

STAND. COM. REP. NO. 640 -10

Honolulu, Hawaii
Feb 26, 2010

RE: H.B. No. 1921
H.D. 2

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Fifth State Legislature
Regular Session of 2010
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1921, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO A CONTROLLING INTEREST TRANSFER TAX,"

begs leave to report as follows:

The purpose of this bill is to capture taxes on certain conveyances of real property that currently escape the conveyance tax. Specifically, this bill will establish a tax on transfers of real property that occur within the transfer of a controlling interest in a legal entity that owns the real property.

The Chamber of Commerce of Hawaii opposed this bill. The Department of Taxation and Tax Foundation of Hawaii provided comments.

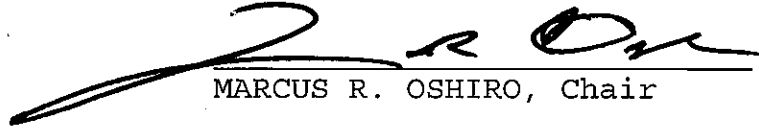
Your Committee has amended this bill by making technical, nonsubstantive amendments for consistency, clarity, and style.

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. 1921, H.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1921, H.D. 2.

HB1921 HD2 HSCR FIN HMS 2010-2255



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



MARCUS R. OSHIRO, Chair



