
A BILL FOR AN ACT

RELATING TO ETHANOL.

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

1 SECTION 1. Section 235-110.3, Hawaii Revised Statutes, is
2 amended by amending subsection (a) to read as follows:

3 "(a) Each year during the credit period, there shall be
4 allowed to each taxpayer subject to the taxes imposed by this
5 chapter, an ethanol facility tax credit that shall be applied to
6 the taxpayer's net income tax liability, if any, imposed by this
7 chapter for the taxable year in which the credit is properly
8 claimed.

9 For each qualified ethanol production facility, the annual
10 dollar amount of the ethanol facility tax credit during the
11 eight-year period shall be equal to thirty per cent of its
12 nameplate capacity if the nameplate capacity is greater than
13 five hundred thousand but less than fifteen million gallons. A
14 taxpayer may claim this credit for each qualifying ethanol
15 facility; provided that:

16 (1) The claim for this credit by any taxpayer of a
17 qualifying ethanol production facility shall not



- 1 exceed one hundred per cent of the total of all
2 investments made by the taxpayer in the qualifying
3 ethanol production facility during the credit period;
- 4 (2) The qualifying ethanol production facility operated at
5 a level of production of at least seventy-five per
6 cent of its nameplate capacity on an annualized basis;
- 7 (3) The qualifying ethanol production facility is in
8 production on or before January 1, [~~2012,~~] 2017; and
- 9 (4) No taxpayer that claims the credit under this section
10 shall claim any other tax credit under this chapter
11 for the same taxable year."

12 SECTION 2. Statutory material to be repealed is bracketed
13 and stricken. New statutory material is underscored.

14 SECTION 3. This Act shall take effect on July 1, 2007.



H.B. NO. 506
H.D. 1
S.D. 1
C.D. 1

Report Title:

Ethanol Facility Tax Credit; Sunset Date

Description:

Extends the tax credit for qualified ethanol production facilities for 5 years from January 1, 2012, to January 1, 2017.
(HB506 CD1)

HB506 CD1 HMS 2007-4228

