SHAN TSUTSUI



MARIA E. ZIELINSKI DIRECTOR OF TAXATION

JOSEPH K. KIM
DEPUTY DIRECTOR

DEPT. COMM. NO. 325

DEPARTMENT OF TAXATION

P.O. BOX 259 HONOLULU, HAWAII 96809 PHONE NO: (808) 587-1540 FAX NO: (808) 587-1560

January 27, 2016

The Honorable Ronald Kouchi Senate President State Senate State Capitol Honolulu, Hawaii 96813 The Honorable Joseph Souki Speaker of the House State House of Representatives State Capitol Honolulu, Hawaii 96813

Re: Chapter 487N, Hawaii Revised Statues – Report of Security Breach

of Personal Information

Dear Senate President Kouchi and Speaker Souki:

In compliance with Chapter 487N, Hawaii Revised Statutes, Security Breach of Personal Information, the Department of Taxation (Department) is submitting this written report to notify you that a security breach was discovered on January 25, 2016.

The breach occurred when a Department of Taxation (Department) employee was responding to an inquiry from the Bureau of Conveyances (BOC) regarding the validity of a recorded lien that had been filed against one of the previous property owners. Department staff notified the BOC staff that the lien had not been paid off and emailed a copy of the last invoice the Department had mailed to the taxpayer in 2015 to the BOC staff without permission from the taxpayer.

The Department notified the affected taxpayer on January 27, 2016. A copy of the notice to the taxpayer is enclosed. To prevent this incident from recurring in the future, the Department will remind its staff to not share taxpayer information with anyone other than the taxpayer, unless express permission is obtained from the taxpayer.

Thank you for your attention to this matter. If you have any questions, please contact Mallory Fujitani at 587-1540.

Sincerely,

MARIA E. ZIELINSKI

Director of Taxatio