STAND. COM. REP. NO.

944

Honolulu, Hawaii

MAR N3 , 2023

RE: H.B. No. 1100

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-Second State Legislature Regular Session of 2023 State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1100 entitled:

"A BILL FOR AN ACT RELATING TO CONFORMITY TO THE INTERNAL REVENUE CODE,"

begs leave to report as follows:

The purpose of this measure is to conform the state income and estate and generation-skipping transfer tax laws to the Internal Revenue Code of 1986, as amended, as of December 31, 2022.

Your Committee received testimony in support of this measure from the Department of Taxation. Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that this annual conformity measure is submitted by the Department of Taxation to ensure state income tax and state estate and generation-skipping transfer tax laws conform to the federal Internal Revenue Code as it exists on December 31 preceding each regular session. The purpose of conformity is to update the state tax laws with changes made to the federal Internal Revenue Code during the past year and adopt those changes that are appropriate for Hawaii law.

Your Committee has amended this measure by:

- (1) Changing the effective date to June 30, 3000, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1100, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1100, H.D. 1, and be placed on the calendar for Third Reading.

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

KYLE T. YAMASHITA, Chair

## State of Hawaii



## **Record of Votes of the Committee on Finance**

Bill/Resolution No.:  HB 1100	Committee Referral: FIN	Date:	2/22	123
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to:  Pass, unamended (as is)  Pass, with amendments (HD)  Hold  Pass short form bill with HD to recommit for future public hearing (recommit)				
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMASHITA, Kyle T. (C)	V			
2. KITAGAWA, Lisa (VC)	<b>/</b>			
3. AIU, Micah P.K.	<b>V</b>			
4. CHUN, Cory M.	✓			
5. COCHRAN, Elle				
6. GARRETT, Andrew Takuya	V			
7. KAHALOA, Kirstin				
8. KILA, Darius K.	V			
9. KOBAYASHI, Bertrand				
10. LAMOSAO, Rachele F.				
11. MORIKAWA, Dee	<b>V</b>			
12. NISHIMOTO, Scott Y.				<b>~</b>
13. POEPOE, Mahina				
14. TAKENOUCHI, Jenna	V			
15. ALCOS III, David	V		<b>可以到此次</b> 前	
16. WARD, Gene				
TOTAL (16)	15			
The recommendation is:  Adopted  If joint referral, did not support recommendation.  committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				