If you are claiming exemptions/deductions on your periodic and annual general excise/use tax return (Forms G-45 and G-49), you MUST complete and attach this form to your tax return.

**PART I — LIST DETAILS CONCERNING “EXEMPTIONS” AND “DEDUCTIONS” CLAIMED**

Note: Most ordinary business expenses are NOT DEDUCTIBLE (e.g., materials, supplies, etc.) on your general excise tax return. If claims are not explained here, exemptions and/or deductions will be disallowed and proposed assessments prepared against you. If you are claiming a deduction for payments to subcontractors, you must complete both Parts I and III. For subleases, see Form G-72 and complete both Parts I and IV. For wholesale sales of amusements, see Form G-81. If you split your gross income with another licensed taxpayer under §237-18, complete Part V. See page 2 for Specific Instructions.

Grand Total of Exemptions and Deductions — Transfer to Form G-45, line 37 or Form G-49, line 39. If more space is needed, attach a schedule. Include the total deductions claimed from any attachments in this total.

**PART II — FEDERALLY PREEMPTED DEDUCTION EXPLANATION**

If the amount claimed is exempt due to federal preemption, cite the federal statute (i.e., title and section of the United States Code) and provide an explanation of the exemption. If more space is needed, attach a statement.

**PART III — SUBCONTRACTOR INFORMATION**

If you claimed a subcontractor deduction, complete the required information below. If you have more than three (3) subcontractors, show those accounting for the largest deductions on this page and attach a schedule with the information for the remaining subcontractors.

Total Subcontract Deductions Claimed. Include the total deductions claimed from any attachments in this total.

**PART IV — LESSOR INFORMATION FOR SUBLEASE DEDUCTION**

If you claimed a sublease deduction, complete the required information below for each of your LESSORs. If you made deductible payments to more than two lessors, show those that received the largest amounts on this page and attach a statement that includes the information for the other Lessors.

**PART V — CLASSIFICATION AND INFORMATION FOR DIVISION OF INCOME**

If you split your gross income with another licensed taxpayer under §237-18, complete the required information below for the other taxpayers and their share of the income. If you split income with more than three (3) taxpayers, show those with the largest income on this page and attach a list with the information for the other taxpayers. For more information, see the Part V Instructions.
Specific Instructions for Part I
Details of Exemptions/Deductions (ED)

Note: Most ordinary business expenses are NOT DEDUCTIBLE (e.g., materials, supplies, etc.) on your general excise tax return.

You must explain your exemptions and deductions by tax District, otherwise they will be disallowed and you will owe more taxes. For each ED code you claim, enter:

1. For the “Activity” column, enter the line number from your general excise tax return for the activity. For example, the activity code for wholesaling is “1,” since wholesaling is reported on line 1; for Contracting it is “10,” since contracting is reported on line 10; for Insurance Commissions is it “18,” since Insurance Commissions are reported on line 18; and for Part IV “Kauai” it is “22,” since the Kauai County Surcharge is reported on line 22.

2. For the ED Code please see the list of codes below and enter the corresponding ED code. List each ED code only ONCE per Activity and District.

3. Enter the Tax District in which the exemption/deduction is claimed. (Oahu enter “1”; Maui enter “2”; Hawaii enter “3”; Kauai enter “4”)

4. Enter your total amount of the exemption/deduction claimed for that Activity, ED Code and District.

Example: Taxpayer A has made a $2,000 sale of tangible personal property to the Federal Government on Oahu. Taxpayer A enters the following to justify their deduction entered in Column b of the General Excise Tax Return:

<table>
<thead>
<tr>
<th>ACTIVITY</th>
<th>ED CODE</th>
<th>DISTRICT</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>8</td>
<td>141</td>
<td>1</td>
<td>2,000</td>
</tr>
</tbody>
</table>

