

STAND. COM. REP. NO.

364

Honolulu, Hawaii

FEB 15 2007

RE: S.B. No. 1222
S.D. 2

Honorable Colleen Hanabusa
President of the Senate
Twenty-Fourth State Legislature
Regular Session of 2007
State of Hawaii

Madam:

Your Committee on Economic Development and Taxation, to which was referred S.B. No. 1222, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INCOME TAXATION,"

begs leave to report as follows:

The purpose of this measure is to establish that all energy technology systems must be installed and placed in service in the State of Hawaii to obtain the State's income tax energy tax credit.

Testimony in support of this measure was received from the Hawaii Energy Policy Forum. The Department of Taxation and the Tax Foundation of Hawaii submitted comments.

Your Committee finds that this measure would clarify provisions that may have been open to misinterpretation. Your Committee believes this tax credit has had a positive impact on increasing solar energy use in Hawaii, and it is the intent of your Committee to support the clarification of this measure.

Your Committee has amended this measure by deleting the word "resident" from section 235-12.5(a), Hawaii Revised Statutes (HRS), and reinserting the word "resident" in section 235-129(a), to correct a drafting error.

As affirmed by the record of votes of the members of your Committee on Economic Development and Taxation that is attached to

2007-1793 SSCR SMA.doc



this report, your Committee is in accord with the intent and purpose of S.B. No. 1222, S.D. 1, as amended herein, and recommends that it be referred to the Committee on Ways and Means, in the form attached hereto as S.B. No. 1222, S.D. 2.

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



CAROL FUKUNAGA, Chair



The Senate
Twenty-Fourth Legislature
State of Hawaii

Record of Votes
Committee on Economic Development and Taxation
EDT

Bill / Resolution No.:*	Committee Referral:	Date:		
<i>SB 1222 SDI</i>	<i>ENE, EDT, WAM</i>	<i>2/13/07</i>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input type="checkbox"/> Pass, unamended 2312	<input checked="" type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
FUKUNAGA, Carol (C)	✓			
ESPERO, Will (VC)	✓			
ENGLISH, J. Kalani				✓
IGE, David Y.				✓
SLOM, Sam	✓			
TOTAL	3			2
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
<i>Will Espero</i>				
Distribution:				
Original	Yellow	Pink		
File with Committee Report	Clerk's Office	Drafting Agency		

*Only one measure per Record of Votes