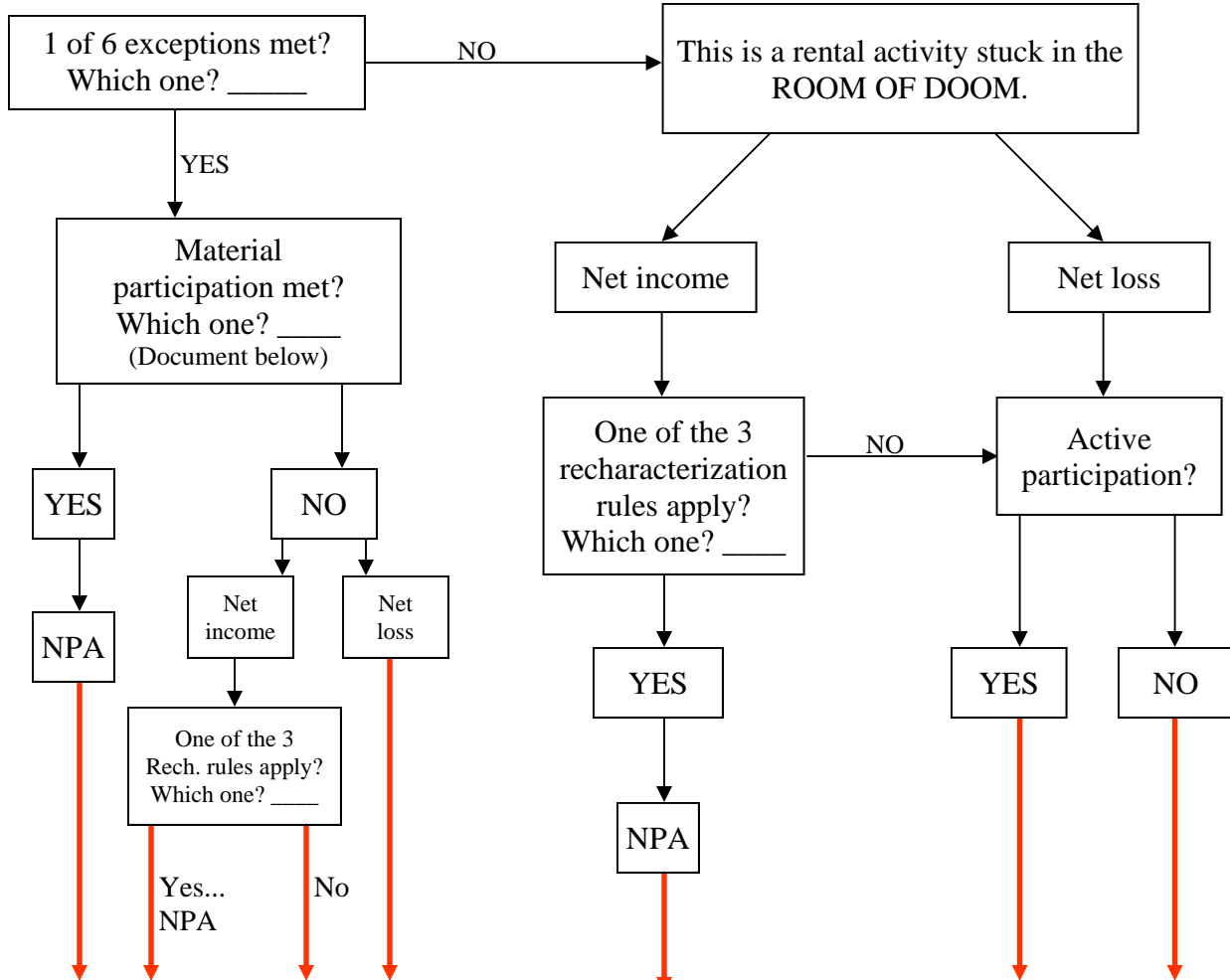


Michael A. Gordon, CPA, LLC
Flowchart for Rental Activities

Client Name: _____

Activity: _____

For Year: _____ Prepared By: _____



Form 8582 Reporting	Not on F8582	F8582 Pg. 2 W3	Not on F8582	F8582 Pg. 2 W1	F8582 Pg. 2 W3
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Subject to SE?	Almost always YES. But could be NO if Reg. ¶1.1402(a)(4)(c) is properly applied...see Example 3 in SE section.	NO....Generally, not subject to SE But watch out for Reg. Section 1.1402(a)-(4)(c)...this is cited in PPC's 1040 Deskbook, Key Issue 16E, the <i>preparation pointer</i> just after the 6 exceptions. Also see discussion in SE section.
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What documentation exists to verify that client met the material participation standard? Discuss below.
