STAND. COM. REP. NO. **254** 

Honolulu, Hawaii

March 8 , 2011

RE: H.B. No. 828 H.D. 2

Honorable Calvin K.Y. Say Speaker, House of Representatives Twenty-Sixth State Legislature Regular Session of 2011 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 828, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this bill is to help clarify procedures associated with the tax administration of the cash economy by, among other things:

- (1) Establishing conditions to inspect records and receipts relating to cash business transactions;
- (2) Clarifying state of mind for the violation of record and receipt requirements;
- (3) Requiring maintenance of a contemporaneously generated record of all business transactions conducted each day; and
- (4) Permitting records to be prepared by hand or by cash register.

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

Your Committee has amended this bill by:

- (1) Adding a savings clause; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, 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. 828, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 828, H.D. 2.

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

MARCUS R. OSHIRO, Chair



## State of Hawaii House of Representatives The Twenty-sixth Legislature

## **Record of Votes of the Committee on Finance**

Bill/Resolution No.:	Committee Referral:	Date:	2/20/	, 1
HB 828, HD1	JUD, FIN		<u> </u>	
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. CHONG, Pono	<u> </u>			
4. CHOY, Isaac W.	V			
5. COFFMAN, Denny		· .		
6. CULLEN, Ty	V			
7. HAR, Sharon E.		·		:
8. HASHEM, Mark J.				
9. ICHIYAMA, Linda				
10. JORDAN, Jo				
11. LEE, Chris				
12. MORIKAWA, Dee				
13. TOKIOKA, James Kunane			·	
14. YAMASHITA, Kyle T.			•••	
15. MARUMOTO, Barbara C.		<u> </u>	,	
16. RIVIERE, Gil				
17. WARD, Gene				
		,		<del>-</del>
			~	
			_	
T				
TOTAL (17)	15	1	0	J
The recommendation is:  Adopted  If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature: Maif 3 Le				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				