

Chapter 3 Answer Key: Money



I Pricing Factors

1. Your **location** near things like national parks, concert venues, areas with great camping, and more can affect your listing price.
2. The kind of **business** you want to have (be it small or large) will affect your costs.
3. Those who rent out their personal RV can make between **\$5,000** and **\$8,000** per year in revenue on average with time and effort dedicated to the rental.

I Expected Costs When Renting Out Your RV

1. Your RV will need to be **deep cleaned** every time you turn it over from one renter to the next, so it's clean inside and out.
2. You'll have to stock your rental with **supplies** ranging from cleaning and cooking items to bedding.
3. A good rule of thumb is to hold back 20 percent of your revenue to save for regular **maintenance** to your RV.
4. **Unexpected costs** are expenses that sneak up on you when you least expect them. Mitigate these costs by saving for them

I What to Know About Taxes

1. You have to pay taxes on the **income** you generate from renting out your RV.
2. A good rule of thumb for your first year is to hold back **30** percent of your rental income for tax savings.
3. Consult with an **accountant** about your specific situation.