

**Schedule D-1**  
(Rev. 2008)

STATE OF HAWAII — DEPARTMENT OF TAXATION  
**Sales of Business Property**  
(Also Involuntary Conversions and Recapture Amounts Under IRC Sections 179 and 280F(b)(2))

**2008**

► To be filed with Form N-15, N-20, N-30, N-35, N-40, etc. – See separate instructions, including those for N-11 or N-15

**CAUTION: Do not confuse this schedule with the federal Schedule D-1.**

Name(s) as shown on tax return

Social Security Number or Federal Employer I.D. No.

**Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty and Theft – Most Property Held More Than 1 Year**

- Notes:**
- Use federal Form 4684 to report involuntary conversions from casualty and theft.
  - File federal Form 6198 if you are reporting a loss and have amounts invested in the activity for which you are not at risk. (See Instructions under "At-Risk Rules")
  - Complete federal Form 8582 before you complete Schedule D-1 if you are reporting a loss from a passive activity. (See Instructions under "Passive Loss Limitations")

**1** Enter the gross proceeds from sales or exchanges reported to you for 2008 on federal Form(s) 1099-B or 1099-S (or a substitute statement) that you will be including on line 2 (Column d), line 11 (Column d), or line 21. .... **1**

(a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed (or allowable) since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) LOSS (f) minus the sum of (d) and (e)	(h) GAIN (d) plus (e) minus (f)
<b>2</b>							

<b>3</b> Gain, if any, from federal Form 4684, line 39.....	<b>3</b>	
<b>4</b> IRC section 1231 gain from installment sales from federal Form 6252, line 26 or 37 .....	<b>4</b>	
<b>5</b> IRC section 1231 gain or (loss) from like-kind exchanges from federal Form 8824 .....	<b>5</b>	
<b>6</b> Gain, if any, from Part III, line 33, from other than casualty or theft .....	<b>6</b>	
<b>7</b> Add lines 2 through 6 in columns (g) and (h).....	<b>7</b>	( )

**8** Combine columns (g) and (h) of line 7. Enter gain or (loss) here, and on the appropriate line as follows: *Partnerships on N-20, Sch. K, line 6; S corps on N-35, Sch. K, line 5. Skip lines 9, 10, 12 & 13.*..... **8**

If line 8 is zero or a loss, enter the amount on line 12 below and skip lines 9 and 10. If line 8 is a gain and you did not have any prior year IRC section 1231 losses, or they were recaptured in an earlier year, enter the gain as a long-term capital gain on Schedule D for your return or on the Capital Gain/Loss Worksheet in the Form N-11 Instructions or in the Form N-15 Instructions and skip lines 9, 10, 12, and 13, below.

<b>9</b> Nonrecaptured net IRC section 1231 losses from prior years (see Instructions).....	<b>9</b>	
<b>10</b> Line 8 minus line 9. If zero or less, enter zero .....	<b>10</b>	

If line 10 is zero, enter the amount from line 8 on line 13 below. If line 10 is more than zero, enter the amount from line 9 on line 13 below, and enter the amount from line 10 as a long-term capital gain on Schedule D for your return or on the Capital Gain/Loss Worksheet in the Form N-11 Instructions or in the Form N-15 Instructions. (See specific Instructions for line 10.)

**Part II Ordinary Gains and Losses**

**11** Ordinary gains and losses not included on lines 12 through 18 (include property held 1 year or less)

(a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed (or allowable) since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) LOSS (f) minus the sum of (d) and (e)	(h) GAIN (d) plus (e) minus (f)

<b>12</b> Loss, if any, from line 8 .....	<b>12</b>	
<b>13</b> Gain, if any, from line 8, or amount from line 9 if applicable .....	<b>13</b>	
<b>14</b> Gain, if any, from Part III, line 32 .....	<b>14</b>	
<b>15</b> Net gain or (loss) from federal Form 4684, lines 31 and 38a .....	<b>15</b>	
<b>16</b> Ordinary gain from installment sales from federal Form 6252, line 25 or 36.....	<b>16</b>	
<b>17</b> Ordinary gain or (loss) from like-kind exchanges from federal Form 8824.....	<b>17</b>	
<b>18</b> Add lines 11 through 17 in columns (g) and (h).....	<b>18</b>	( )

**19** Combine columns (g) and (h) of line 18. Enter gain or (loss) here, and on the appropriate line as follows: .....

- a** For all except individual returns: Enter the gain or (loss) from line 19, on the return being filed. (Form N-30, etc.)  
**b** For individual return, Form N-15, see below. See instructions for Form N-11.

