

SCHEDULE K-1
FORM N-35
(REV. 2025)

PREPARE IN TRIPPLICATE
For EACH Shareholder
Copy 1 File with N-35
Copy 2 S Corporation Copy
Copy 3 Shareholder's Copy

STATE OF HAWAII — DEPARTMENT OF TAXATION
**SHAREHOLDER'S SHARE OF INCOME, CREDITS,
DEDUCTIONS, ETC.**

For calendar year 2025 or other tax year
beginning _____, 2025 and ending _____, 20_____

2025



N35SCHK1_I 2025A 01 VID01

Shareholder's identifying number ►

Shareholder's name, mailing address, and Postal/ZIP code

Corporation's Federal identifying number (FEIN) ►

Corporation's name, mailing address, and Postal/ZIP code

A (1) Shareholder's percentage of stock ownership for tax year ► % and (2) Number of shares owned by shareholder at tax year end ► (See Instructions for Schedule K-1)

B Check applicable boxes: (1) Final K-1 (2) Amended K-1

Caution: Refer to Shareholder's Instructions for Schedule K-1 before entering information from Schedule K-1 on your tax return.

	(a) Pro rata share items	(b) Attributable to Hawaii	(c) Attributable Elsewhere	(d) Form N-11* / N-15** filers enter the amounts in col. (b) and col. (c) on:
Income (Losses)	1 Ordinary income (loss) from trade or business activities			} See Shareholder's Instructions for Schedule K-1 (N-35). Interest Worksheet Line 9 See Shareholder's Instructions. Capital Gain/Loss Worksheet Capital Gain/Loss Worksheet Schedule D-1, line 2 (Enter on applicable line of your return)
	2 Net income (loss) from rental real estate activities			
	3 Net income (loss) from other rental activities			
	4 Interest			
	5 Ordinary Dividends			
	6 Royalties			
	7 Net short-term capital gain (loss)			
	8 Net long-term capital gain (loss)			
	9 Net section 1231 gain (loss)			
	10 Other income (loss) (attach schedule)			
Deductions	11 Charitable contributions			Worksheet A-4, PY-4, or NR-4
	12 IRC section 179 expense deduction (attach schedule)			See Shareholder's Instructions.
	13 Deductions related to portfolio income (loss) (attach schedule)			Worksheet A-6, PY-6, or NR-6
	14 Other deductions (attach schedule)			(Enter on applicable line of your return)
Investment Interest	15 a Interest expense on investment debts			Form N-158, line 1
	b (1) Investment income included on lines 4, 5, and 6 above			} See Shareholder's Instructions for Schedule K-1 (N-35).
	(2) Investment expense included on line 13 above			

* For Form N-11 filers, if your federal Schedule K-1 (Form 1120S) and Hawaii Schedule K-1 (Form N-35) amounts are different, the necessary adjustments are to be made in the Hawaii Additions Worksheet and/or Hawaii Subtractions Worksheet in the Form N-11 Instructions.

**For Form N-15 filers, the referenced worksheets are located in the Form N-15 Instructions.

Purpose of Schedule K-1 — The S corporation uses Schedule K-1 (Form N-35) to report to you your share of the corporation's income (reduced by any tax the corporation paid on the income), credits, deductions, etc. Please keep it for your records.

Although the corporation is subject to a built-in gains tax, an excess net passive income tax, and a LIFO recapture tax, you are liable for the income tax on your share of the corporation's income, whether or not distributed, and you must include your share on your tax return.

Use these instructions to help you report the items shown on Schedule K-1 on your Hawaii income tax return. Where "(attach schedule)" appears on lines 10, 12, 13, 14, and 22a, it means the information for these lines (if applicable) will be shown on line 30, or if additional space was needed, the corporation will have attached a statement to your Schedule K-1 to show the information. The notation "(See

Instructions for Schedule K-1)" in item A is directed only to the corporation.

Schedule K-1 does not show the amount of actual dividend distributions the corporation paid to you. The corporation must report to you such amounts on Form 1099-DIV. Resident shareholders' actual dividend distributions are already included in federal adjusted gross income (federal AGI) for Form N-11 filers.

