STAND. COM. REP. NO. 1177

Honolulu, Hawaii

MAR 03 ' 2023

RE: H.B. No. 607

H.D. 2

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. 607, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to establish an interisland produce shipping income tax credit for farmers or ranchers who ship produce and agricultural goods between the counties of the State.

Your Committee received testimony in support of this measure from the Ulupono Initiative; Hawaii Cattlemen's Council, Inc.; Hawaii Food Industry Association; Hawaiii Alliance for Progressive Action; Maui Chamber of Commerce; and two individuals. Your Committee received comments on this measure from the Department of Taxation, Department of Agriculture, Hawaiii Farm Bureau, Hawaii Farmers Union United, and Tax Foundation of Hawaii.

Your Committee has amended this measure by:

- (1) Changing the following to unspecified amounts or percentages, as applicable:
 - (A) The amount of the tax credit;

- (B) The maximum amount of the tax credit claimable per producer;
- (C) The annual distribution amounts of the tax credit to various types of producers; and
- (D) The total amount of tax credits allowed in any taxable year; 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. 607, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 607, H.D. 2.

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 607HD1	Committee Referral: ECD, F LN	Date	3/1/23	
☐ The committee is reconsidering its prev	•	· · ·		
	unamended (as is) Pas short form bill with HD to recor	s, with amendments		
FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. YAMASHITA, Kyle T. (C)				
2. KITAGAWA, Lisa (VC)	<u> </u>		AND TO A CONTROL OF THE PARTY.	
3. AIU, Micah P.K.				
4. CHUN, Cory M.				
5. COCHRAN, Elle				
6. GARRETT, Andrew Takuya				
7. KAHALOA, Kirstin				
8. KILA, Darius K.				
9. KOBAYASHI, Bertrand 10. LAMOSAO, Rachele F.				
11. MORIKAWA, Dee				
12. NISHIMOTO, Scott Y.				
13. POEPOE, Mahina		## 17 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		
14. TAKENOUCHI, Jenna	V	8-3123492-211123948 \$7505412-25-25-1112-21		
15. ALCOS III, David				
16. WARD, Gene	V		sammen was provided to see a construction of the construction o	THE RESERVE OF A SECONDARY OF A SECO
TOTAL (16)	15	D	<i>D</i>	1
The recommendation is: Adopted If joint referral, committee acronym(s) Adopted did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				