

OFFICE OF HISTORIC PRESERVATION

Addendum to Initial Statement of Reasons

Title 14, California Code of Regulations, Division 3, Chapter 11.5
California Register of Historical Resources: Modified New Section 4859

State Historic Rehabilitation Tax Credit

This Addendum to the Initial Statement of Reasons (ISOR) is being published in support of the modifications to the proposed new regulation. This Addendum explains the modifications and the reasons for these modifications and provides additional information to further clarify the regulatory proposal. This is an Addendum to the ISOR and does not replace it.

GENERAL OVERVIEW

The text of the proposed regulation was reorganized and reduced to improve readability and functionality. Changes that are sufficiently related include the following:

- Subsection 4859.01 has been revised to include details about the tax credit funding categories.
- Subsection 4859.01 has been revised to include qualifying projects in construction or that have not yet begun construction on January 1, 2022. Projects completed before January 1, 2022, will not qualify to apply.
- Subsection 4859.02 has been revised to define certification and functionally related buildings. The definitions for certified historic structure and certified rehabilitation has been revised to include additional details.
- Subsection 4859.03 heading is changed to Initial Project Application from Certifications of significance, rehabilitation, and information collection.
- Subsection 4859.03 has been revised to describe property eligibility, the application process, internal review process, and phased projects.
- Subsection 4859.03 has been revised to allow 365-days (one year) to commence construction after tax credit allocation from proposed 180-days. Verification of commencement will be completed by signed construction contract or Notice to Proceed sent to OHP before the deadline.
- Subsection 4859.03 has been revised to state that OHP will stop accepting applications and fees for SHRTC once the tax credit allocation is exhausted.
- Subsection 4859.04 heading is changed to Determination of Historic Significance from Certifications of historic significance.
- Subsection 4859.04 has been revised to exclude unnecessary information on moved properties.
- Subsection 4859.05 has been revised to further clarify the Completed Project Application review process.
- Subsection 4859.08 has been deleted and relevant information is incorporated into subsection 4859.03.