PASS GEORGIA
REAL ESTATE EXAM PREP

GEORGIA REAL ESTATE EXAM GLOSSARY

Addendum

An addendum is an additional document attached to and made part of a contract to add terms, disclosures, or provisions not contained in the main form, usually at or before contract formation.

OFFICIAL AREA	KNOWLEDGE CLUSTER	LEARNING SYSTEM
Contracts	Contract changes and transfer	Define, distinguish, apply, retrieve

SOURCE STANDARD

Official exam outline plus authoritative Georgia or federal references where the topic has a controlling rule. Independent educational resource, not affiliated with GREC or PSI.

01 / COMPLETE LESSON

Build the complete exam definition

Learn the rule, separate it from the nearest distractor, then apply it to a Georgia fact pattern.

CORE DEFINITION

What does Addendum mean?

An addendum is an additional document attached to and made part of a contract to add terms, disclosures, or provisions not contained in the main form, usually at or before contract formation.

CLOSEST DISTINCTION

How do you separate the nearest exam answer?

An addendum adds material to the contract. An amendment changes an existing contract after formation by agreement of the parties.

GEORGIA APPLICATION

What changes or stays the same in Georgia?

Georgia real estate forms often use addenda for financing, exhibits, community-association terms, or property-specific provisions. Proper incorporation and signatures matter.

WORKED EXAMPLE

The parties attach a financing addendum to the offer, and it becomes part of the contract upon acceptance.

EXAM TRAP

The title printed on a form is less important than function and timing. Ask whether it adds to the proposed contract or changes an existing one.

Memory cue: The title printed on a form is less important than function and timing.

02 / PRACTICE AND MASTERY

Retrieve the rule under exam conditions

Answer before reading the explanation. Then explain why every distractor belongs to a different term.

ORIGINAL PRACTICE CHECK

Which statement correctly explains Addendum?

- **A** An amendment is a later agreement that changes, deletes, or replaces terms in an existing contract.
- **B** An assignment transfers a party's contractual rights to another person, the assignee, without necessarily releasing the original party from contractual obligations.
- **C** Novation is the substitution of a new party or obligation for an existing one with the agreement of the necessary parties and release of the replaced party or duty.
- **D** An addendum is an additional document attached to and made part of a contract to add terms, disclosures, or provisions not contained in the main form, usually at or before contract formation.

CORRECT ANSWER: D

Addendum is correct. An addendum is an additional document attached to and made part of a contract to add terms, disclosures, or provisions not contained in the main form, usually at or before contract formation. An addendum adds material to the contract. An amendment changes an existing contract after formation by agreement of the parties. Georgia real estate forms often use addenda for financing, exhibits, community-association terms, or property-specific provisions. Proper incorporation and signatures matter.

MASTERY TRACKER

Mark each box only when you can perform the skill without looking.

- [ ] I can define the term in one precise sentence.
- [ ] I can separate it from the closest look-alike.
- [ ] I can explain the Georgia rule or confirm that the national rule applies.
- [ ] I can answer the practice check and explain every option.

03 / CONNECTIONS AND AUTHORITY

Connect the term to the wider exam

Use these relationships to move from isolated recall to a connected exam model.

RELATED TERM

Amendment

An amendment is a later agreement that changes, deletes, or replaces terms in an existing contract.

https://www.passgeorgiarealestate.com/glossary/amendment

RELATED TERM

Assignment

An assignment transfers a party's contractual rights to another person, the assignee, without necessarily releasing the original party from contractual obligations.

https://www.passgeorgiarealestate.com/glossary/assignment

RELATED TERM

Novation

Novation is the substitution of a new party or obligation for an existing one with the agreement of the necessary parties and release of the replaced party or duty.

https://www.passgeorgiarealestate.com/glossary/novation

RELATED TERM

Contingency

A contingency is a contract condition that makes a party's duty, right to terminate, or obligation to proceed depend on a stated event, standard, deadline, or approval.

https://www.passgeorgiarealestate.com/glossary/contingency

RECOMMENDED NEXT COMPLETE LESSON

Contracts complete lesson

https://www.passgeorgiarealestate.com/study-guide/contracts/purchase-agreements

EXAM SOURCES AND AUTHORITY NOTES

1. PSI Georgia Candidate Information Bulletin, 7/1/2026

Official exam administration and content-outline source.

https://test-takers.psiexams.com/api/content/bulletin/4672

2. Georgia Real Estate License Law, O.C.G.A. Title 43, Chapter 40

GREC's official portal to Title 43, Chapter 40 and related real estate laws.

https://grec.state.ga.us/information-research/license-law/