Schedule K-1 now provides you with information relating to the source of your share of the income of the S corporation. This is required under provisions of section 235-128, Hawaii Revised Statutes. How this income is reported by you to the State of Hawaii depends on your residency status. Shareholders who are Hawaii residents are to report the total sum of the income, deductions, and credits attributable to Hawaii and the income, deductions, and credits attributable elsewhere. Shareholders who

are not residents of Hawaii or who are part-year residents of Hawaii are to use amounts attributable to Hawaii and the total sum of amounts attributable to Hawaii and amounts attributable elsewhere in preparing their Hawaii income tax returns. Income attributable to Hawaii is reported by all shareholders net of adjustments allowed to corporations. The total of your share of these adjustments is shown on line 22a and are explained on line 30. Items of income or deductions should be reported on your return net of these adjustments. Resident shareholders may make an adjustment to income reported on their net income tax return for interest penalty on early withdrawal of savings, if a penalty was imposed on the early withdrawal of savings by the S corporation and the interest income is not attributable to Hawaii. The amount of this deduction appears on line 23.

FORM N-35

SCHEDULE K-1 (REV. 2025)

	(a) Pro rata share items	(b) Attributable to Hawaii	(c) Attributable Elsewhere	(d) Form N-11/N-15 filers enter on:
Credits	16 a Fuel Tax Credit for Commercial Fishers.....			Form N-163
	b Total cost of qualifying property for the Capital Goods Excise Tax Credit.....			Form N-312, Part I
	c Amounts needed to claim the Enterprise Zone Tax Credit.....	See attached Form N-756A.		Form N-756
	d Hawaii Low-Income Housing Tax Credit			Form N-586
	e Credit for Employment of Vocational Rehabilitation Referrals			Form N-884
	f Qualified production costs for the Motion Picture, Digital Media, and Film Production Income Tax Credit			Form N-340
	g Credit for School Repair and Maintenance			Form N-330
	h Renewable Energy Technologies Income Tax Credit.....	See attached Form N-342A.		Form N-342
	i Important Agricultural Land Qualified Agricultural Cost Tax Credit.....			Form N-344
	j Tax Credit for Research Activities			Form N-346
	k Historic Preservation Income Tax Credit			Form N-325
	l Renewable Fuels Production Tax Credit for Years After 12/31/21			Form N-360
	m Pass-Through Entity Tax Credit			Form N-362
	n Credit for income tax withheld on Form N-288A (net of refunds).....			
Other Items	o Credit for Hawaii income tax withheld on Form N-4 (Nonresident shareholders only).....			
	p Pro rata share of net income tax paid by the S corporation to states which do not recognize the corporation's "S" status. (Resident and part-year resident shareholders only).....			
	17 Property distributions (including cash) other than dividend distributions reported to you on federal Form 1099-DIV			
	18 Tax exempt interest income			
	19 Other tax exempt income.....			
	20 Nondeductible expenses.....			
	21 Amount of loan repayments for "Loans from Shareholders."			
Recapture of Tax Credits	22 a Corporate adjustments to income attributable to Hawaii (attach schedule).....			
	b Personal adjustments to income attributable elsewhere.....			
	23 Interest penalty on early withdrawal of savings			
	24 Recapture of Hawaii Low-Income Housing Tax Credit: a From IRC section 42(j)(5) partnerships.....			
	b Other than on line 24a.....			
Supplemental Information	25 Capital Goods Excise Tax Credit Properties	See attached N-312, Part II.		Form N-586, Part III
	26 Recapture of Tax Credit for Flood Victims.....			Form N-312, Part II
	27 Recapture of Important Agricultural Land Qualified Agricultural Cost Tax Credit.....			Form N-338
	28 Recapture of Capital Infrastructure Tax Credit.....			Form N-344
	29 Recapture of Historic Preservation Income Tax Credit			Form N-348
	30 Supplemental information for lines 10, 12, 13, 14, 22a, or other items and amounts not included in lines 1 through 29 that are required to be reported separately to each shareholder (attach additional schedules if more space is needed):			Form N-325