



AFC Advantages

Service

At AFC, you'll enjoy the advantages of a friendlier exchange process, as our #1 priority is focusing on client needs. Our reputation has been built on the concept of optimal customer service and quick turnaround time for property exchange. We guarantee fast, reliable, and friendly service.

Experience

Our staff of specialists has extensive knowledge in all facets of 1031 Tax Deferred Exchanges including Personal Property Exchanges, thus securing our clients' interests and assuring maximum benefit and flexibility utilizing the current tax code laws. Certified Exchange Specialists® on staff.

Documentation Preparation

With the exchange process full of strict deadlines, our team is committed to organization and expediency. All documentation is concise and straightforward.

Security

Our services are bonded and insured to provide you with the security and peace of mind while holding your investment proceeds. We know your funds' security is number one on your list, so we make it number one on our list.

Our Mission

Accommodator Finance Company's mission is to provide peace of mind with all of your 1031 exchange needs. We achieve this by offering you exceptional service, superior banking, security, and access to the latest concepts and developments that will help you get the most out of your tax-deferred 1031 exchange. You want to manage your assets and protect your financial strength; we want to help turn your vision into a reality.

22837 Ventura Blvd., Suite 110
Woodland Hills, CA 91364
(866) 357-1031 Phone
(818) 206-3185 Fax
info@accommodator.net

www.accommodator.net



The Ultimate Exchange Provider

Personal Property 1031 Exchanges



Introduction to 1031 Personal Property Exchanges

Personal Property relates to all property that is held for investment or productive use in a trade or business that is not considered real property. Furthermore, Personal Property refers to all property, both tangible and intangible, that is not considered Real Property. The **"like-kind"** requirement is further challenging here, as the relinquished and replacement property must be either like-kind or like-class.

Like-kind Personal Property

The **"like-kind"** requirement is far more intricate for Personal Property Exchanges than it is for Real Property Exchanges. An asset may be either like-kind or like-class. In order to qualify, the relinquished and replacement depreciable tangible Personal Property must be in either the same General Asset Class or Product Class.

Examples of Personal Property

- *Agricultural Equipment*
- *Airplanes*
- *Artwork*
- *Buses*
- *Coin Collectibles*
- *Construction Equipment*
- *Copyrights*
- *FCC Licenses*
- *Helicopters*
- *Office Furniture & Equipment*
- *Patents*
- *Railcars*
- *Restaurant Equipment*
- *Trucks*
- *Yachts*

Non-Exchangeable Items

Goodwill of a business is not considered like-kind property to goodwill of another property, even when the businesses are the same. The following are properties not eligible for tax deferred status under the IRC Section 1031:

- *Stock In Trade or Other Property Held Primarily For Sale*
- *Stocks, Bonds, or Notes*
- *Other Securities or Evidence of Indebtedness or Interest*
- *Interests in a Partnership*
- *Certificates of Trust or Beneficial Interests*
- *Choses in Action*

General Business Asset Classes

There are 13 General Business Asset Classes that have been established by the IRS to determine which properties are like-kind for purposes of Section 1031. They are the following:

1. Office furniture, fixtures and equipment
2. Data handling equipment, except computers
3. Information systems (computers, etc.)
4. Airplanes (except commercial passenger or freight carriers) and all helicopters
5. Automobiles, including taxis
6. Buses
7. Light general purpose trucks
8. Heavy general purpose trucks
9. Railroad cars and locomotives
10. Tractor units for use over the road
11. Trailers and trailer-mounted containers
12. Vessels, barges, tugs, except those used in marine construction
13. Industrial steam and electric generation and/or distribution systems



*In exchanges involving intangible Personal Property and non-depreciable Personal Property, these properties qualify for non-recognition of gain or loss under 1031 only if the properties are **"like-kind."** The Product Class and General Asset Class do not apply. Whether intangible Personal Property is of **"like-kind"** depends on the nature or character of the property rights involved and nature and character of the underlying property related to the intangible Personal Property.*

Advantages of 1031 Personal Property Exchanges

A 1031 tax-deferred like-kind exchange of Personal Property allows investors to defer capital gain on the purchase and sale of like-kind Personal Property, such as aircraft, automobiles, and business equipment.