

STAND. COM. REP. NO. 559

Honolulu, Hawaii

MAR 06 2009

RE: S.B. No. 1327
S.D. 1

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fifth State Legislature
Regular Session of 2009
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 1327 entitled:

"A BILL FOR AN ACT RELATING TO THE RATE OF INTEREST
APPLICABLE TO OVERPAYMENTS OF TAX,"

begs leave to report as follows:

The purpose of this measure is to reduce the interest rate payable on refunds for an overpayment of taxes from two-thirds of one per cent to one-third of one per cent.

One organization provided comments on the measure.

As noted in comments submitted to the Committee, the rate of interest paid on overpayments and underpayments has not been adjusted in the State since 1967. Your Committee finds that as a reflection of the current state of the economy, as well as an attempt by the State to manage expenses during a projected budget shortfall, reducing the interest rate of refunds for tax overpayment to one-third of one per cent on the overpayment of tax is fiscally prudent. While not a substantial saving of state revenue by itself, this measure, when combined with other expense reducing measures under consideration by your Committee, should have an impact on the budget deficit.

Your Committee has amended the measure to: (1) Clarify that it applies only to taxable years beginning after December 31, 2008; and (2) Make technical nonsubstantive amendments for purposes of clarity, consistency, and style.

SB1327 SD1 SSCR 09-2206.doc



As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1327, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1327, S.D. 1, and be placed on the calendar for Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,


DONNA MERCADO KIM, Chair



The Senate
Twenty-Fifth Legislature
State of Hawaii

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:* <div style="font-size: 1.5em; font-family: cursive;">SB 1327</div>	Committee Referral: <div style="font-size: 1.5em; font-family: cursive;">WAM</div>	Date: <div style="font-size: 1.5em; font-family: cursive;">02/23/09</div>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"> <input type="checkbox"/> Pass, unamended 2312 </div> <div style="text-align: center;"> <input checked="" type="checkbox"/> Pass, with amendments 2311 </div> <div style="text-align: center;"> <input type="checkbox"/> Hold 2310 </div> <div style="text-align: center;"> <input type="checkbox"/> Recommit 2313 </div> </div>				
Members	Aye	Aye (WR)	Nay	Excused
KIM, Donna Mercado (C)	✓			
TSUTSUI, Shan S. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
ENGLISH, J. Kalani				/
FUKUNAGA, Carol				/
GALUTERIA, Brickwood	✓			
HEE, Clayton				/
HOOSER, Gary L.	✓			
KIDANI, Michelle N.	✓			
KOKUBUN, Russell S.	✓			
TOKUDA, Jill N.	✓			
HEMMINGS, Fred	✓			
TOTAL	9			3
Recommendation: <div style="display: flex; justify-content: space-around; margin-top: 5px;"> <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted </div>				
Chair's or Designee's Signature: <div style="font-size: 1.5em; font-family: cursive; margin-top: 10px;"> </div>				
<div style="display: flex; justify-content: space-between; font-size: 0.8em;"> <div>Distribution:</div> <div>Original</div> <div>Yellow</div> <div>Pink</div> <div>Goldenrod</div> </div> <div style="display: flex; justify-content: space-between; font-size: 0.8em; margin-top: 5px;"> <div>File with Committee Report</div> <div>Clerk's Office</div> <div>Drafting Agency</div> <div>Committee File Copy</div> </div>				

***Only one measure per Record of Votes**