Honolulu, Hawaii

Fe > 26 , 2010

RE: H.B. No. 2962 H.D. 1

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. 2962 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to, beginning on July 1, 2010, temporarily defer deductions against a taxpayer's net income tax liability for claims under the Technology Infrastructure Renovation Tax Credit and High Technology Business Investment Tax Credit until July 1, 2013.

The Hawaii Venture Capital Association, PacifiCap Group, and a concerned individual testified in opposition to this bill. The Department of Taxation (DOTAX) and Tax Foundation of Hawaii offered comments.

Your Committee has amended this bill by incorporating the suggestion of DOTAX to clarify that no tax liability shall be reduced by a credit under the Technology Infrastructure Renovation Tax Credit and High Technology Business Investment Tax Credit until July 1, 2013.

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. 2962, as amended herein, and recommends that it pass Second

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Reading in the form attached hereto as H.B. No. 2962, 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 2962	Committee Referral:	Date:	2/18/10	)
☐ 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	~			10
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.	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			
12. SAGUM, Roland D., III	/			
13. TOKIOKA, James Kunane	V,			
14. WOOLEY, Jessica				
15. YAMASHITA, Kyle T.	~			
16. FINNEGAN, Lynn		~		
17. WARD, Gene				
				_
TOTAL (17)	15	1	0	-1
The recommendation is:  Adopted  If joint referral, did not support recommendation.				
committee acronym(s)				
Vice Chair's or designee's signature: Mouly 3. Lel				
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