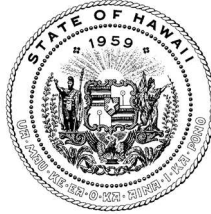


DAVID Y. IGE
GOVERNOR OF
HAWAII



DEPT. COMM. NO. 54

SUZANNE D. CASE
CHAIRPERSON
BOARD OF LAND AND NATURAL RESOURCES
COMMISSION ON WATER RESOURCE MANAGEMENT

ROBERT K. MASUDA
FIRST DEPUTY

M. KALEO MANUEL
DEPUTY DIRECTOR - WATER

AQUATIC RESOURCES
BOATING AND OCEAN RECREATION
BUREAU OF CONVEYANCES
COMMISSION ON WATER RESOURCE MANAGEMENT
CONSERVATION AND COASTAL LANDS
CONSERVATION AND RESOURCES ENFORCEMENT
ENGINEERING
FORESTRY AND WILDLIFE
HISTORIC PRESERVATION
KAHOOLAWE ISLAND RESERVE COMMISSION
LAND
STATE PARKS

**STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES**

POST OFFICE BOX 621
HONOLULU, HAWAII 96809

November 1, 2021

The Honorable Ronald D. Kouchi,
President
and Members of the Senate
Thirty-First State Legislature
State Capitol, Room 409
Honolulu, Hawaii 96813

The Honorable Scott K. Saiki, Speaker
and Members of the House of
Representatives
Thirty-First State Legislature
State Capitol, Room 431
Honolulu, Hawaii 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

For your information and consideration, I am transmitting a copy of the Historic Preservation Income Tax Credit For Fiscal Year 2020-2021 report, in response to Section 235-110.97(l), Hawaii Revised Statutes. In accordance with Section 93-16, HRS, a copy of this report has been transmitted to the Legislative Reference Bureau and the report may be viewed electronically at <https://files.hawaii.gov/dlnr/reports-to-the-legislature/2022/HP22-Historic-Preservation-Tax-Credit-Report-FY21.pdf>.

Sincerely,

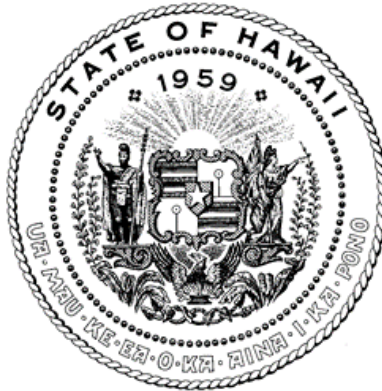
A handwritten signature in black ink that reads "Suzanne D. Case".

SUZANNE D. CASE
Chairperson

Enclosure

REPORT TO THE THIRTY-FIRST LEGISLATURE
2022 REGULAR SESSION

HISTORIC PRESERVATION INCOME TAX CREDIT
FOR FISCAL YEAR 2020-2021



STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES

In response to:
Section 235-110.97(l), Hawaii Revised Statutes

NOVEMBER 2021

HISTORIC PRESERVATION INCOME TAX CREDIT FOR FISCAL YEAR 2020-2021

BACKGROUND

Chapter 235, Hawaii Revised Statutes, was amended by Act 267, Session Laws of Hawaii 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) of the Department of Land and Natural Resources will be utilizing the standards and guidelines developed & implemented by the National Park Service for the federal historic preservation tax credit program. In addition, the Department of Taxation will be developing the application form and SHPD will be reviewing the applications and determining which applications qualify for the income tax credit.

FUTURE PROGRAMS

During Fiscal Year 2021-2022, the SHPD anticipates that the income tax credit will be available to interested applicants that meet the standards and guidelines developed & implemented by the National Park Service for the federal historic preservation tax credit program.