

Hawaii Tax Relief

Information provided by:
Granite Exchange Services, Inc.
877-937-1031 • ges1031.com

Professional resources for Investors, Closers, Realtors, CPAs and Attorneys.

IRS Grants Extension to Earthquake Victims in Hawaii County:

The IRS announced special tax relief for those affected by the Hawaii earthquake on October 15, 2006.

Covered Area:

The Presidential Disaster Area covered is the county of Hawaii.

Affected Taxpayers:

Taxpayers considered to be affected are those individuals who live, and businesses whose principal place of business is located, in the covered disaster area. Taxpayers not in the covered area, but whose books, records, or tax professionals' offices are in the covered area, are entitled to relief **or**;

A taxpayer who has difficulty meeting the 45-day or 180-day requirements of a 1031 tax deferred exchange for the following or similar reasons are also entitled to relief.

- (A) The relinquished property or the replacement property is located in the covered disaster area;
- (B) The principal place of business of **any** party to the transaction is located in the covered disaster area;
- (C) Any party or employee of such party is killed or missing as a result of the Presidentially declared disaster;
- (D) A document prepared in connection with the exchange or relevant land record is destroyed, damaged, or lost as a result of the Presidentially declared disaster;
- (E) A lender refuses or decided not to fund a loan due to the declared disaster;
- (F) A title company is unable to provide the required title insurance policy necessary to close the transaction due to the declared disaster.

Deadlines:

Deadlines for affected taxpayers to perform time-sensitive acts falling on or after Oct. 15, 2006, and on or before Dec. 26, 2006

Grant Of Relief:

The relief described in Section 17 of Rev. Proc. 2005-27, pertaining to like-kind exchanges of property, also applies to certain taxpayers who are not otherwise affected taxpayers and may include acts required to be performed before or after the period above. Time-sensitive acts that fall on or after the date of a Presidentially declared disaster is postponed 120 days or to the last day of the general disaster extension, whichever is later.

Affected taxpayers need to identify themselves to the IRS by writing "**Earthquake-HI**" in **red ink** at the top of their tax form or any other document filed with the IRS.

Specializing in:

Delayed
Simultaneous
Reverse
Improvement
Multi-property



**GRANITE
EXCHANGE
SERVICES**

National Headquarters:

877-937-1031

www.ges1031.com