

STAND. COM. REP. NO.

840

Honolulu, Hawaii

MAR 04 , 2021

RE: H.B. No. 432  
H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirty-First State Legislature  
Regular Session of 2021  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 432  
entitled:

"A BILL FOR AN ACT RELATING TO THE EARNED INCOME TAX CREDIT,"

begs leave to report as follows:

The purpose of this measure is to extend the earned income  
tax credit by five additional years.

Your Committee testimony in support of this measure from  
Americans for Democratic Action; Hawai'i Appleseed Center for Law  
and Economic Justice, Hawaii Children's Action Network Speaks!;  
Chamber of Commerce Hawaii; and Hawai'i Public Health Institute.  
Your Committee received comments on this measure from the  
Department of Taxation, Tax Foundation of Hawaii, and Hawai'i  
Budget & Policy Center.

Your Committee finds that Act 107, Session Laws of  
Hawaii 2017, established a nonrefundable state earned income tax  
credit at twenty percent of the federal earned income tax credit  
and is set to not apply to taxable years beginning after  
December 31, 2022.

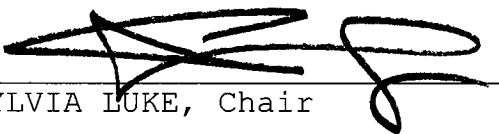
Your Committee has amended this measure by changing the  
effective date to July 1, 2050, to encourage further discussion.

2021-1934 HB432 HD1 HSCR HMSO



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. 432, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 432, H.D. 1, and be placed on the calendar for Third Reading.

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

  
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SYLVIA LUKE, Chair



