

**FORM
N-342A**
(REV. 2014)

STATE OF HAWAII—DEPARTMENT OF TAXATION
INFORMATION STATEMENT
CONCERNING RENEWABLE ENERGY TECHNOLOGIES INCOME TAX CREDIT
FOR SYSTEMS INSTALLED AND PLACED IN SERVICE ON OR AFTER JULY 1, 2009
(TO BE CLAIMED BY INDIVIDUAL OR CORPORATE SHAREHOLDERS OF S CORPORATIONS, MEMBERS OF PARTNERSHIPS,
BENEFICIARIES OF ESTATES OR TRUSTS, OR CONDOMINIUM APARTMENT ASSOCIATIONS)

**TAX
YEAR**
2014

Or fiscal year beginning _____, 2014, and ending _____, 20____.

ATTACH THIS STATEMENT TO FORM N-342

Name (S Corporation, Partnership, Estate, or Trust, or Condominium Apartment Association)

Social Security Number or Fed. Employer I.D. Number

Number and Street

City or Town, State and Postal/ZIP Code

Name of individual or corporation for whom this statement is being prepared

- ☐ S Corporation
☐ Partnership
☐ Estate or Trust
☐ Condominium Apartment Association

NOTE: Every Hawaii S corporation, partnership, estate, trust, or condominium apartment association is required to prepare this statement for each individual or corporate shareholder, member, or beneficiary, respectively, in order that the prorated amount of such entity's tax credit may be claimed by the individual or corporate taxpayer. Use a separate form for each eligible system. **Also attach a copy of this form as issued to each member to the return of the S corporation, partnership, estate, trust, or condominium apartment association.**

MEMBERS: USE THE INFORMATION PROVIDED ON THIS STATEMENT TO COMPLETE THE FORM N-342 USED TO CLAIM YOUR SHARE OF THIS TAX CREDIT. ATTACH BOTH THE FORM N-342 AND A COPY OF THIS FORM TO THE RETURN YOU FILE.

PHYSICAL PROPERTY ADDRESS WHERE THE SYSTEM WAS INSTALLED AND PLACED IN SERVICE:

Address (Number and Street)

City or Town

Postal/ZIP Code

COMPUTATION OF TAX CREDIT

SOLAR ENERGY SYSTEM

Enter date system was installed and placed in service ➤ ____/____/____

Enter **Total Output Capacity**, if credit is for an "other solar energy system" ➤ _____

1. Enter your total cost of the qualified solar energy system installed and placed in service in Hawaii.....	1		
2. Enter the amount of consumer incentive premiums, costs used for other credits, and utility rebate, if any, received for the qualifying solar energy system.....	2		
3. Actual cost of the solar energy system. (Subtract line 2 from line 1 and enter result.).....	3		
4. Is this solar energy system primarily used to heat water for household use? <input type="checkbox"/> Yes. Go to line 5. <input type="checkbox"/> No. Go to line 15.			
SYSTEM PRIMARILY USED TO HEAT WATER FOR HOUSEHOLD USE (lines 5 - 14)			
5. Enter the amount from line 3 that is installed and placed in service in Hawaii on single-family residential property.....	5		6
6. Enter 35% of line 5 or \$2,250, whichever is less.....	6		
7. Enter the amount from line 3 that is installed and placed in service in Hawaii on multi-family residential property.....	7		
8. Divide the total square feet of your unit by the total square feet of all units in the multi-family residential property. Enter the decimal (rounded to 2 decimal places). (See instructions.).....	8		
9. Actual per unit cost of the solar energy system. (Multiply line 7 by line 8 and enter result.).....	9		
10. Enter 35% of line 9 or \$350, whichever is less.....	10		
11. Multiply line 10 by the number of units you own to which the allocated unit cost on line 9 is applicable. (Number of units you own _____).....	11		
12. Enter the amount from line 3 that is installed and placed in service in Hawaii on commercial property.....	12		
13. Enter 35% of line 12 or \$250,000, whichever is less.....	13		
14. Add lines 6, 11, and 13, and enter result (but not less than zero).....	14		
SYSTEM NOT PRIMARILY USED TO HEAT WATER FOR HOUSEHOLD USE (lines 15 - 26)			
15. Enter the amount from line 3 that is installed and placed in service in Hawaii on single-family residential property.....	15		
16. Enter 35% of line 15 or \$5,000, whichever is less.....	16		
17. Was this system used as a substitute for a solar water heating system that is required for new single-family residential property constructed on or after January 1, 2010? <input type="checkbox"/> Yes. Enter 35% of line 15 or \$2,250, whichever is less. <input type="checkbox"/> No. Enter zero.	17		
18. Line 16 minus line 17.	18		
19. Enter the amount from line 3 that is installed and placed in service in Hawaii on multi-family residential property.....	19		
20. Divide the total square feet of your unit by the total square feet of all units in the multi-family residential property. Enter the decimal (rounded to 2 decimal places). (See instructions.).....	20		

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21. Actual per unit cost of the solar energy system. (Multiply line 19 by line 20 and enter result.).	21		
22. Enter 35% of line 21 or \$350, whichever is less.....	22		
23. Multiply line 22 by the number of units you own to which the allocated unit cost on line 21 is applicable. (Number of units you own _____).....		23	
24. Enter the amount from line 3 that is installed and placed in service in Hawaii on commercial property.....	24		
25. Enter 35% of line 24 or \$500,000, whichever is less.....		25	
26. Add lines 18, 23, and 25, and enter result (but not less than zero).....		26	

