

REPORT TO THE THIRTIETH LEGISLATURE
2020 REGULAR SESSION
ON
HISTORIC PRESERVATION INCOME TAX CREDIT
FOR FISCAL YEAR 2018-2019



PREPARED BY:

STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES
IN RESPONSE TO
ACT 267, SESSION LAWS OF HAWAII 2019

HONOLULU, HAWAII
NOVEMBER 2019

THE HAWAII HISTORIC PRESERVATION SPECIAL FUND
FOR FISCAL YEAR 2018-2019

BACKGROUND

Act 267, Session Laws of Hawaii 2019, amended Chapter 235, Hawaii Revised Statutes, adding a new section to be appropriately designated as “§235- Historic preservation income tax credit...” to allow to each taxpayer subject to the tax imposed by this chapter a historic preservation income tax credit for substantial rehabilitation of a certified historic structure that shall be deductible from the taxpayer’s net income tax liability, if any, imposed by this chapter for the taxable year in which the tax credit is properly claimed.

ACCOMPLISHMENTS

During 2019, the Department of Land and Natural Resources’ State Historic Preservation Division (SHPD) developed an initial working draft of the Historic Preservation Income Tax Credit for internal review and in preparation for submittal under formal review and approval of the administrative rule making process. Furthermore, it is anticipated that it will take approximately 24 to 30 months before the formal review, including public meetings and subsequent revisions, conclude with final approval and acceptance.

FUTURE ACTIONS

During Fiscal Year 2019-2020, SHPD will continue to work completing a final draft of the Historic Preservation Income Tax Credit for submittal under the administrative rule making process for formal review and approval.