

**IF JUST VALUE OF ACQUIRED PROPERTY IS GREATER THAN OR EQUAL TO THE JUST VALUE OF THE PROPERTY RELINQUISHED, USE THE FOLLOWING FORMULA:**

**JUST VALUE OF PROPERTY RELINQUISHED  
MINUS ASSESSED VALUE OF PROPERTY RELINQUISHED  
EQUALS "TAX SAVINGS"**

**THEN, JUST VALUE OF PROPERTY ACQUIRED  
MINUS TAX SAVINGS OR \$500,000.00, WHICHEVER IS LESS,  
EQUALS ASSESSED VALUE OF PROPERTY ACQUIRED**

EXAMPLE:

JUST VALUE OF PROPERTY RELINQUISHED:	\$300,000.00
ASSESSED VALUE OF PROPERTY RELINQUISHED: _	<u>- \$100,000.00</u>
EQUALS TAX SAVINGS	\$200,000.00

VALUE OF PROPERTY ACQUIRED:	\$600,000.00
SAVINGS _____	<u>- \$200,000.00</u>
EQUALS ASSESSED VALUE OF PROPERTY ACQUIRED:	\$400,000.00

**IF JUST VALUE OF ACQUIRED PROPERTY IS LESS THAN THE JUST VALUE OF THE PROPERTY RELINQUISHED, USE THE FOLLOWING FORMULA:**

**JUST VALUE OF THE PROPERTY ACQUIRED  
DIVIDED BY JUST VALUE OF THE PROPERTY RELINQUISHED  
TIMES THE ASSESSED VALUE OF THE PROPERTY RELINQUISHED  
EQUALS ASSESSED VALUE OF PROPERTY ACQUIRED; HOWEVER, THE  
DIFFERENCE BETWEEN THE JUST VALUE OF THE PROPERTY ACQUIRED AND  
ITS ASSESSED VALUE CANNOT EXCEED \$500,000.00.**

EXAMPLE:

JUST VALUE OF PROPERTY ACQUIRED:	\$300,000.00
DIVIDED BY VALUE OF RELINQUISHED PROPERTY:	\$1,000,000.00 = 3/10
TIMES ASSESSED VALUE OF PROPERTY RELINQUISHED:	<u>\$ 300,000.00</u>
EQUALS ASSESSED VALUE :	\$ 90,000.00