



51A Middle Street Newburyport MA 01950
Phone: 800-588-7039 Fax: 877-902-4284
contact@bhfe.com www.bhfe.com

Course Information

Course Title: *Divorce Transfers and Settlements #492418*

Recommended CPE credit hours for this course

In accordance with the standards of the CFP Board, the National Registry of CPE Sponsors, the IDFA, and the IRS, CPE credits have been granted based on a 50-minute hour.

CFP® 1 (All states) CFP Board Course ID# 195327

CFP Board sponsor number: 1008.

CPA 2 (All states)

National Registry of CPE Sponsors ID Number: 107615.

Sponsor numbers for states requiring sponsor registration:

Florida Division of Certified Public Accountancy: 4761 (Ethics #11467)

Hawaii Board of Public Accountancy: 14003

New York State Board of Accountancy: 002146

Ohio State Board of Accountancy: M0021

Texas State Board of Accountancy: 009349

EA/OTRP: 2 (All States) IRS: Qualified Sponsor number: *FWKKO*.

CDFA®: 2 (Certified Divorce Financial Analyst) IDFA sponsor #105392.

CLU, ChFC Professional Recertification 2

Course Description

Participants will learn how to apply, implement, and evaluate the strategic tax aspects of marital dissolutions and living together arrangements. Current perspectives on property transfers and asset divisions are examined with an emphasis on planning considerations. This mini-course reviews property settlements and other transfers incident to divorce. Basis allocation, third party transfers and purchases between spouses are also examined. Common pitfalls for the unwary such as transfers in trust, installment notes, and purchases between spouses are analyzed.

Application of these tax principles is exemplified in selected asset divisions of the residence, business interests, insurance, and pension benefits.

Program Delivery Method: Self-Study (NASBA QAS Self-Study/interactive)

Subject Codes/Field of Study

NASBA (CPA), CFP Board of Standards, Inc., IDFA (CDFA®): Taxes.

IRS (EA, OTRP): Federal Tax Law.

NAPFA: Taxes

Course Level, Prerequisites, and Advance Preparation Requirements

Program Level: CFP Board: Intermediate; NASBA/CPA, IRS, IDFA (CDFA®): Overview.

This program is appropriate for professionals at all organizational levels.

Prerequisites: Basic familiarity with federal taxation

Advance Preparation: None

Course Content

Publication/Revision Date: 2/13/2018.

Author: Danny Santucci, J.D.

Final exam (online): Ten questions (multiple-choice).

Instructions for taking this course

You must complete this course within one year of the date of purchase (if you do not complete the course within one year, contact us to determine whether an updated edition of the course is available, in which case we will provide you with a PDF of the updated course and the online exam at no charge).

A passing grade of at least 70% is required on the final exam for this course. You may retake the exam if you do not pass it on the first attempt (no charge).

Complete the course by following the learning objectives listed on the following page, studying the text, and studying the review questions at the end of each major section (or at the end of the course). Once you have completed studying the course and you are confident that the learning objectives have been met, answer the final exam questions (online).

Instructions for Taking the Final Exam Online

- Login to your account online at www.bhfe.com.
- Go to "My Account" and view your course.
- Select "Take Exam" for this course and follow instructions.

Additional Information

- The exam may be started, stopped, then resumed at a later date.
- The exam is "open book," it is not timed, and it may be retaken if not passed on the first attempt (no charge).
- Results (correct, incorrect answers) and certificate appear immediately upon passing the exam.
- CFP®, CDFAs®, and EA credits are reported weekly.

Have a question? Call us at 800-588-7039 or email us at contact@bhfe.com.

Learning Assignment & Objectives

As a result of studying the assigned materials, you should be able to meet the objectives listed below.

ASSIGNMENT

At the start of the materials, participants should identify the following topics for study:

- * Property rights
- * Premarital agreements
- * Application of §1031
- * Incident to divorce
- * Property basis
- * Purchases of residence between spouses
- * Purchases of business interests between spouses
- * Selected asset divisions of residence & business interests
- * Real & personal property
- * Pension benefits

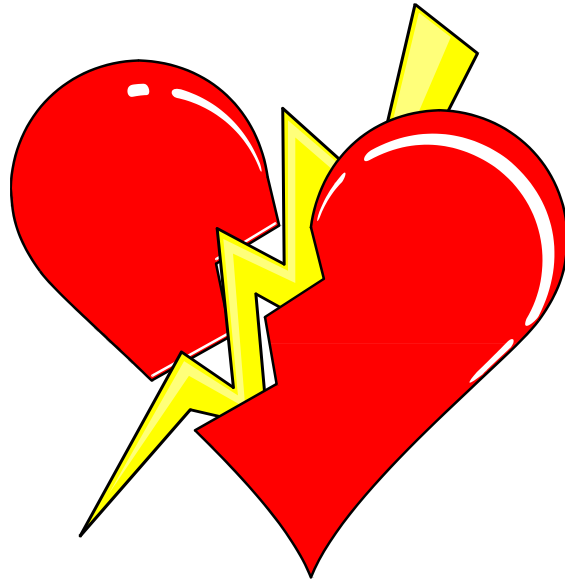
Learning Objectives

After reading the materials, participants will be able to:

