

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL	
OMB Number:	3235-0287
Estimated average burden hours per response:	0.5

1. Name and Address of Reporting Person* <b>MASTERS ROBERT</b>  (Last) (First) (Middle) <b>C/O ACADIA REALTY TRUST</b> <b>1311 MAMARONECK AVENUE, SUITE 260</b>  (Street) <b>WHITE PLAINS NY 10605</b>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <b>ACADIA REALTY TRUST [ AKR ]</b>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner X Officer (give title below) Other (specify below) <b>Sr. VP and General Counsel</b>
	3. Date of Earliest Transaction (Month/Day/Year) <b>01/06/2009</b>	
		6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Shares of Beneficial Interest - \$.001 Par Value	01/06/2009		F		6,656 <sup>(1)</sup>	D	\$14.43	45,989	D	
Common Shares of Beneficial Interest - \$.001 Par Value	01/06/2009		M		24,396 <sup>(2)</sup>	A	\$0	70,385	D	
Common Shares of Beneficial Interest - \$.001 Par Value	01/06/2009		F		10,685 <sup>(3)</sup>	D	\$0	59,700 <sup>(4)</sup>	D	

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					
Deferred Common Shares of Beneficial Interest - Equivalent	\$0	01/06/2009		M			24,396	(2)	(2)	Deferred Common Shares	\$0	0 <sup>(5)</sup>	D	

**Explanation of Responses:**

- Mr. Masters canceled these Shares in order to satisfy his tax obligation arising from the vesting of 14,769 Shares previously granted as Restricted Shares.
- Mr. Masters acquired these Shares on December 17, 2004, when they were placed in a deferred account, pursuant to an Agreement with the Company. Those deferred Shares are now being converted to unrestricted, Common Shares.
- Mr. Masters canceled these shares in order to satisfy his tax obligation arising from the conversion of the deferred Shares to Common Shares.
- This number represents 15,847 unvested, Restricted Shares and 43,853 vested Shares.
- Mr. Masters no longer owns any Deferred Common Shares. He does, however, own 6,389 Options to purchase Common Shares; 10,558 restricted limited partnership units in Acadia Realty Limited Partnership (LTIPS); and 2,357 unrestricted LTIP Units.

/s/ Robert Masters

01/08/2009

\*\* Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.