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# A BILL FOR AN ACT

RELATING TO TAXATION.

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

1 SECTION 1. Chapter 235, Hawaii Revised Statutes, is  
2 amended by adding a new section to part VI to be appropriately  
3 designated and to read as follows:

4 "§235- Apprenticeship program income tax credit. (a)  
5 There shall be allowed to each taxpayer subject to the taxes  
6 imposed by this chapter an apprenticeship program income tax  
7 credit that shall be deductible from the taxpayer's net income  
8 tax liability, if any, imposed by this chapter for the taxable  
9 year in which the credit is properly claimed.

10 (b) The amount of the tax credit shall be \$4,800 or fifty  
11 per cent of the qualified cost, whichever is less, incurred  
12 under a qualified apprenticeship program in the taxable year;  
13 provided that:

14 (1) The total tax credit claimed per qualified  
15 apprenticeship program shall not exceed  
16 \$ \_\_\_\_\_ per taxable year; and



19                   (d) To qualify for the income tax credit, the taxpayer  
20                   shall be in compliance with all applicable federal, state, and  
21                   county statutes, ordinances, rules, and regulations.



1        (e) Every taxpayer claiming a tax credit under this  
2        section shall file with the department of taxation a written,  
3        certified statement from the department of labor and industrial  
4        relations verifying that the apprenticeship program is a  
5        qualified apprenticeship program and specifying the amount of  
6        qualified costs incurred.

7        (f) The director of taxation:

8        (1) Shall prepare any forms necessary to claim a credit  
9        under this section;  
10       (2) May require the taxpayer to furnish information to  
11       ascertain the validity of the claim for credit made  
12       under this section; and  
13       (3) May adopt rules under chapter 91 necessary to  
14       effectuate the purposes of this section.

15       (g) No taxpayer that claims a credit under this section  
16       shall claim any other credit for the same qualified costs under  
17       this chapter.

18       (h) As used in this section:

19       "Qualified apprenticeship program" means an apprenticeship  
20       program in the State that is registered and approved by the  
21       department of labor and industrial relations.



"Qualified costs" means the wages paid to each apprentice."

SECTION 2. New statutory material is underscored.

SECTION 3. This Act shall take effect on July 1, 3000;

provided that it:

(1) Shall apply to taxable years beginning after December

31, 2025; and

(2) Shall be repealed on December 31,



**Report Title:**

Taxation; Apprenticeship Program Income Tax Credit; Qualified Apprenticeship Program; Qualified Costs

**Description:**

Establishes an apprenticeship program income tax credit for certain qualified costs incurred by a qualified apprenticeship program. Contains an unspecified sunset date. Effective 7/1/3000. (HD1)

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