- (1) If the loss on line 12 includes a loss from federal Form 4684, line 35, column (b) (ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Worksheet A-6, line 28, in the Form N-11 Instructions or on Worksheet NR-6, line 32 or 33, or on Worksheet PY-6, line 60 or 61 in the Form N-15 Instructions; and the part of the loss from property used as an employee on Worksheet A-6, line 23, on Worksheet NR-6, line 26 or 27, or on Worksheet PY-6, line 49 or 50. Identify as from "Schedule D-1, line 19b(1)." .....
- (2) Redetermine the gain or (loss) on line 19, excluding the loss (if any) on line 19b(1). Enter here and on Form N-15, line 14.....

<b>19b(1)</b>	
<b>19b(2)</b>	

**Part III Gain from Disposition of Property Under IRC Sections 1245, 1250, 1252, 1254, and 1255**

20 (a) Description of IRC sections 1245, 1250, 1252, 1254, or 1255 property:	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)
A		
B		
C		
D		

Relate lines 20A through 20D to these columns		Property A	Property B	Property C	Property D
21 Gross sales price (Note: See line 1 before completing.)	21				
22 Cost or other basis plus expense of sale	22				
23 Depreciation (or depletion) allowed or allowable	23				
24 Adjusted basis. Line 22 minus line 23	24				
25 Total gain. Line 21 minus line 24	25				
<b>26 If IRC section 1245 property:</b>					
a Depreciation allowed or allowable after applicable date (see Instructions)	26a				
b Enter smaller of line 25 or 26a	26b				
<b>27 If IRC section 1250 property:</b> (If straight line depreciation was used, enter zero on line 27i)					
a Additional depreciation after 12/31/76 (see Instructions)	27a				
b Applicable percentage times the smaller of line 25 or line 27a (see Instructions)	27b				
c Line 25 minus line 27a. If residential rental property or line 25 is not more than line 27a, skip lines 27d through 27h	27c				
d Additional depreciation after 12/31/74 and before 1/1/77	27d				
e Applicable percentage times the smaller of line 27c or 27d (see Instructions)	27e				
f Line 27c minus line 27d. If line 27c is not more than line 27d, skip lines 27g and 27h	27f				
g Additional depreciation after 12/31/64 and before 1/1/75	27g				
h Applicable percentage times the smaller of line 27f or 27g (see Instructions)	27h				
i Add line 27b, 27e, and 27h	27i				
<b>28 If IRC section 1252 property:</b> Skip this section if you did not dispose of farmland or if this form is being completed for a partnership.					
a Soil, water and land clearing expenses made after 12/31/76	28a				
b Line 28a times applicable percentage (see Instructions)	28b				
c Enter smaller of line 25 or 28b	28c				
<b>29 If IRC section 1254 property:</b>					
a Intangible drilling and development costs deducted after 12/31/76 (see Instructions)	29a				
b Enter smaller of line 25 or 29a	29b				
<b>30 If IRC section 1255 property:</b>					
a Applicable percentage of payments excluded from income under IRC section 126 (see Instructions)	30a				
b Enter smaller of line 25 or 30a	30b				

**Summary of Part III Gains (Complete Property columns A through D through line 30b before going on to line 31.)**

31 Total gains for all properties. Add columns A through D, line 25	31	
32 Add property columns A through D, lines 26b, 27i, 28c, 29b, and 30b. Enter here and on Part II, line 14.	32	
33 Line 31 minus line 32. Enter the portion from casualty or theft on federal Form 4684, line 33. Enter the portion from other than casualty or theft on Schedule D-1, Part I, line 6	33	

**Part IV Recapture Amounts Under IRC Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less (See Instructions for Part IV.)**

		(a) Section 179	(b) Section 280F(b)(2)
34 IRC section 179 expense deduction or depreciation allowable in prior years	34		
35 Recomputed depreciation (see Instructions)	35		
36 Recapture amount. (line 34 minus line 35) (see Instructions for where to report)	36		