
A BILL FOR AN ACT

RELATING TO TAXATION.

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

SECTION 1. Chapter 231, Hawaii Revised Statutes, is amended by adding a new section to be appropriately designated and to read as follows:

"§231- Failure to respond; inspection or examination of records. (a) No person shall fail to timely:

(1) Reply to the department; or

(2) Acknowledge correspondence or an inquiry from the department,

with respect to the department's actual or attempted inspection or examination of records under paragraph (6) of section 231-3.

(b) Except as provided in subsection (c), a person that violates this section shall be subject to a civil penalty equal to twenty-five per cent of the any state taxes owed, as based on the records; provided that the penalty shall not exceed \$10,000.

(c) The director may waive the penalty imposed in subsection (b) for reasonable cause."



H.B. NO. 1492

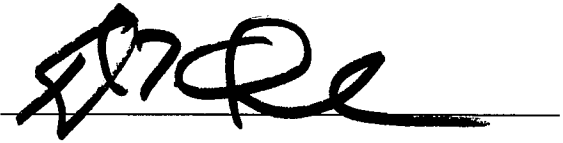
1 SECTION 2. This Act does not affect rights and duties that
2 matured, penalties that were incurred, and proceedings that were
3 begun before its effective date.

4 SECTION 3. New statutory material is underscored.

5 SECTION 4. This Act shall take effect on July 1, 2022.

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INTRODUCED BY:

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JAN 18 2022



H.B. NO. 1492

Report Title:

DOTAX; Inspection; Examination; Records; Correspondence;
Penalties

Description:

Establishes a civil penalty for failure to respond to the
Department of Taxation in relation to an inspection or
examination of records.

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

