STAND. COM. REP. NO. 741

Honolulu, Hawaii

Merch 6, 2009

RE: H.B. No. 1741 H.D. 1

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2009 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1741 entitled:

"A BILL FOR AN ACT RELATING TO THE CONVEYANCE TAX,"

begs leave to report as follows:

The purpose of this bill is to:

- (1) Suspend, from July 1, 2009, to June 30, 2015, the ten percent allocation of the conveyance tax paid into the Land Conservation Fund; and
- (2) Reduce, from July 1, 2009, to June 30, 2015, the conveyance tax allocation to:
 - (A) The Rental Housing Trust Fund from 30 percent to 15 percent; and
 - (B) The Natural Area Reserve Fund from 25 percent to 10 percent.

The Department of Taxation testified in support of this bill. The Office of Hawaiian Affairs, County of Hawaii Office of Housing and Community Development, City and County of Honolulu Department of Community Services, Trust for Public Land, Waianae Community Re-Development Corporation, Conservation Council for Hawaii, Coordinating Group on Alien Pest Species, Nature Conservancy, Hawaii Association of REALTORS, Mutual Housing Association of

Hawaii, Inc., Hawaii Conservation Alliance Foundation, Pacific Housing Assistance Corporation, National Tropical Botanical Garden, North Shore Community Land Trust, Leeward Haleakala Watershed Restoration Partnership, Sierra Club, Hawaii Chapter, Wildlife Society - Hawaii Chapter, Kauai Public Land Trust, Maikai Kamakani O Kohala, Inc., Catholic Charities Hawaii, Hawaii Habitat for Humanity Association, Hawaii Family Forum, Hawaii Catholic Conference, Roman Catholic Church in the State of Hawaii, Malama Kahalawai, Inc., Partners In Care, Haleakala Ranch Company, Housing Hawaii, KAHEA, Waianae Community Outreach, Molokai Land Trust, Ulupalakua Ranch, Inc., E kupaku ka aina, and numerous concerned individuals opposed this measure. The Hawaii Housing Finance and Development Corporation, Department of Land and Natural Resources, County of Maui Department of Water Supply, and Tax Foundation of Hawaii offered comments.

Your Committee has amended this bill by:

- (1) Changing the effective date to July 1, 2020, to encourage further discussion; and
- (2) 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. 1741, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1741, H.D. 1, and be placed on the calendar for Third Reading.

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

MARCUS R. OSHIRO, Chair



State of Hawaii House of Representatives The Twenty-fifth Legislature

Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 1741	Committee Referral: Date: Feb 27, 2009			
☐ 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	Aye	s Ayes (WR)	Nays	Excused
1. OSHIRO, Marcus R. (C)			pin sizilidi. Markandin da s Anno dina midilina kasa sama	
2. LEE, Marilyn B. (VC)				
3. AQUINO, Henry J.C.				
4. AWANA, Karen Leinani				
5. BROWER, Tom				
6. CHOY, Isaac W.				
7. COFFMAN, Denny				
8. HAR, Sharon E.				
9. KEITH-AGARAN, Gilbert S.C.10. LEE, Chris				
11. NISHIMOTO, Scott Y.	All Control and Co		Control of the Contro	
12. SAGUM, Roland D., III			TO THE PROPERTY OF THE PARTY OF	
13. TOKIOKA, James Kunane				
14. WOOLEY, Jessica				
15. YAMASHITA, Kyle T.				
16. PINE, Kymberly Marcos	•			
17. WARD, Gene	All			
A	224 - 2			
		AND		
TOTAL (17)	8	9	0	0
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: May 3. Lee				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				