

STAND. COM. REP. NO. 953-08

Honolulu, Hawaii
Feb 29, 2008

RE: H.B. No. 2306
H.D. 2

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fourth State Legislature
Regular Session of 2008
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 2306, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO GENERAL EXCISE TAXATION,"

begs leave to report as follows:

The purpose of this bill is to continue to ensure the provision of high-quality, low-cost health care services to members of the uniformed services and their families in Hawaii by clarifying that amounts received by a managed care support contractor of the TRICARE program as reimbursements of costs or advances made by the contractor are exempt from the Hawaii general excise tax.

TriWest Healthcare Alliance Inc. and Hawaii Medical Service Association testified in support of this bill. The Department of Taxation and Hawaii Tax Foundation submitted comments on this measure.

Your Committee has amended this bill by:

- (1) Changing its effective date to July 1, 2020, to encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.



As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2306, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 2306, H.D. 2.

Respectfully submitted on
behalf of the members of the
Committee on Finance,


MARCUS R. OSHIRO, Chair



