
A BILL FOR AN ACT

RELATING TO INCOME TAX.

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

1 SECTION 1. Section 235-51, Hawaii Revised Statutes, is
2 amended by amending subsections (a) to (d) to read as follows:

3 "(a) There is hereby imposed on the taxable income of (1)
4 every taxpayer who files a joint return under section 235-93;
5 and (2) every surviving spouse a tax determined in accordance
6 with the following table:

7 In the case of any taxable year beginning after
8 December 31, 2001:

9	If the taxable income is:	The tax shall be:
10	Not over \$4,000	1.40% of taxable income
11	Over \$4,000 but	\$56.00 plus 3.20% of
12	not over \$8,000	excess over \$4,000
13	Over \$8,000 but	\$184.00 plus 5.50% of
14	not over \$16,000	excess over \$8,000
15	Over \$16,000 but	\$624.00 plus 6.40% of
16	not over \$24,000	excess over \$16,000
17	Over \$24,000 but	\$1,136.00 plus 6.80% of
18	not over \$32,000	excess over \$24,000



1	Over \$32,000 but	\$1,680.00 plus 7.20% of
2	not over \$40,000	excess over \$32,000
3	Over \$40,000 but	\$2,256.00 plus 7.60% of
4	not over \$60,000	excess over \$40,000
5	Over \$60,000 but	\$3,776.00 plus 7.90% of
6	not over \$80,000	excess over \$60,000
7	Over \$80,000	\$5,356.00 plus 8.25% of
8		excess over \$80,000.

9 In the case of any taxable year beginning after
10 December 31, 2006:

11	If the taxable income is:	The tax shall be:
12	Not over \$4,800	1.40% of taxable income
13	Over \$4,800 but	\$67.00 plus 3.20% of
14	not over \$9,600	excess over \$4,800
15	Over \$9,600 but	\$221.00 plus 5.50% of
16	not over \$19,200	excess over \$9,600
17	Over \$19,200 but	\$749.00 plus 6.40% of
18	not over \$28,800	excess over \$19,200
19	Over \$28,800 but	\$1,363.00 plus 6.80% of
20	not over \$38,400	excess over \$28,800
21	Over \$38,400 but	\$2,016.00 plus 7.20% of
22	not over \$48,000	excess over \$38,400



1	Over \$48,000 but	\$2,707.00 plus 7.60% of
2	not over \$72,000	excess over \$48,000
3	Over \$72,000 but	\$4,531.00 plus 7.90% of
4	not over \$96,000	excess over \$72,000
5	Over \$96,000	\$6,427.00 plus 8.25% of
6		excess over \$96,000.

7 In the case of any taxable year beginning after
8 December 31, 2007:

9	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
10	<u>Not over \$5,000</u>	<u>1.40% of taxable income</u>
11	<u>Over \$5,000 but</u>	<u>\$70.00 plus 3.20% of</u>
12	<u>not over \$10,000</u>	<u>excess over \$5,000</u>
13	<u>Over \$10,000 but</u>	<u>\$230.00 plus 5.50% of</u>
14	<u>not over \$20,000</u>	<u>excess over \$10,000</u>
15	<u>Over \$20,000 but</u>	<u>\$780.00 plus 6.40% of</u>
16	<u>not over \$30,000</u>	<u>excess over \$20,000</u>
17	<u>Over \$30,000 but</u>	<u>\$1,420.00 plus 6.80% of</u>
18	<u>not over \$40,000</u>	<u>excess over \$30,000</u>
19	<u>Over \$40,000 but</u>	<u>\$2,100.00 plus 7.20% of</u>
20	<u>not over \$50,000</u>	<u>excess over \$40,000</u>
21	<u>Over \$50,000 but</u>	<u>\$2,820.00 plus 7.60% of</u>
22	<u>not over \$75,000</u>	<u>excess over \$50,000</u>



