Uniform Transaction Codes
June 2022
Changes to Frequently Asked Questions

- Real property taxes: to simplify reporting, trustees are asked to use their best effort to split or allocate between pre- and post-petition taxes. The $1,000 threshold has been eliminated. UTC 4700 – Real Property Tax Liens should be used if no split is determinable.

- Receipt of buyer's portion of property tax credit: when the estate paid no tax in the sales transaction or if the buyer's portion is greater than the estate's portion, trustees are asked to create a new asset, so that the proceeds attributable to the real property agree with the sales order and escrow document and so that a negative expense is not created.

- Debtor's pro-rata portion of income tax refund: trustees are asked to record the entire amount of the refund to UTC 1124/1224 and to assign 8500 to the check to the debtor.

- Trustees are strongly encouraged to use their software to calculate and pay bond premiums. The FAQ addresses a single method of paying and coding bond premiums.