

LINDA LINGLE
GOVERNOR

JAMES R. AIONA, JR.
LT. GOVERNOR



KURT KAWAFUCHI
DIRECTOR OF TAXATION

STANLEY SHIRAKI
DEPUTY DIRECTOR

LATE

STATE OF HAWAII
DEPARTMENT OF TAXATION
P.O. BOX 259
HONOLULU, HAWAII 96809

PHONE NO: (808) 587-1510
FAX NO: (808) 587-1560

**HOUSE COMMITTEE ON HEALTH
TESTIMONY REGARDING HB 2095
RELATING TO EMERGENCY PHYSICIANS**

*****WRITTEN TESTIMONY ONLY*****

TESTIFIER: KURT KAWAFUCHI, DIRECTOR OF TAXATION (OR DESIGNEE)
DATE: JANUARY 29, 2010
TIME: 9:30AM
ROOM: 329

This measure provides a tax credit for emergency room physicians who work a minimum of 576 on-call hours in a state-approved emergency room.

The Department of Taxation (Department) takes no position on the concept of this measure; however opposes the revenue loss.

NOT FACTORED INTO EXECUTIVE BUDGET

The Department cannot support the tax provision in this measure because it is not factored into the budget. The Department must be cognizant of the biennium budget and financial plan. This measure has not been factored into either. Given the forecasted decrease in revenue projections, this measure would add to the budget shortfall.

REVENUE LOSS

This measure will result in a revenue loss of approximately \$68,440 in FY 2011 and thereafter.