STAND. COM. REP. NO. 1035

Honolulu, Hawaii

Merch 20, 2009

RE: S.B. No. 427

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

Sir:

Your Committee on Health, to which was referred S.B. No. 427 entitled:

"A BILL FOR AN ACT RELATING TO GENERAL EXCISE TAXATION,"

begs leave to report as follows:

The purpose of this bill is to clarify that amounts received by a managed care support contractor for actual costs or advances to third party health care providers made pursuant to a contract for the administration of the federal TRICARE program are exempt from the general excise tax.

The Chamber of Commerce of Hawaii, TriWest Healthcare Alliance, Inc., and Hawaii Medical Service Association supported this bill. The Department of Taxation and the Tax Foundation of Hawaii submitted comments.

As affirmed by the record of votes of the members of your Committee on Health that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 427 and recommends that it pass Second Reading and be referred to the Committee on Economic Revitalization, Business, & Military Affairs.

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

AN I. XAMANE, Chair

State of Hawaii House of Representatives The Twenty-fifth Legislature



Record of Votes of the Committee on Health

Bill/Resolution No.:	Committee Referral:		Date:	
SB 427	HLT, EBM, FIN		03-17-09	
☐ 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)				
HLT Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMANE, Ryan I. (C)				
	/			
2. NISHIMOTO, Scott Y. (VC)				
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3. BELATTI, Della Au				
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4. BERTRAM, Joe, III				
5. BROWER, Tom			A SERVICE STATE	
3. DROWER, 10m				
6. CARROLL, Mele				
			gled and a second	
7. MIZUNO, John M.				
	1			
8. SHIMABUKURO, Maile S.L.				
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9. FINNEGAN, Lynn				/
				100 F 7717 O 103 FF F 3
TOTAL (9)	6			3
The recommendation is: Adopted Not Adopted				
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				