WIND-POWERED ENERGY SYSTEM

Enter date system was installed and placed in service > ____/____/____

27. Enter your total cost of the qualified wind-powered energy system installed and placed in service in Hawaii.	27		
28. Enter the amount of consumer incentive premiums, costs used for other credits, and utility rebate, if any, received for the qualifying wind-powered energy system.	28		
29. Actual cost of the wind-powered energy system (Subtract line 28 from line 27 and enter result.).	29		
30. Enter the amount from line 29 that is installed and placed in service in Hawaii on single-family residential property.	30		
31. Enter 20% of line 30 or \$1,500, whichever is less.....		31	
32. Enter the amount from line 29 that is installed and placed in service in Hawaii on multi-family residential property.	32		
33. Divide the total square feet of your unit by the total square feet of all units in the multi-family residential property. Enter the decimal (rounded to 2 decimal places). (See instructions.).....	33		
34. Actual per unit cost of the wind-powered energy system. (Multiply line 32 by line 33 and enter result.).....	34		
35. Enter 20% of line 34 or \$200, whichever is less	35		
36. Multiply line 35 by the number of units you own to which the allocated unit cost on line 34 is applicable. (Number of units you own _____).....		36	
37. Enter the amount from line 29 that is installed and placed in service in Hawaii on commercial property.	37		
38. Enter 20% of line 37 or \$500,000, whichever is less.....		38	
39. Add lines 31, 36, and 38, and enter result (but not less than zero).....		39	

TOTAL AND DISTRIBUTIVE SHARE OF RENEWABLE ENERGY TECHNOLOGIES INCOME TAX CREDIT

40. Total tax credit claimed. Enter the amount from line 14, 26, or 39.	40	
41. Distributive share of solar energy tax credit. Each shareholder, partner, member, or beneficiary shall enter this amount on Form N-342, line 40.	41	
42. Distributive share of wind-powered energy tax credit. Each shareholder, partner, member, or beneficiary shall enter this amount on Form N-342, line 41.....	42	

CHANGES YOU SHOULD NOTE

Section 18-235-12.5-01 to 06, Hawaii Administrative Rules, were adopted and became effective on January 2, 2014. Under the rules, a system classified under "other solar energy system", such as a photovoltaic system, must meet the applicable total output capacity requirement to qualify for the credit unless an exception applies. The total output capacity requirements are:

- (1) Single-family residential property - 5 kilowatts per system
- (2) Multi-family residential property - 0.360 kilowatts per unit per system
- (3) Commercial property - 1,000 kilowatts per system

GENERAL INSTRUCTIONS

For requirements for claiming the renewable energy technologies income tax credit and definitions, see the Instructions for Form N-342.

SPECIFIC INSTRUCTIONS

Complete one Form N-342A for each individual and corporate shareholder, partner, member, or beneficiary receiving a distributive share of the renewable energy technologies income tax credit. Use a separate form for each eligible system. Attach a copy of the Forms N-342A as issued to each partner, member, beneficiary, or shareholder to the return of the S corporation, partnership, estate, trust, or condominium apartment association.

Be sure to enter in the appropriate space (1) the physical property address where the system was installed and placed in service, (2) the date the system was installed and placed in service, and (3) the Total Output Capacity, if the credit being claimed is for an "other solar energy system".

Lines 1 through 40 — Fill in the lines as they apply to your claim.

Lines 1 or 27 — Enter the qualifying cost of the eligible renewable energy technology system installed and placed in service in Hawaii.

Lines 2 or 28 — Enter the dollar amount of any consumer incentive premiums unrelated to the operation of the system or offered with the sale of the system (such as "free solar powered products", "free gifts", offers to pay electricity bills, or rebates), costs for which another credit is claimed, and any utility rebate received for the qualifying renewable energy technology system.

These dollar amounts are to be deducted from the cost of the qualifying system before determining the credit.

Lines 8, 20, and 33 — The per unit cost of a solar or wind-powered energy system installed and placed in service in Hawaii in a multi-family residential property may be determined as follows:

Total square feet of your unit

Total square feet of all units in the multi-family residential property x The actual cost of the system

If the above per unit cost calculation does not fairly represent the owners' contribution to the cost of the system, provide an alternative calculation.

Line 41 — Distributive share of solar energy tax credit. Each individual and corporate shareholder, partner, member, or beneficiary of an S corporation, partnership, estate, trust, or condominium apartment association receiving a Form N-342A must enter this amount on Form N-342, line 40. Both the Form N-342 and a copy of the Form N-342A must be attached to the individual or corporate income tax return on which the credit is claimed.

Line 42 — Distributive share of wind-powered energy tax credit. Each individual and corporate shareholder, partner, member, or beneficiary of an S corporation, partnership, estate, trust, or condominium apartment association receiving a Form N-342A must enter this amount on Form N-342, line 41. Both the Form N-342 and a copy of the Form N-342A must be attached to the individual or corporate income tax return on which the credit is claimed.

COMPOSITE FILING OF FORM N-342A

For taxable years that begin on or after January 1, 2011, any S corporation, partnership, estate, trust, or condominium apartment association that has installed and placed in service **10 or more** systems in a single taxable year may file **composite Form(s) N-342A**. A composite Form N-342A, which is designated with the word "COMPOSITE" printed in capital letters at the top of the form, is used to report the total amounts from Form N-342B, Composite Information Statement for Form N-342A. For more information and instructions on filing a composite Form N-342A, see Department of Taxation Announcement No. 2012-01 and the Instructions for Form N-342B.