1. Identify the various forms of marital property and how to proceed with a tax structured property settlement noting the benefits of premarital agreements to avoid potential divorce problems.
2. Recognize property settlements under §1041 by:
 - a. identifying its application to interspousal and third party transfers,
 - b. specifying the factors that determine whether or not a property transfer is incident to divorce under §1041,
 - c. determining property basis for the transferor and transferee spouse under §1041.
3. Identify remedies for the deferred tax pitfall of §1041 by:
 - a. determining deferred tax liability of interspousal purchases,
 - b. recognizing the tax deferral of §1031 exchanges,
 - c. specifying the key elements of the home sale exclusion and stating their application;
 - d. recognizing benefit distribution problems and the tax advantages of QDROs.

Notice

This course and test have been adapted from materials and information contained in the above text and any supplemental material provided. This course is sold with the understanding that the publisher is not engaged in rendering legal, accounting, or other professional advice and assumes no liability whatsoever in connection with its use. Since laws are constantly changing, and are subject to differing interpretations, we urge you to do additional research and consult appropriate experts before relying on the information contained in this course to render professional advice.



Divorce Transfers & Settlements

**By
Danny C. Santucci**

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Table of Contents

Course Information	ii
Learning Assignment & Objectives	iv
Table of Contents	i
Property Rights	1
Marital Property	1
Common Law Property	1
Community Property	2
Equitable Distribution	2
Separate Property	2
Premarital Agreements	3
Uses & Benefits	3
Control & Scope	4
Limitations	4
Retirement Equity Act of 1984	4
Enforceability Requirements	5
Checklist	6
Property Settlements	7
Section 1041	8
Application of §1041	8
Mandatory Scope	8
Property vs. Income	9
Savings Bonds	9
Receivables	10
Interest	10
Imputed Interest	11
Incident to Divorce	11
Related To Termination	12
Rebuttable Presumption	12
Divorce or Separation Instrument	13
Transfers in Trust	13
Third Party Transfers	13
Property Basis	14
Gift Variation	15
Passive Activity Loss Property	15
Property Transferred In Trust	16
Basis in U.S. Savings Bonds	16
Negotiated Property Divisions	16
Adjudicated Property Divisions	16
Caselaw	16
General Rule - Immediate & Specific	17
Liabilities	18
Holding Period	18
Notice & Recordkeeping	18
Purchases between Spouses	19
Residence	19
Home Mortgage Interest	20
Deferral & Exclusion of Gain	20

Business & Investment Property	20
Recapture	20
Section 1031 Exchange	23
Asset Separation	24
Related Parties	24
Two-Year Restriction	24
Foreign Property	24
Form 8824	24
Spousal Transfers	24
Installment Sale of Assets	25
Selected Asset Divisions	25
Residence	25
Section 121 Home Sales	25
Two-Year Ownership & Use Requirements	26
Special Divorce Rules	26
Tacking of Prior Holding Period	26
Prorata Exception	26
Limitations on Exclusion	27
Installment Obligations	27
Business Interests	28
Corporate Stock	28
Section 302 Stock Redemption	29
Recapitalization	29
Partnerships	29
Section 736(a) Payments	30
Effect on Recipient	30
Section 736(b) Payments	30
Effect	30
Exclusions From §736(b) Treatment	30
Liabilities	31
Series of Payments	31
Section 754 Election	32
Insurance Policies	32
Real & Personal Property	32
Classification of Assets	33
Character of Gain or Loss	33
Pension Benefits	33
Qualified Domestic Relations Order	33
Taxation of Distributions	35
Deferred v. Present Division of Benefits	36
Deferred Division Arguments	36
Present Division or Alternate Property Arguments	36
Individual Retirement Arrangements	37
IRA Deduction Limit	37
Rollovers	38
Divorce Distributions	38
Amounts Not Rolled Over	38
Retirement Planning After Divorce	38
Social Security Benefits	39
Divorced Spouse Benefits	39
Divorced Widow(er) Benefits	39

Military Pensions	40
Divorced Spouse Benefits	40
Jurisdiction Requirement	40
Disposable Pay	41
Direct Payment	41
Divorced Widow(er) Benefits	42
Social Security Offset	42
Civil Service Pensions	42
Divorced Spouse Benefit	43
Divorced Widow(er) Benefit	43
Railroad Pensions	44
Divorced Spouse Benefit	44
Divorced Widow(er) Benefit	45
Bankruptcy	45
Glossary	52
Keywords & Phrases	53