STAND. COM. REP. NO. 640 -10

Honolulu, Hawaii

FC 526, 2010

RE: H.B. No. 1921

H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Fifth State Legislature Regular Session of 2010 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1921, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO A CONTROLLING INTEREST TRANSFER TAX,"

begs leave to report as follows:

The purpose of this bill is to capture taxes on certain conveyances of real property that currently escape the conveyance tax. Specifically, this bill will establish a tax on transfers of real property that occur within the transfer of a controlling interest in a legal entity that owns the real property.

The Chamber of Commerce of Hawaii opposed this bill. The Department of Taxation and Tax Foundation of Hawaii provided comments.

Your Committee has amended this bill by making technical, nonsubstantive amendments for consistency, clarity, 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. 1921, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1921, H.D. 2.

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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 1921 HOXm EBM Fin 2/25/10				
☐ 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)				
2. LEE, Marilyn B. (VC)	✓			
3. AQUINO, Henry J.C.	/			
4. AWANA, Karen Leinani	<u> </u>		Angle and the second second	\$2.333805833005665715175777144
5. BROWER, Tom				
6. CHOY, Isaac W.				MERICAND SELECTION CO.
7. COFFMAN, Denny			· · · · · · · · · · · · · · · · · · ·	
 HAR, Sharon E. KEITH-AGARAN, Gilbert S.C. 				
10. LEE, Chris			Total Type (Berling 1975)	
11. NISHIMOTO, Scott Y.				
12. SAGUM, Roland D., III		HARBERTS ARREST STATES		Westing journal
13. TOKIOKA, James Kunane				
14. WOOLEY, Jessica	- Commence of the Commence of	\$200 PER 1941 3-7-1, Name 1		181777889
15. YAMASHITA, Kyle T.				
16. FINNEGAN, Lynn	>	·		
17. WARD, Gene	Y			
		<u> </u>		
			-	
TOTAL (17)	17	0	0	
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: Mauly B. Lev				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				