
A BILL FOR AN ACT

RELATING TO INCOME TAX CREDIT.

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

1 SECTION 1. The legislature finds that article VII, section
2 6, of the state constitution requires the legislature to provide
3 a tax refund or tax credit when certain factors are met. The
4 legislature finds that these factors have been met for the
5 second year in a row and that the legislature is
6 constitutionally required to provide a tax credit or tax refund
7 to taxpayers.

8 The purpose of this Act is to provide for an income tax
9 credit to satisfy constitutionally mandated requirements.

10 SECTION 2. There shall be allowed to each taxpayer who
11 files a joint return a general income tax credit in accordance
12 with the following table:

13	If the adjustable gross income is:	The rebate shall be:
14	Under \$5,000	\$160
15	\$5,000 and over but under \$10,000	150
16	\$10,000 and over but under \$15,000	140
17	\$15,000 and over but under \$20,000	130
18	\$20,000 and over but under \$30,000	120
19	\$30,000 and over but under \$40,000	110



1	\$40,000 and over but under \$50,000	100
2	\$50,000 and over but under \$60,000	90
3	\$60,000 and over	0.

4
5 SECTION 3. There shall be allowed to every head of a
6 household and surviving spouse a general income tax credit in
7 accordance with the following table:

8 If the adjustable gross income is: The rebate shall be:

9	Under \$5,000	\$140
10	\$5,000 and over but under \$10,000	130
11	\$10,000 and over but under \$15,000	120
12	\$15,000 and over but under \$20,000	110
13	\$20,000 and over but under \$30,000	100
14	\$30,000 and over but under \$40,000	90
15	\$40,000 and over but under \$50,000	80
16	\$50,000 and over but under \$60,000	70
17	\$60,000 and over	0.

18
19 SECTION 4. There shall be allowed to every (1) unmarried
20 individual (other than a surviving spouse, or the head of a
21 household) and (2) married individual who does not make a single
22 return jointly with the individual's spouse under section 235-
23 93, Hawaii Revised Statutes, a general income tax credit in
24 accordance with the following table:

25 If the adjustable gross income is: The rebate shall be:

26	Under \$5,000	\$65
27	\$5,000 and over but under \$10,000	55
28	\$10,000 and over but under \$15,000	45
29	\$15,000 and over but under \$20,000	35
30	\$20,000 and over but under \$30,000	25
31	\$30,000 and over	0.



1 SECTION 5. For the purposes of sections 2, 3, and 4 of
2 this Act, "adjustable gross income" means adjustable gross
3 income as defined by the Internal Revenue Code.

4 SECTION 6. This Act shall take effect upon its approval
5 and shall apply to the taxable year beginning after December 31,
6 2006.



S.B. NO. 148
S.D. 2
H.D. 1
C.D. 1

Report Title:

Mandatory tax credit; Constitution

Description:

Provides a mandatory tax credit to taxpayers pursuant to article VII, section 6, of the Hawaii State Constitution. (SB148 CD1)

SB148 CD1 HMS 2007-4262

