STAND. COM. REP. NO. 948 -08

Honolulu, Hawaii

F2429, 2008

RE: H.B. No. 2456 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fourth State Legislature Regular Session of 2008 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2456, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to extend certain options available to married persons under state tax laws to the parties in a reciprocal beneficiary relationship. Specifically, this bill excludes from gross income, adjusted gross income, and taxable income, the value of health insurance and other direct or indirect benefits provided by an employer to an employee, in excess of what the employer provides or would provide to single employees, when such benefits are provided to the employee due to the employee's status as a reciprocal beneficiary or a domestic partner.

The Department of Taxation, Hawaii Civil Rights Commission, and Tax Foundation of Hawaii offered comments on this bill.

Your Committee has amended this bill by:

- (1) Changing its effective date to January 1, 2020, to encourage further discussion;
- (2) Inserting a provision that if enacted, the amendments made to section 235-7(a), Hawaii Revised Statutes, by this bill shall not be repealed when that section is

reenacted on January 1, 2013, by section 3 of Act 166, Session Laws of Hawaii 2007; and

(3) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2456, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2456, H.D. 2.

Respectfully submitted on behalf of the members of the Committee on Finance,

MARCUS R. OSHIRO, Chair

State of Hawaii House of Representatives The Twenty-fourth Legislature



Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 2456	Committee Referral:		Date: 2 - 2 6 - 2008	
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)	V			
2. LEE, Marilyn B. (VC)	<u> </u>			
3. AWANA, Karen Leinani				
4. BELATTI, Della Au				
5. BROWER, Tom				
6. CARROLL, Mele				
7. HANOHANO, Faye P.				
8. HAR, Sharon E.	<u> </u>			
9. KARAMATSU, Jon Riki				
10. MAGAOAY, Michael Y.				Y TO A STANLAR OF THE
11. MANAHAN, Joey				
12. MIZUNO, John				
13. NAKASONE, Bob	- pysem L			V
14. RHOADS, Karl				
15. SAGUM, Roland D., III	<i>_</i>			
16. TOKIOKA, James Kunane				
17. MEYER, Colleen Rose	<u> </u>	V		
18. PINE, Kymberly Marcos				
19. WARD, Gene, Ph.D.				
				_
TOTAL (19)	15			3
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Marily B. Lee				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office				