

STAND. COM. REP. NO. 1812

Honolulu, Hawaii

A-05, 2007

RE: S.B. No. 1504  
S.D. 2  
H.D. 1

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

Sir:

Your Committee on Finance, to which was referred S.B. No. 1504, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO ELECTRONIC FILING OF TAX RETURNS,"

begs leave to report as follows:

The purpose of this bill is to:

- (1) Authorize the Department of Taxation (DOTAX) to adopt rules to require the electronic, telephonic, or optical filing of tax returns and other documents under certain conditions;
- (2) Prohibit DOTAX from charging a service fee for electronic, telephonic, or optical filing; and
- (3) Mandate DOTAX to determine alternative methods to verify tax documents other than by signature.

DOTAX testified in support of this bill. The Tax Foundation of Hawaii provided comments.

SB1504 HD1 HSCR FIN HMS 2007-3705

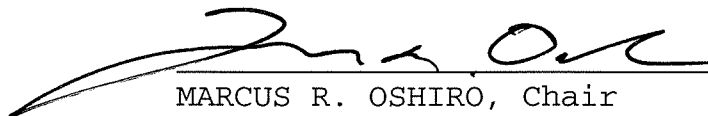


Your Committee has amended this bill by:

- (1) Deleting DOTAX's authority to mandate, by rule, electronic, telephonic, or optical filing of tax returns and other documents, and instead requiring that rules be adopted before allowing electronic, telephonic, or optical means of filing such documents;
- (2) Changing the effective date to July 1, 2020, to encourage further discussion; and
- (3) 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 S.B. No. 1504, S.D. 2, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 1504, S.D. 2, H.D. 1, and be placed on the calendar for Third Reading.

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

  
MARCUS R. OSHIRO, Chair



State of Hawaii  
House of Representatives  
The Twenty-fourth Legislature

*Defer 12*  
**HSCR 1812**

**Record of Votes of the Committee on Finance**

<b>Bill/Resolution No.:</b> <div style="font-size: 1.2em; font-family: cursive;">SB1504 SD2</div>	<b>Date:</b> <div style="font-size: 1.2em; font-family: cursive;">4/3/07</div>			
<b>Committee Referral:</b> <div style="font-size: 1.2em; font-family: cursive;">FIN</div>	<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.			
<b>The recommendation is to:</b> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <div style="width: 45%;"> <input type="checkbox"/> Pass, unamended  <input type="checkbox"/> Hold         </div> <div style="width: 45%;"> <input checked="" type="checkbox"/> Pass, with amendments  <input type="checkbox"/> Pass, with amendments, for recommittal for further consideration         </div> </div>				
<b>FIN Members</b>	<b>Ayes</b>	<b>Ayes (WR)</b>	<b>Nays</b>	<b>Excused</b>
1. OSHIRO, Marcus R. (C)	✓			
2. LEE, Marilyn B. (VC)	✓			
3. BELATTI, Della Au	✓			
4. BROWER, Tom	✓			
5. CARROLL, Mele	✓			
6. CHONG, Pono	✓			
7. HANOHANO, Faye P.	✓			
8. HAR, Sharon E.	✓			
9. MAGAOAY, Michael Y.	✓			
10. MANAHAN, Joey	✓			
11. MIZUNO, John	✓			
12. NAKASONE, Bob	✓			
13. RHOADS, Karl	✓			
14. SAGUM, Roland D., III	✓			
15. TOKIOKA, James Kunane	✓			
16. AWANA, Karen Leinani	✓			
17. MEYER, Colleen Rose	✓			
18. WARD, Gene, Ph.D.				✓
<b>TOTAL</b>	17	0	0	1
<b>The recommendation is:</b> <div style="display: flex; justify-content: space-around; margin-top: 5px;"> <input checked="" type="checkbox"/> Adopted           <input type="checkbox"/> Not Adopted         </div> <p style="margin-top: 10px;">If joint referral, _____ did not support recommendation.  <small>committee acronym(s)</small></p> <div style="text-align: center; margin-top: 10px; font-family: cursive; font-size: 1.2em;"> <i>Marilyn B. Lee</i> </div>				
<b>Vice Chair's or designee's signature:</b>				
<b>Distribution:</b> Original (White) – Committee      Duplicate (Yellow) – HMSO      Duplicate (Pink) – Clerk's Office				