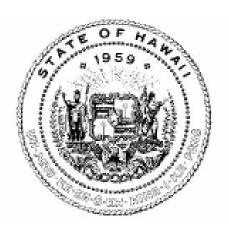
# REPORT TO THE THIRTIETH LEGISLATURE 2020 REGULAR SESSION ON HISTORIC PRESERVATION INCOME TAX CREDIT FOR FISCAL YEAR 2018-2019



# PREPARED BY:

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

HONOLULU, HAWAIʻI 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 form 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.