

STAND. COM. REP. NO.

1228

Honolulu, Hawaii

APR 08 2011

RE: H.B. No. 1307
H.D. 1
S.D. 1

Honorable Shan S. Tsutsui
President of the Senate
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 1307, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose and intent of this measure is to establish the ohana residential housing income tax credit.

The measure establishes the tax credit as a refundable income tax credit that would be equal to the lesser of two per cent of the purchase price of the qualified principal residence located in the State, or \$6,000. The tax credit would only be available to qualified taxpayers who purchase a qualified principal residence on or after April 1, 2011, and before January 1, 2013.

Your Committee received written comments in support of this measure from Myoung Oh, Government Affairs Director, Hawaii Association of REALTORS; Dave Arakawa, Executive Director, Land Use Research Foundation of Hawaii; and Debra M.A. Luning, Director of Governmental Affairs and Community Relations, Gentry Homes, Ltd.

Your Committee received comments on this measure from the Tax Foundation of Hawaii.

Your Committee finds that this measure will benefit the local construction industry by providing an incentive for the purchase

HB1307 SD1 SSCR LRB 11-3145.doc

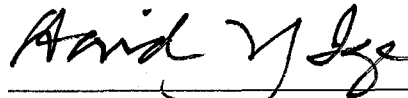


1228

of newly constructed homes. Your Committee also finds that the tax incentive proposed by this measure will help to create jobs and stimulate the State's economy.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1307, H.D. 1, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,

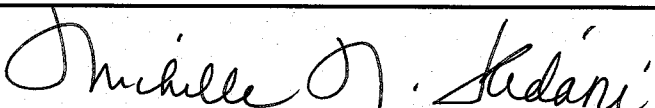


DAVID Y. IGE, Chair



The Senate
 Twenty-Sixth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:*	Committee Referral:	Date:		
HB 1307, HD1, SD1	EDT, WAM	4-8-11		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input checked="" type="checkbox"/> Pass, unamended 2312	<input type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	/			
KIDANI, Michelle N. (VC)	/			
CHUN OAKLAND, Suzanne	/			
DELA CRUZ, Donovan M.	/			
ENGLISH, J. Kalani	/			
ESPERO, Will	/			
FUKUNAGA, Carol	/			
KIM, Donna Mercado				/
KAHELE, Gilbert	/			
KOUCHI, Ronald D.	/			
RYAN, Pohai	/			
TOKUDA, Jill N.	/			
WAKAI, Glenn	/			
SLOM, Sam				/
TOTAL	12	0	0	2
Recommendation:				
<input checked="" type="checkbox"/> Adopted				
<input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original	Yellow	Pink	Goldenrod	
File with Committee Report	Clerk's Office	Drafting Agency	Committee File Copy	

*Only one measure per Record of Votes