

STAND. COM. REP. NO.

708

Honolulu, Hawaii

Feb 16, 2007

RE: H.B. No. 1514

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fourth State Legislature
Regular Session of 2007
State of Hawaii

Sir:

Your Committees on Health and Human Services & Housing, to which was referred H.B. No. 1514 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

beg leave to report as follows:

The purpose of this bill is to exempt from income tax and general excise tax, amounts received by a certified adult foster home for the care of an adult with developmental disabilities.

Numerous members of the Adult Foster Home Association of Hawaii supported this bill. The Hawaii Coalition of Care Home Administrators (HCCHA) supported this bill with amendments. The Department of Taxation (DOTAX) provided comments.

Unfortunately, due to the tight time constraints of the legislative calendar, your Committees did not have the opportunity to address the concerns raised by HCCHA. Therefore, your Committees respectfully request the Committee on Finance to consider an amendment to include adult residential care homes (ARCH). Additionally, your Committees respectfully request DOTAX to revise its estimated revenue loss to include ARCHs.

As affirmed by the records of votes of the members of your Committees on Health and Human Services & Housing that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 1514 and recommend that it pass Second Reading and be referred to the Committee on Finance.

HB1514 HSCR HLT-HSH HMS 2007-2366



Respectfully submitted on
behalf of the members of the
Committees on Health and Human
Services & Housing,



MAILE SHIMABUKURO, Chair



JOSHUA B. GREEN, M.D., Chair



