STAND. COM. REP. NO. 2744

Honolulu, Hawaii

FOB 17

, 2006

RE: S.B. No. 2488

Honorable Robert Bunda President of the Senate Twenty-Third State Legislature Regular Session of 2006 State of Hawaii

Sir:

Your Committee on Transportation and Government Operations, to which was referred S.B. No. 2488 entitled:

"A BILL FOR AN ACT RELATING TO INCOME TAX CREDITS,"

begs leave to report as follows:

The purpose of this measure is to establish an income tax credit for the purchase of a hybrid motor vehicle.

Your Committee received comments on this measure from the Department of Taxation, Attorney General, and Tax Foundation of Hawaii.

Your Committee finds that this measure provides an incentive in the form of an income tax credit to encourage taxpayers to purchase hybrid (electric and traditional fuel) motor vehicles. The spiraling price of gasoline is spurring the demand for hybrids. There is also a significant environmental conservation benefit derived from hybrids.

As affirmed by the record of votes of the members of your Committee on Transportation and Government Operations that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2488 and recommends that it pass Second Reading and be referred to the Committee on Ways and Means.

Respectfully submitted on behalf of the members of the Committee on Transportation and Government Operations,

LORRAINE R. INOUYE, Chair

The Senate Twenty-Third Legislature State of Hawaii

Record of Votes of the Committee on Transportation and Government Operations (Bills and Resolutions)

Measure:* \$B 2488	Committee Referral:		Date:	Date: 2 \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	
The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is to:					
Pass, unamended Pass, with amendments Hold Recommit (2312) (2311) (2310) (2313)					
Members		Ayes	Ayes(WR)	Nays	Excused
INOUYE, Lorraine R. (C)		/			
ESPERO, Will (VC)					
BAKER, Rosalyn H.					✓
HEE, Clayton				al e a Pag	
KANNO, Brian					/
MENOR, Ron					/
WHALEN, Paul				<u>i</u>	*
PROCESS STATE		e di la constitución estre de l'asser	ining of property		
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TOTAL		4			3
Recommendation: Adopted			Not Adopted		
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

^{*}Do <u>not</u> list more than one measure per Record of Votes.