

STAND. COM. REP. NO. 567-12

Honolulu, Hawaii

Feb 17, 2012

RE: H.B. No. 2408  
H.D. 1

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Sixth State Legislature  
Regular Session of 2012  
State of Hawaii

Sir:

Your Committee on Economic Revitalization & Business, to which was referred H.B. No. 2408 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to change the sunset date of the temporary suspension of general excise tax exemptions for high technology research and development grants and for shipbuilding and ship repairs, as provided for in Act 105, Session Laws of Hawaii 2011.

The Chamber of Commerce of Hawaii; Ship Repair Association of Hawaii; Marisco, Ltd.; Phoenix International Holdings, Inc.; Pacific Shipyards International; Unitek Contracting Group; and an individual testified in support of this measure. NSC Technologies testified in opposition to this measure. The Department of Taxation and the Hawaii Technology Development Corporation commented on this measure.

Your Committee has amended this measure by changing its effective date to June 30, 2112, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Economic Revitalization & Business that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 2408, as amended herein, and recommends that

HB2408 HD1 HSCR ERB HMS 2012-2149



it pass Second Reading in the form attached hereto as H.B. No. 2408, H.D. 1, and be referred to the Committee on Finance.

Respectfully submitted on  
behalf of the members of the  
Committee on Economic  
Revitalization & Business,



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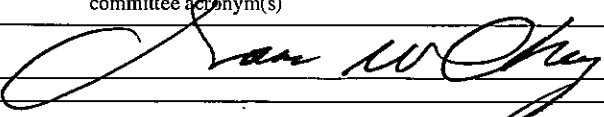
ANGUS L.K. MCKELVEY, Chair



State of Hawaii  
House of Representatives  
The Twenty-sixth Legislature

HSR 567-12

Record of Votes of the Committee on Economic Revitalization & Business

| Bill/Resolution No.:<br><b>HB 2408</b>  | Committee Referral:<br><b>ERB, FIN</b> | Date:<br><b>2/14/12</b> |      |         |
|---|--|-------------------------|------|---------|
| <input type="checkbox"/> The committee is reconsidering its previous decision on the measure.   |  |                         |      |         |
| The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold<br><input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit) |  |                         |      |         |
| ERB Members   | Ayes                                   | Ayes (WR)               | Nays | Excused |
| 1. McKELVEY, Angus L.K. (C)   | X                                      |                         |      |         |
| 2. CHOY, Isaac W. (VC)  | X                                      |                         |      |         |
| 3. AWANA, Karen L.  | X                                      |                         |      |         |
| 4. BROWER, Tom  | X                                      |                         |      |         |
| 5. EVANS, Cindy   | X                                      |                         |      |         |
| 6. HASHEM, Mark J.  | X                                      |                         |      |         |
| 7. NISHIMOTO, Scott Y.  | X                                      |                         |      |         |
| 8. TOKIOKA, James Kunane  | X                                      |                         |      |         |
| 9. TSUJI, Clift   | X                                      |                         |      |         |
| 10. MARUMOTO, Barbara C.  | X                                      |                         |      |         |
| 11. PINE, Kymberly Marcos   |  |                         |      | ✓       |
| TOTAL (11)  | 10                                     | -                       | -    | 1       |
| The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted<br>If joint referral, _____ did not support recommendation.<br>committee acronym(s)   |  |                         |      |         |
| Vice Chair's or designee's signature:   |  |                         |      |         |
| Distribution: Original (White) – Committee    Duplicate (Yellow) – Chief Clerk's Office    Duplicate (Pink) – HMSO  |  |                         |      |         |