

STAND. COM. REP. NO.

470

Honolulu, Hawaii

FEB 15 , 2023

RE: H.B. No. 825

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 Economic Development, to which was referred
H.B. No. 825 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to exclude income received
from deferred compensation retirement plans from the state income
tax for taxpayers who meet certain income requirements.

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

Your Committee finds that many seniors in Hawaii, especially
seniors who rely on income received from their retirement plans,
are struggling to make ends meet. Your Committee further finds
that excluding income received from deferred compensation
retirement plans from the state income tax would alleviate
financial strains on this population.

Your Committee has amended this measure by changing its
effective date to June 30, 3000, to encourage further discussion.

2023-1444 HB825 HD1 HSCR HMSO



As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 825, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 825, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committee on Economic
Development,



DANIEL HOLT, Chair



