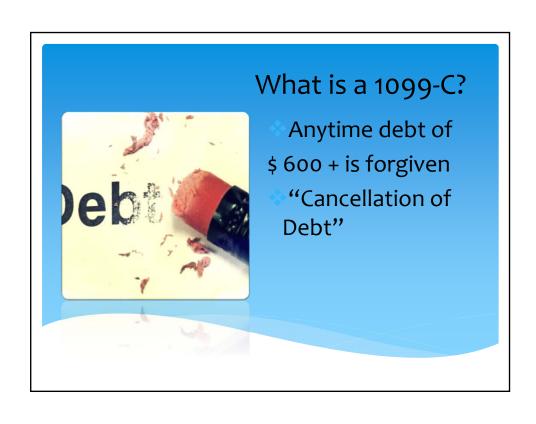
## Phantom Income: The 1099-C and How You Can Protect Yourself

(Reluctantly) Presented By: Robert D. Forster, II BDFTE

## Do not let this bottle serve as an inspiration to call your ex in a pathetic attempt to get back together. Set back together. Back together.





## **EXAMPLE:**

- Hank bought a home for \$ 340,000
- \* FMV of \$ 400,000 at foreclosure
- \* Total debt at foreclosure is
- \$440,000



## Calculating Gain/Loss

- Enter the FMV of the foreclosed \$ 400,000 property
- \* Enter your adjusted basis in the property (usually your purchase \$ 340,000 price)
- \* Subtract purchase price from FMV = GAIN (or loss) from the foreclosure of the home

\$60,000





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Also available as part of the eCourse 2016 Mortgage Lending eConference

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