

Addendum: Certified Paralegal Exam Fundamentals – Revised edition 3

Revision [1.4]:

Page [121]

2nd bullet point should read.

“A single-member LLC will be considered a disregarded tax entity for federal tax purposes (in which case it is treated as a pass-through conduit such as a sole proprietorship), unless it elects to be classified as an association (**also known as corporation**).”

Page [133]

Question Number 21 option b. should read.

b. Single member LLC is taxed as a sole proprietorship

Page [217]

Question 6 should read.

The deadline to file IRS Form 706 to report the **Generation-Skipping Tax** is due:

Pages [370] & [372]

States that you must use all statutes in the Skills section of the exam (the essay). This is not correct. You do not need to use all statutes. In the essay, only **relevant** statutes need to be applied.

Page [377]

Question Number 23 should read.

23. D. Exceeds \$75,000. Federal court jurisdiction is limited to cases provided for by the Constitution or specifically authorized by Congress. This includes cases between citizens from different states when the amount in controversy exceeds \$75,000, which is referred to as “diversity” jurisdiction.

Page [379]

Question Number 2 (Chapter 4 – Corporate/Commercial Law) should read.

2. **B. Not timely filing tax returns.** The remaining answers are typically reasons why a court may determine that the corporate veil has been pierced.

Page [381]

Practice Questions Answer Key - Chapter 4: Corporate and Commercial Law

Question 21 option b. should read

b. Single member LLC is taxed as a sole proprietorship

Page [383]

Practice Questions Answer Key – Chapter 6: Estate Planning and Probate

Question 4 should read

4. **A. An advanced care directive.** An advanced health care directive allows someone to express their desires and preferences of medical and life support decisions, including donations of organs and designation of primary physician.

Page [385]

Practice Questions Answer Key - Chapter 8: Torts

Question 2 should read

2. **B. Preponderance of the Evidence.** Beyond a reasonable doubt is the burden for a criminal case. Clear and convincing required 70-75% confidence that the facts support the decision. Conclusive is just a random word meaning serving to prove a case.

Date of Revision: 05/19/21