Honolulu, Hawaii

FE 717, 2009

RE: H.B. No. 253 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 Tourism, Culture, & International Affairs, to which was referred H.B. No. 253 entitled:

"A BILL FOR AN ACT RELATING TO HOTEL RENOVATION TAX CREDIT," begs leave to report as follows:

The purpose of this bill is to encourage the hotel industry to improve their facilities by establishing a hotel renovation tax credit for hotels with low occupancy rates that allows a percentage of the cost incurred by the hotel for renovations to be deducted from the taxpayer's income tax liability.

The Hawaii Tourism Authority and Outrigger Hotels testified in support of this bill. The Hawaii Hotel & Lodging Association supported the intent of this measure. The Department of Taxation opposed this bill.

Your Committee has amended this bill by:

- (1) Changing the effective date to July 1, 2112, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for style, clarity, and consistency.

As affirmed by the record of votes of the members of your Committee on Tourism, Culture, & International Affairs that is attached to this report, your Committee is in accord with the

HB253 HD1 HSCR TCI HMS 2009-1938



intent and purpose of H.B. No. 253, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 253, H.D. 1, and be referred to the Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Tourism, Culture, & International Affairs,

JOEY MANAHAN, Chair

State of Hawaii House of Representatives The Twenty-fifth Legislature



Record of Votes of the Committee on Tourism, Culture, & International Affairs

Bill/Resolution No.:	Committee Referral:	Date:	àlal	10
HB 2S3	TCI, FIN		V191	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)				
TCI Members	Ayes	Ayes (WR)	Nays	Excused
1. MANAHAN, Joey (C)				
2. TOKIOKA, James Kunane (VC)				
3. BERG, Lyla B.		1		
J. DERO, Lyla D.				
4. CHOY, Isaac W.	V			
5. EVANS, Cindy				V
6. McKELVEY, Angus L.K.				
7. TAKAL K. Mark				
8. TSUJI, Clift	V			
9. WAKAI, Glenn		V	9-20	
10. WOOLEY, Jessica			,	
10. WOODET, Jessieu				
11. MARUMOTO, Barbara C.	1			
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2				
TOTAL (11)	6	2		2
The recommendation is: Adopted If joint referral Adopted If joint referral Adopted If joint referral Accommitted from years (s)				
A MANA CONTRACT (CTO) AND CONTRA				
Vice Chair's or designee's signature:				
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