
A BILL FOR AN ACT

RELATING TO TAXATION.

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

1 SECTION 1. The purpose of this Act is to allow an
2 individual taxpayer who files an electronic income tax return to
3 request the department of taxation to electronically deposit the
4 taxpayer's income tax refund into a maximum of three checking or
5 savings accounts.

6 SECTION 2. Chapter 235, Hawaii Revised Statutes, is
7 amended by adding a new section to be appropriately designated
8 and to read as follows:

9 "§235- Refund splitting. The department of taxation
10 shall allow an individual taxpayer who:

11 (1) Is subject to this chapter;

12 (2) Files an income tax return electronically; and

13 (3) Qualifies for an income tax refund,

14 to designate up to a maximum of three checking or savings

15 accounts at financial institutions for direct deposit of the

16 taxpayer's income tax refund; provided that the account is one



1 for which an electronic refund request has been received at the
2 federal level."

3 SECTION 3. New statutory material is underscored.

4 SECTION 4. This Act shall take effect upon its approval
5 and shall apply to taxable years beginning after December 31,
6 2007.



Report Title:

Taxation; Refund Splitting; Electronic Deposits; Bank Accounts

Description:

Allows income tax refunds to be deposited electronically in a maximum of three checking or savings accounts for income tax returns that are filed electronically. Limits accounts to those for which an electronic refund request has been received at the federal level. (SB2838 SD2)