Description (HRS)  ED Code
A
Affordable Housing (§46-15.1, 201H-36, 237-29, 238-3(i))..100
Air Pollution Control Facilities (§237-27.5, 238-3(k))..101
Aircraft Leasing (§§237-24.3(11), 238-1)....102
Aircraft Service and Maintenance Facility (§237-24.9, 238-1)....103
B
Bad Debts (§237-3(b)).........104
C
Certain Convention, Conference and Trade Show (§237-16.8)....105
Common Paymaster Exemption (§237-23.5(b))....106
Contracting Activity in an Enterprise Zone (§209E-11)....107
County Surcharge – Certain Contracts Entered into Before 6/30/2006 - Oahu (§237-8.6(c))....108
Before 6/30/2018 - Oahu and Kauai (§237-8.6(c))....109
No Nexus Sales (§237-8.6(b))....110
Sublease Deduction (§237-8.6(d))....111
Wholesale Amusements (§237-8.6(d))....112
D
Diplomats and Consular Officials (§§237-24.3(10), 238-1)....113
Disability Provisions (§237-24.13)....114
Discounts and Returned Merchandise (§237-3(b))....115
Drugs and Prosthetic Devices (§237-24.3(6))....116
E
Employee Benefit Plans (§237-24.3(4))....117
Enterprise Zones (§209E-11)....118
Exported Intangibles (§237-29.57)....119
Exported Services (§237-29.53)....120
F
Federal Cost-Plus Contractors (§237-13.3(C))....121
Federal Preempted
Amount (§§237-22, 238-3(a))....122
Food Stamps and WIC (§237-24.3(5))....123
Foreign Trade Zone Sales (§212-8)....124
H
Hawaii Convention Center Operator (§237-24.75(2))....125
Hotel Operator/Suboperator (§237-24.7(1))....126
I
Insurance Proceeds Received Because of a Natural Disaster (§237-24.7(6))....127
Intercompany Charges (§237-23.5(a))....128
L
Labor Organizations (§237-24.3(9))....129
Lease/Sublease of Real Property (§237-16.5)....130
M
Maintenance Fees (§§237-24.3(2), 237-24(16))....131
Mass Transit (§237-24.7(2))....132
MERCHANTS’ ASSOCIATION DUES (§237-24.3(8))....133
N
Non-profit Organizations (§237-23)....134
O
Orchard Operator (§237-24.7(4))....135
Out of State Sales (§237-29.5(1))....136
Out of State Services (§237-29.53)....137
P
Patient-Centered Community Care (§237-24.18)....138
Petroleum Refining (§237-27)....139
Potable Water (§237-23(a)(7))....140
Professional Employer Organizations (§237-24.75(3))....141
Q
R
Real Estate Sales (§237-3(b))....142
Reimbursement of Payroll Costs (§237-24.7(9))....143
S
Sales Tax Offset (§§237-22(b), 238-3(i))....144
Sales to Federal Government and Credit Unions (§237-25(a))....145
Scientific Contracts (§§237-26, 238-3(j))....146
Service Related to Ship & Aircraft (§237-24.3(3))....147
Shipbuilding and Repair (§237-21.5)....148
Shipping and Handling of Agricultural Commodities (§237-24.3(1))....149
Small Business Innovation Research Grants (§237-24.7(10))....150
Stock Exchange Transactions (§237-24.5)....151
Subcontract Deduction (§237-13.3(B))....152
Sugar Cane Payments to Independent Producers (§237-24.14)....153
T
U
Use Tax, Only for (not for GE) — Imported for Resale at Wholesale (§§238-2(1), 238-2.3)....155
Imported Services or Contracting to be Used Outside of Hawaii (§238-1)....156
Producers (Certain property used (§238-4))....157
W
Wholesale Amusements (§237-4(a)(13))....158
Wholesale Transactions (Sales of tangible imported property for further resale at 12%) (§§237-29.55)....159

*Additional information is required to claim these exemptions. Complete Parts II, III and/or IV.

PART V — CLASSIFICATION AND INFORMATION FOR DIVISION OF INCOME

If you split income with a taxpayer shown on page 1 under more than one § Code, total the amounts for the taxpayer, enter “See Attached” in the § Code field, and provide a separate statement listing each taxpayer’s Hawaii Tax I.D. No., Name and DBA Name, § Code and amount.

Description (HRS)  § Code
A
Coin Operated Devices (§237-18(a))....18A
Insurance Agents and Realtors (§237-18(c))....18E

Description (HRS)  § Code
B
Motor Carriers (§237-18(h))....18H
Producers and Promoters (§237-18(b))....18B

Description (HRS)  § Code
C
Tour Packagers/Travel Agents – Tourism Related Services (§237-18(f))....18F
Noncommissioned Transient Accommodations (§237-18(g))....18G