

A Bill for an Act Relating to Income Taxation.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. The purpose of this Act is to conform the state income tax provisions with the Internal Revenue Code with respect to the deductions allowable for contributions to retirement plans by self-employed persons and by shareholder-employees of Subchapter S corporations and with respect to the deductions allowable for contributions by individuals to individual retirement accounts.

SECTION 2. Chapter 235, Hawaii Revised Statutes, is amended by adding a new section to read as follows:

“Sec. 235-2.1 Internal Revenue Code, further amendments adopted. For each taxable year specified in column 1 below the Internal Revenue Code meant is the Internal Revenue Code of 1954 as amended as of June 7, 1957 and as further amended by the acts of Congress, or portions thereof, enumerated in column 2 (section numbers in column 2 are inclusive). Amendments to the Code not enumerated in section 235-2 or herein shall not be operative for the purposes of this chapter unless specifically adopted.

Column 1	Column 2
Taxable years beginning on or after January 1, 1976.	Public Law 93-406, sections 2001(a), (b), (c); 2002(a), (b), (c), (f), (g)(5) and (6).”

SECTION 3. New statutory material is underscored. In printing this Act, the revisor of statutes need not include the underscoring.*

SECTION 4. This Act, upon its approval, shall apply to taxable years beginning after December 31, 1975.

(Approved June 9, 1976.)

*Edited accordingly.