

Addendum to NATP's 2009 Beyond The 1040

1. Page 66 - The Table should read as follows:

	Midwestern Disaster <u>Hope</u>	Lifetime <u>Lifetime</u>	American <u>Opportunity</u>	Lifetime <u>Learning</u>
Ross	\$ 0	\$1,000	\$2,500	<u>\$ 275</u>
Carol	\$ 900	\$ 770	\$2,500	<u>\$ 200</u>

2. Page 265 - The answers to review question #21 should be:

- A. Incorrect. It is basis in the business, at-risk basis, passive activity rules.
- B. Incorrect. It is basis in the business, at-risk basis, passive activity rules.
- C. Correct. It is basis in the business, at-risk basis, passive activity rules.
- D. Incorrect. It is basis in the business, at-risk basis, passive activity rules.

3. Page 269 - The explanation for the answer to review question #36 should be:

- B. False is Correct. If employment away from home in a single location initially is realistically expected to last for one year or less, but at some later date the employment is realistically expected to exceed one year, that employment will be treated as temporary (in the absence of facts and circumstances indicating otherwise) until the date the taxpayer's realistic expectation changes.

4. Page 52 - There is an error in the conclusion to the example.

Taxpayers are not able to use the American Opportunity credit for any student if the provisions of the Midwestern Disaster Hope credit are elected. In this case, Jerry and Samantha would receive a greater amount of credit by claiming the American Opportunity credit for Kris and Nancy, and the Midwestern disaster lifetime learning credit for Stephanie. Based on this the total credit would be \$9,000 (\$2,500 + \$2,500 + \$4,000).

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