

Adjustments to Basis in TaxSlayer–TY2016

Enter Capital Gain/Loss Transactions in TaxSlayer

For most transactions, you do not need to adjust the basis. You may need to adjust the basis if you received a Form 1099-B or 1099-S (or substitute statement) that is incorrect, if you are excluding or postponing a capital gain, if you have a disallowed loss, or in certain other situations. Details are in the table below.

| OUT OF SCOPE IF . . . | THEN select from the dropdown list. | Adjustment Code that Will Appear on Form 8949 |
|--|---|---|
| <ul style="list-style-type: none"> If the basis was not reported to the IRS, enter the correct basis and make no adjustment. If the basis was reported to the IRS, enter the basis shown on Form 1099-B (or substitute statement), even though that basis is incorrect. Correct the error by entering an adjustment. | Form 1099-B with Basis in Box 3 is Incorrect & Correct Basis is Lower or Higher | B |
| Enter the proceeds as reported in Box 1d. Enter as an adjustment using a minus sign for any selling expenses that you paid (and that are not reflected on the form or statement you received). | Form 1099-B with Basis in Box 3 is Incorrect & Correct Basis is Lower or Higher | B |
| Enter transaction with correct term (long or short) | Other Adjustments | O |
| Report the sale or exchange without considering the exclusion. Then enter the amount of the exclusion (nontaxable gain) as a negative number (use a minus sign) as an adjustment. | Exclude Some/All of the Gain from the Sale of Your Main Home | H. |
| Report the sale or exchange and enter the amount of the nondeductible loss as an adjustment. See Nondeductible Losses in the Instructions for Schedule D | Nondeductible loss other than a Wash Sale | L |
| See Exception to reporting each transaction on a separate row. Enter -0- as the adjustment amount unless an adjustment is required because of another code. | Other Adjustments | O |
| Enter the appropriate adjustment. | Other Adjustments | O |
| Report the sale or exchange and enter the amount of the nondeductible loss as an adjustment. | Nondeductible Loss from a Wash Sale | W |

Adjustments to Basis in TaxSlayer– TY2016 (continued)

| OUT OF SCOPE IF . . . | THEN select from the dropdown list. | Adjustment Code that Will Appear on Form 8949 |
|--|---|--|
| You received a Form 1099-B or 1099-S (or substitute statement) as a nominee for the actual owner of the property | Nominee Capital Gain Distributions | N |
| You sold or exchanged qualified small business stock and can exclude part of the gain. | Exclude Part of the Gain from the Sale of QSB Stock | Q |
| You can exclude all or part of your gain under the rules explained in the Schedule D instructions for DC Zone assets or qualified community assets. | Exclude gain from Dist. of Columbia Enterprise Zone or Qualified Community Assets | X |
| You are electing to postpone all or part of your gain under the rules explained in the Schedule D instructions for any rollover of gain (for example, rollover of gain from QSB stock or publicly traded securities) . . . | Rollover of Gain from QSB, Empowerment Zone Assets, sold publicly traded securities, etc. | R. |
| You had a loss from the sale, exchange, or worthlessness of small business (section 1244) stock and the total loss is more than the maximum amount that can be treated as an ordinary loss | Exclude Part of the Gain from the Sale of QSB Stock | S |
| You disposed of collectibles (see the Schedule D instructions). | Other Adjustments | O |