STAND. COM. REP. NO. 146

Honolulu, Hawaii

FEB 1 0 2023

RE: S.B. No. 1101

Honorable Ronald D. Kouchi President of the Senate Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Judiciary, to which was referred S.B. No. 1101 entitled:

"A BILL FOR AN ACT RELATING TO TAX INCREMENT BONDS,"

begs leave to report as follows:

The purpose and intent of this measure is to conform the state debt limit statements law to include tax increment bonds upon the ratification of a constitutional amendment authorizing the use of such bonds and excluding such bonds from determinations of the counties' funded debt.

Your Committee received testimony in support of this measure from the Department of Transportation and Office of Planning and Sustainable Development. Your Committee received comments on this measure from the Department of the Attorney General and Tax Foundation of Hawaii.

Your Committee finds that tax increment financing is a useful tool to help finance regional public infrastructure to facilitate transit-oriented development on state and private lands. It allows a portion of property taxes in excess of a base assessed value to be dedicated to finance costs of a project through issuance of bonds. This measure will amend the state debt limit statement law to authorize tax increment financing.

As affirmed by the record of votes of the members of your Committee on Judiciary that is attached to this report, your

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Committee is in accord with the intent and purpose of S.B. No. 1101 and recommends that it pass Second Reading and be referred to your Committee on Ways and Means.

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

KARL RHOADS, Chair

The Senate Thirty-Second Legislature State of Hawai'i

Record of Votes Committee on Judiciary JDC

Bill / Resolution No.:*	Committee Referral:		I .	Date: 2/3/23	
The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye 🖊	Aye (WF	R) Nay	Excused
RHOADS, Karl (C)					
GABBARD, Mike (VC)		V/		_	
ELEFANTE, Brandon J.C.					
SAN BUENAVENTURA, Joy A	4.				
AWA, Brenton					
				-	
TOTAL		3		-	
Recommendation: Adopted Not Adopted					
Chair's ir Designed's Signature					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

^{*}Only one measure per Record of Votes