

JAN 26 2022

A BILL FOR AN ACT

RELATING TO THE DEPARTMENT OF TAXATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that having an efficient
2 and effective tax department is essential to keep up with the
3 fast-paced changes in our economy and the tax administration
4 landscape.

5 The purpose of this Act is to increase the efficiency of
6 tax administration and protect state revenues through a no-cost
7 internal reorganization of certain functions and offices to
8 address aging accounts receivable and quality control.

9 SECTION 2. To effectively address aging accounts
10 receivable, a new division to be known as the "tax collection
11 program" shall be established within the department of taxation
12 from the existing Oahu collection branch that is located within
13 the compliance division of the department of taxation. The tax
14 collection program shall report to the director of taxation.
15 The tax collection program shall be assigned a new program
16 identification number, TAX103.



1 SECTION 3. To effectively address quality control and
2 business analysis issues, the current quality control office is
3 renamed as the "business analysis section" and placed within the
4 system administration office of the department of taxation.

5 SECTION 4. This Act does not affect the rights, duties, or
6 compensation of employees of the divisions of the department of
7 taxation affected by this Act, except as otherwise provided by
8 this Act.

9 All employees who occupy civil service positions and whose
10 functions are transferred or reorganized within the department
11 of taxation by this Act shall retain their civil service status,
12 whether permanent or temporary. Employees shall be transferred
13 without loss of salary, seniority (except as prescribed by
14 applicable collective bargaining agreements), retention points,
15 prior service credit, any vacation and sick leave credits
16 previously earned, and other rights, benefits, and privileges,
17 in accordance with state personnel laws and this Act; provided
18 that the employees possess the minimum qualifications and public
19 employment requirements for the class or position to which
20 transferred or appointed, as applicable; provided further that



1 subsequent changes in status may be made pursuant to applicable
2 civil service and compensation laws.

3 Any employee who, prior to this Act, is exempt from civil
4 service and is transferred as a consequence of this Act may
5 retain the employee's exempt status, but shall not be appointed
6 to a civil service position as a consequence of this Act. An
7 exempt employee who is transferred by this Act shall not suffer
8 any loss of prior service credit, vacation or sick leave credits
9 previously earned, or other employee benefits or privileges as a
10 consequence of this Act; provided that the employees possess
11 legal and public employment requirements for the position to
12 which transferred or appointed, as applicable; provided further
13 that subsequent changes in status may be made pursuant to
14 applicable employment and compensation laws. The director of
15 taxation may prescribe the duties and qualifications of these
16 employees and fix their salaries without regard to chapter 76,
17 Hawaii Revised Statutes.

18 SECTION 5. This Act shall take effect upon its approval.

19 INTRODUCED BY: 



S.B. NO. 3283

Report Title:

Department of Taxation; Tax Administration

Description:

Makes certain no-cost organizational changes within the Department of Taxation.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

