\$_____

\$_____

CANCELLATION OF DEBT ORGANIZER

Cancellation of debt income can result from bankruptcy, short sales, foreclosures, loan modification, and similar incidents. These can result in income that must be reported, some of which result in taxable income while others do not. Common forms generated by these activities include 1099-A, 1099-C, etc. Please provide any and all forms as well as the following details.

1.	Was the debt secured by a property, vehicle, boat, etc.?	
2.	Please describe the property (address, make model, etc.)	
3.	What type of cancellation was this from? (Short sale, foreclosure, etc.)	
4.	When did you acquire the property?	
5.	What was your cost in the property? (Total of purchase price, closing costs, capital	
	improvements, etc.)	
	a. If the property was used as a rental, in business, or as a home office what is your	
	accumulated depreciation? This may require you to contact your prior preparer.	
		\$
6.	What was the date the debt was cancelled, or property was transferred?	
7.	If it was a short sale, what was the sale price?	\$
8.	Expenses incurred in the transfer, if any?	\$
9.	Amount of debt immediately prior to the transfer?	\$

10. Are you personally liable for repayment of the debt?

- a. If yes, how much debt remains?
- 11. Insolvency is defined as having debts that are larger than your assets. In Arizona, the debt on your home exceeding your home's value can't be included in these calculations. If you were insolvent at the date of transfer, please see a staff member for an insolvency worksheet.