HOUSE OF REPRESENTATIVES THE THIRTY-FIRST LEGISLATURE REGULAR SESSION OF 2022

COMMITTEE ON ECONOMIC DEVELOPMENT

Rep. Sean Quinlan, Chair Rep. Daniel Holt, Vice Chair

Rep. Della Au Belatti Rep. Jackson D. Sayama Rep. Dale T. Kobayashi Rep. Gregg Takayama Rep. Richard H.K. Onishi Rep. Val Okimoto

NOTICE OF HEARING

DATE: Wednesday, February 2, 2022

TIME: 10:00 AM

PLACE: VIA VIDEOCONFERENCE

Conference Room 312

State Capitol

415 South Beretania Street

THE STATE CAPITOL IS CLOSED TO THE PUBLIC DURING THE ONGOING COVID-19 PANDEMIC

Please note that the committee members will participate remotely via videoconference.

Click here to submit testimony and to testify remotely.

A live stream link of all House Standing Committee meetings will be available online shortly before the scheduled start time.

Click <u>here</u> for the live stream of this meeting via YouTube.

Click <u>here</u> for select hearings broadcast live on 'Ōlelo Community Media for cable TV.

AGENDA

C1	FIN
Status Clarifies that, under the general excise tax law, sales to a licensed retail	

merchant, jobber, or other licensed seller for resale are only eligible for the wholesale tax rate if the resale is subject to the highest general excise tax rate. Adds a similar requirement for sales of tangible personal property to a service provider or for the purpose of providing

transient accommodations.

<u>HB 1516</u> RELATING TO REGULATION. ECD, CPC, FIN

Status Prohibits as an unfair and deceptive practice the advertisement of a

good or service in the absence of licenses or permits for the good or service, to the extent the licenses or permits are required by applicable

state and county laws.

<u>HB 1618</u> RELATING TO LIQUOR. ECD, CPC, FIN

Status Beginning July 1, 2022, establishes a \$0.10 per drink surcharge in

addition to the liquor tax.

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HB 1782 Status	RELATING TO BROADBAND SERVICE INFRASTRUCTURE. Allows an electric utility to own, operate, lease, plan, construct, install, maintain, and/or replace broadband facilities, including middle mile infrastructure, to help facilitate the development of and investment in broadband facilities and services to rural, unserved, underserved, and urban communities throughout the State.	ECD, CPC, FIN
HB 1828 Status	RELATING TO THE TAXATION BOARD OF REVIEW. Reduces the size of the Taxation Board of Review from 10 members to 3, with at least 2 members required for quorum. Establishes that the members shall be full-time employees, with compensation based on a percentage of the salary of the director of taxation. Authorizes the members of the Taxation Board of Review to validate the board's actions with a concurrence of the majority of members who heard the appeal. Clarifies that board meetings are contested case hearings and provides notice requirements. Clarifies the legal and evidentiary framework the board shall use in reaching its decisions. Appropriates moneys to the Department of Taxation to establish 3 full-time equivalent Taxation Board of Review members and 2 full-time equivalent staff positions.	ECD, JHA, FIN
HB 1592 Status	RELATING TO AN INTERSTATE COMPACT TO PHASE OUT CORPORATE WELFARE. Adopts the Interstate Compact to Phase Out Corporate Welfare.	ECD, CPC, FIN
HB 1960 Status	RELATING TO NONPROFIT ORGANIZATIONS. Clarifies the GET exemption for unrelated trade or business activities of nonprofit organizations.	ECD, CPC, FIN
HB 2002 Status	RELATING TO TAXATION. Reinstates the renewable fuels production tax credit.	ECD, EEP, FIN
HB 1495 Status	RELATING TO MOTION PICTURE, DIGITAL MEDIA, AND FILM PRODUCTION. Prohibits a production from qualifying for the motion picture, digital media, and film production tax credit if the production hires or compensates an employee of the State or county whose official capacity is related to motion picture, digital media, or film production	ECD, FIN

for certain services. Requires a taxpayer claiming the tax credit to identify any such employee in the statement submitted to DBEDT.

DECISION MAKING TO FOLLOW

Persons wishing to offer comments should submit testimony at least 24 hours prior to the hearing. Testimony received after this time will be stamped late and left to the discretion of the chair to consider. While every effort will be made to incorporate all testimony received, materials received on the day of the hearing or improperly identified or directed, may not be processed.

Testimony submitted will be placed on the legislative website. This public posting of testimony on the website should be considered when including personal information in your testimony.

The chair will be instituting a 2- minute per-testifier time limit.

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Committees meeting in the morning must adjourn prior to the day's Floor Session. Therefore, due to time constraints, not all testifiers may be provided an opportunity to offer verbal comments. However, remote testifiers' written submissions will be considered by the committee.

Please refrain from profanity or uncivil behavior. Violations may result in ejection from the hearing without the ability to rejoin.

The House will not be responsible for bad connections on the testifier's end.

For general help navigating the committee hearing process, please contact the Public Access Room at (808) 587-0478 or par@capitol.hawaii.gov.

The cable TV broadcast and/or live stream of this meeting will include closed captioning. If you require other auxiliary aids or services to participate in the public hearing process (i.e. interpretive services (oral or written) or ASL interpreter) or are unable to submit testimony via the website due to a disability, please contact the committee clerk at least 24 hours prior to the hearing so that arrangements can be made.

Click <u>here</u> for a complete list of House Guidelines for public testimony.

FOR AMENDED NOTICES: Measures that have been deleted are stricken through and measures that have been added are bolded.

For more information, please contact the Committee Clerk at 586-6485.

Rep. Sean Quinlan Chair

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