

Schedule O: Tax Liability on Residual Values

by participant

	Total	PROJECT	Developer	Lender	Investor	Other	Public	Secondary Lender
PARTNERSHIP BASIS BEFORE SALE								
Investment	442,399		442,399					
Costs Exp.During Const.								
Tax Losses	-106,242		836,424					-942,667
Cash Distributions	-689,231		-689,231					
Resulting Basis	-353,075		589,592					-942,667
EFFECT ON BASIS OF SALE								
Proceeds of Sale (gross)	5,703,600	5,703,600						
Orig. Cost & Capital Replcmnt	-3,089,592	-3,089,592						
Costs Expensed During Const								
Non-Cash Charges	942,667	942,667						
Resulting Gain	3,556,675	3,556,675						
Dist.of Gain to Partners	3,556,675		2,372,302					1,184,373
Resulting Basis	3,203,600		2,961,894					241,706
Final Cash Distribution	-3,203,600		-2,431,439					-772,161
Final Basis			530,455					-530,455
Combined Capital Gain	3,556,675		1,841,847					1,714,828
Est. Tax Liability	342,966							342,966
Add'l Tax for Acc. Dep.								

	ADJUSTMENT
PARTNERSHIP BASIS BEFORE SALE	
Investment	
Costs Exp.During Const.	
Tax Losses	
Cash Distributions	
Resulting Basis	
EFFECT ON BASIS OF SALE	
Proceeds of Sale (gross)	
Orig. Cost & Capital Replcmnt	
Costs Expensed During Const	
Non-Cash Charges	
Resulting Gain	
Dist.of Gain to Partners	
Resulting Basis	
Final Cash Distribution	
Final Basis	
Combined Capital Gain	
Est. Tax Liability	
Add'l Tax for Acc. Dep.	