1	<u>Over \$75,000 but</u>	<u>\$4,720.00 plus 7.90% of</u>
2	<u>not over \$100,000</u>	<u>excess over \$75,000</u>
3	<u>Over \$100,000</u>	<u>\$6,695.00 plus 8.25% of</u>
4		<u>excess over \$100,000.</u>

5 (b) There is hereby imposed on the taxable income of every
6 head of a household a tax determined in accordance with the
7 following table:

8 In the case of any taxable year beginning after
9 December 31, 2001:

10	If the taxable income is:	The tax shall be:
11	Not over \$3,000	1.40% of taxable income
12	Over \$3,000 but	\$42.00 plus 3.20% of
13	not over \$6,000	excess over \$3,000
14	Over \$6,000 but	\$138.00 plus 5.50% of
15	not over \$12,000	excess over \$6,000
16	Over \$12,000 but	\$468.00 plus 6.40% of
17	not over \$18,000	excess over \$12,000
18	Over \$21,600 but	\$852.00 plus 6.80% of
19	not over \$24,000	excess over \$18,000
20	Over \$24,000 but	\$1,260.00 plus 7.20% of
21	not over \$30,000	excess over \$24,000
22	Over \$30,000 but	\$1,692.00 plus 7.60% of



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1	not over \$45,000	excess over \$30,000
2	Over \$45,000 but	\$2,832.00 plus 7.90% of
3	not over \$60,000	excess over \$45,000
4	Over \$60,000	\$4,017.00 plus 8.25% of
5		excess over \$60,000.

6 In the case of any taxable year beginning after
7 December 31, 2006:

8	If the taxable income is:	The tax shall be:
9	Not over \$3,600	1.40% of taxable income
10	Over \$3,600 but	\$50.00 plus 3.20% of
11	not over \$7,200	excess over \$3,600
12	Over \$7,200 but	\$166.00 plus 5.50% of
13	not over \$14,400	excess over \$7,200
14	Over \$14,400 but	\$562.00 plus 6.40% of
15	not over \$21,600	excess over \$14,400
16	Over \$21,600 but	\$1,022.00 plus 6.80% of
17	not over \$28,800	excess over \$21,600
18	Over \$28,800 but	\$1,512.00 plus 7.20% of
19	not over \$36,000	excess over \$28,000
20	Over \$36,000 but	\$2,030.00 plus 7.60% of
21	not over \$54,000	excess over \$36,000
22	Over \$54,000 but	\$3,398.00 plus 7.90% of



1 excess over \$75,000.

2 (c) There is hereby imposed on the taxable income of (1)
 3 every unmarried individual (other than a surviving spouse, or
 4 the head of a household) and (2) on the taxable income of every
 5 married individual who does not make a single return jointly
 6 with the individual's spouse under section 235-93 a tax
 7 determined in accordance with the following table:

8 In the case of any taxable year beginning after
 9 December 31, 2001:

10	If the taxable income is:	The tax shall be:
11	Not over \$2,000	1.40% of taxable income
12	Over \$2,000 but	\$28.00 plus 3.20% of
13	not over \$4,000	excess over \$2,000
14	Over \$4,000 but	\$92.00 plus 5.50% of
15	not over \$8,000	excess over \$4,000
16	Over \$8,000 but	\$312.00 plus 6.40% of
17	not over \$12,000	excess over \$8,000
18	Over \$12,000 but	\$568.00 plus 6.80% of
19	not over \$16,000	excess over \$12,000
20	Over \$16,000 but	\$840.00 plus 7.20% of
21	not over \$20,000	excess over \$16,000
22	Over \$20,000 but	\$1,128.00 plus 7.60% of



1	not over \$30,000	excess over \$20,000
2	Over \$30,000 but	\$1,888.00 plus 7.90% of
3	not over \$40,000	excess over \$30,000
4	Over \$40,000	\$2,678.00 plus 8.25% of
5		excess over \$40,000.

