

1031 EXCHANGES - BY THE NUMBERS

63%

Sixty three percent of all REALTORS® participated in a 1031 exchange. *

1921

1031 exchanges have been a vital economic stimulant and part of the tax code for almost 100 years - since 1921.

-\$18B

2016 Tax Foundation analysis reported that the economy would contract by -\$18 billion annually if §1031 like-kind exchanges are repealed. Multiple economic studies have concluded the repeal of §1031 exchanges would cause economic contraction. **

88%

Eighty eight percent of real estate replacement properties acquired in a 1031 like-kind exchange are disposed of through a taxable sale, not a second exchange. Eventually, the tax DOES get paid. ***

40%

Forty percent of REALTORS® state without 1031 like-kind exchanges their transactions would not have occurred. *

* 2015 National Association of REALTORS® "Like-Kind Exchanges Real Estate Market Perspectives Study"

** The Tax Foundation in 2016 reported GDP would shrink by -\$18 billion each year and a 2015 Ernst & Young study reported \$13 billion/year GDP contraction. Links to studies available at www.1031taxreform.com.

*** 2016 Ling and Petrova Study "The Economic Impact of Repealing or Limited Section 1031 Like-Kind Exchanges in Real Estate"