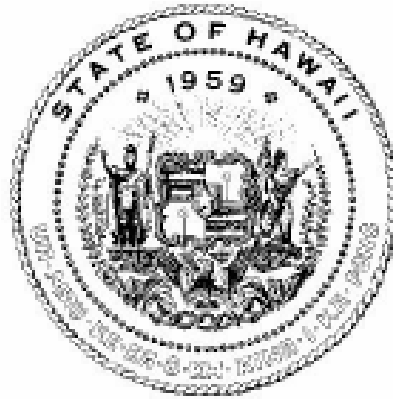


REPORT TO THE THIRTY-SECOND LEGISLATURE  
2023 REGULAR SESSION  
ON  
CHAPTER 235, HAWAII REVISED STATUTES, HISTORIC PRESERVATION INCOME  
TAX CREDIT  
FOR FISCAL YEAR 2021-2022



PREPARED BY:

STATE OF HAWAII  
DEPARTMENT OF LAND AND NATURAL RESOURCES  
IN RESPONSE TO  
CHAPTER 235-(1), HRS,  
HONOLULU, HAWAII  
OCTOBER 2022

THE HAWAII HISTORIC PRESERVATION SPECIAL FUND  
FOR FISCAL YEAR 2021-2022

BACKGROUND

Chapter 235, Hawaii Revised Statutes, was amended by Act 267, SLH 2019, 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

The State Historic Preservation Division’s (SHPD) is up to date in implementing and utilizing the standards and guidelines developed & implemented by the National Park Service for the federal historic preservation tax credit program. As a result, it has in place the necessary forms and procedures in reviewing the applications and determining which applications qualify for the income tax credit. During FY 2021-2022, the SHPD approved one income tax credit which consumed just about all of the \$1 million program cap.

FUTURE PROGRAMS

For FY 23 the SHPD is currently reviewing and considering another application for approval in accordance with the income tax credit program.