

STAND. COM. REP. NO.

1103

Honolulu, Hawaii

MAR 01 , 2019

RE: H.B. No. 339  
H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 339, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Increase the refundable tax credit for research activities from 100 percent of the allowed federal credit to 125 percent of the allowed federal credit for work done in Hawaii; and
- (2) Extend the sunset date for the tax credit from 2019 to an unspecified date.

The Chamber of Commerce Hawaii; Makai Ocean Engineering, Inc.; and an individual submitted testimony in support of this measure. The Department of Taxation, Hawaii Technology Development Corporation, and Tax Foundation of Hawaii provided comments.

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. 339, H.D. 1, and recommends that it pass Third Reading.

HB339 HD1 HSCR FIN HMS 2019-2780



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

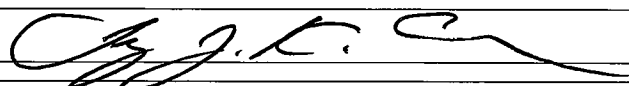


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SYLVIA LUKE, Chair



Record of Votes of the Committee on Finance

Bill/Resolution No.: <b>HB339, HD1</b>	Committee Referral: <b>EDB, FIN</b>	Date: <b>2/20/19</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input checked="" type="checkbox"/> Pass, unamended (as is) <input type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)	/			
2. CULLEN, Ty J.K. (VC)	/			
3. ELI, Stacelynn K.M.	/			
4. GATES, Cedric Asuega	/			
5. HASHIMOTO, Troy N.	/			
6. HOLT, Daniel	/			
7. KITAGAWA, Lisa	/			
8. KOBAYASHI, Bertrand	/			
9. MATAYOSHI, Scot Z.	/			
10. NAKAMURA, Nadine K.	/			
11. NISHIMOTO, Scott Y.				/
12. TODD, Chris	/			
13. WILDBERGER, Tina	/			
14. YAMASHITA, Kyle T.	/			
15. McDERMOTT, Bob	/			
TOTAL (15)	<b>14</b>	<b>0</b>	<b>0</b>	<b>1</b>
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: 				
Distribution: Original (White) – Committee    Duplicate (Yellow) – Chief Clerk's Office    Duplicate (Pink) – HMSO				