## 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

# AMENDED NOTICE OF HEARING

DATE: Friday, February 4, 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 <a href="here">here</a> 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.

#### AMENDED AGENDA

The following measure(s) has been **DELETED** from the agenda: **HB 2402** 

HB 1919 RELATING TO GENERAL EXCISE TAX EXEMPTIONS. ECD, HHH, FIN

<u>Status</u> Exempts certain foods, medical services, and feminine hygiene

products from the general excise tax.

HB 1962 RELATING TO GAMBLING. ECD, JHA/CPC,

Status Requires the department of Hawaiian home lands to study the FIN

feasibility of and revenue generation from limited casino gaming and address the potential public health and safety concerns arising from limited casino gaming. Requires a report to the legislature prior to the

regular session of 2023. Appropriates funds.

HB 2004 Status

RELATING TO ONLINE FANTASY SPORTS.

ECD, CPC/JHA, FIN

Establishes an online fantasy sports contests registration and monitoring program under the department of the attorney general. Exempts registered online fantasy sports contests from state gambling

laws. Appropriates funds.

HB 2177 Status

RELATING TO STATE TAX ADMINISTRATION.

ECD, CPC, FIN

Allows the Department of Taxation to mandate the electronic filing of certain individual, partnership, S-corporation, general excise and transient accommodations tax returns. Requires certain tax return preparers to file returns electronically. Amends the rules for electronic funds transfer to remove the authorization to require electronic funds transfer or electronic filing if the federal government required that person to file or pay electronically. Removes the timeliness requirement from the electronic funds transfer penalty. Removes the authority of the department to charge for certified copies of tax clearances. Amends the statute that mandates tax clearances for liquor license holders. Increases the aggregate cap on late filing penalties from twenty-five per cent to seventy-five per cent. Adds an additional penalty category for late filing of certain informational returns where no tax is due. Clarifies the interest calculations for taxes paid pending appeal. Provides that a partnership, estate, or trust is liable for the required withholding from a nonresident taxpayer's distributive share of income.

HB 2178 Status

RELATING TO TAX EXPENDITURE ACCOUNTABILITY.

ECD, CPC, FIN

Requires laws that enact, modify, or extend the availability of a tax expenditure to contain specific information, revenue estimates, and analyses before becoming law. Allows the disclosure of certain tax

credit information.

HB 2179 **Status** 

RELATING TO COLLECTION OF DELINQUENT TAXES. Authorizes the Director of Taxation to apply to the circuit court to convert certain tax liens into enforceable civil judgments.

ECD, JHA, FIN

ECD, CPC, FIN

HB 2219 Status

RELATING TO A BANK OF THE STATE OF HAWAII.

Establishes the Bank of the State of Hawaii working group to propose legislation to establish a state-operated bank of the State of Hawaii.

Appropriates moneys.

HB 2227 **Status** 

RELATING TO THE "MADE IN HAWAII" PROGRAM.

ECD, CPC, FIN

Transfers the enforcement of the "Made in Hawaii" trademark from the Department of Agriculture to the Department of Commerce and Consumer Affairs. Renames the "Hawaii Made" program to the "Made in Hawaii" program. Makes an appropriation.



**Status** 

RELATING TO ASSISTANCE FOR NEW BUSINESSES.

Requires DBEDT to provide support services to new businesses. Establishes a separate general excise tax rate for a business's first five years of operation. Exempts a business from paying any fees related to licensing and registration within its first five years of operation. Allows individuals to continue to receive

unemployment benefits while in the process of starting a business. Requires the state procurement office to advise government bodies to allocate at least five percent of funding to procure goods and services from new businesses in the State. Prohibits savings and loan associations from requiring a signed confession of judgment

from a small business as a condition of receiving a loan.

HB 2437 Status

RELATING TO TAXATION.

Establishes a \$10,000 income tax credit for physicians, osteopathic physicians, and nurses who are licensed and actively practicing in the

State.

ECD, HHH, FIN

ECD, GVR, CPC

### **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 is instituting a 2-minute per-testifier time limit.

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 testiffiers' 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

