-Free Exchanges, 4th Edition*.

This document contains a running list of revisions made since the text was first printed. Depending on what printing you have of the book, these revisions may or may not be included.

Page/Location	Reads Now	Should Be
5, Step 3 (last two sentences)	We will assume that the contract sales price was \$600,000, the buyer paid all closing expenses, and the only seller expense was a real estate commission of \$18,000. The adjusted sales price is \$618,000.	We will assume that the contract sales price was \$700,000, the buyer paid all closing expenses, and the only seller expense was a real estate commission of \$18,000. The adjusted sales price is \$718,000.
9, item 7	The acronym ACRS is related to depreciation and stands for a. appreciated conventional recovery system. b. annual commercial residential system. c. accelerated cost recovery system. d. none of these	Depreciation deductions for the improvements on real estate are a. higher in the early years. b. lower in the early years. c. the same every year. d. variable depending on income.
20, Paragraph under Like-Kind	Domestic property is defined as being within the 50 days, the District of Columbia, the US Virgin Islands, and Guam.	Domestic property is defined as being within the 50 states, the District of Columbia, the US Virgin Islands, and Guam.
26, 6 th bullet under Who Qualifies as a Safe Harbor	pay interest on the funds if agreed upon in the exchange agreement (see the example in Unit 5);	pay interest on the funds if agreed upon in the exchange agreement (see the example in Unit 4);
60, Unit 1 Exam Answers, item 7	c ACRS stands for Accelerated Cost Recovery System.	c It is called straight line depreciation, because if the deductions were placed on a graph, they would create a straight line.