6 In the case of any taxable year beginning after
7 December 31, 2006:

8	If the taxable income is:	The tax shall be:
9	Not over \$2,400	1.40% of taxable income
10	Over \$2,400 but	\$34.00 plus 3.20% of
11	not over \$4,800	excess over \$2,400
12	Over \$4,800 but	\$110.00 plus 5.50% of
13	not over \$9,600	excess over \$4,800
14	Over \$9,600 but	\$374.00 plus 6.40% of
15	not over \$14,400	excess over \$9,600
16	Over \$14,400 but	\$682.00 plus 6.80% of
17	not over \$19,200	excess over \$14,400
18	Over \$19,200 but	\$1,008.00 plus 7.20% of
19	not over \$24,000	excess over \$19,200
20	Over \$24,000 but	\$1,354.00 plus 7.60% of
21	not over \$36,000	excess over \$24,000
22	Over \$36,000 but	\$2,266.00 plus 7.90% of



excess over \$50,000.

(d) The tax imposed by section 235-2.45 on estates and trusts shall be determined in accordance with the following table:

In the case of any taxable year beginning after December 31, 2001:

If the taxable income is:	The tax shall be:
Not over \$2,000	1.40% of taxable income
Over \$2,000 but not over \$4,000	\$28.00 plus 3.20% of excess over \$2,000
Over \$4,000 but not over \$8,000	\$92.00 plus 5.50% of excess over \$4,000
Over \$8,000 but not over \$12,000	\$312.00 plus 6.40% of excess over \$8,000
Over \$12,000 but not over \$16,000	\$568.00 plus 6.80% of excess over \$12,000
Over \$16,000 but not over \$20,000	\$840.00 plus 7.20% of excess over \$16,000
Over \$20,000 but not over \$30,000	\$1,128.00 plus 7.60% of excess over \$20,000
Over \$30,000 but not over \$40,000	\$1,888.00 plus 7.90% of excess over \$30,000



1 Over \$40,000 \$2,678.00 plus 8.25% of
 2 excess over \$40,000.

3 In the case of any taxable year beginning after
 4 December 31, 2007:

<u>If the taxable income is:</u>	<u>The tax shall be:</u>
<u>Not over \$2,500</u>	<u>1.40% of taxable income</u>
<u>Over \$2,500 but</u>	<u>\$35.00 plus 3.20% of</u>
<u>not over \$5,000</u>	<u>excess over \$2,500</u>
<u>Over \$5,000 but</u>	<u>\$115.00 plus 5.50% of</u>
<u>not over \$10,000</u>	<u>excess over \$5,000</u>
<u>Over \$10,000 but</u>	<u>\$390.00 plus 6.40% of</u>
<u>not over \$15,000</u>	<u>excess over \$10,000</u>
<u>Over \$15,000 but</u>	<u>\$710.00 plus 6.80% of</u>
<u>not over \$20,000</u>	<u>excess over \$15,000</u>
<u>Over \$20,000 but</u>	<u>\$1,050.00 plus 7.20% of</u>
<u>not over \$25,000</u>	<u>excess over \$20,000</u>
<u>Over \$25,000 but</u>	<u>\$1,410.00 plus 7.60% of</u>
<u>not over \$37,500</u>	<u>excess over \$25,000</u>
<u>Over \$37,500 but</u>	<u>\$2,360.00 plus 7.90% of</u>
<u>not over \$50,000</u>	<u>excess over \$37,500</u>
<u>Over \$50,000</u>	<u>\$3,348.00 plus 8.25% of</u>
	<u>excess over \$50,000."</u>



1 SECTION 2. New statutory material is underscored.

2 SECTION 3. This Act, upon its approval, shall apply to
3 taxable years beginning after December 31, 2007.

4

INTRODUCED BY:

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JAN 23 2007



Report Title:

Individual Income Taxes

Description:

Expands the individual income tax brackets by 25% (from the 2001 tax tables).

