

---

---

# A BILL FOR AN ACT

RELATING TO TAXATION.

**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:**

1           SECTION 1. Act 60, Session Laws of Hawaii 2009, as amended  
2 by section 4 of Act 97, Session Laws of Hawaii 2011, is amended  
3 by amending section 6 to read as follows:

4           "SECTION 6. This Act shall take effect upon approval;  
5 provided that:

- 6           (1) Section 2 shall apply to taxable years beginning after  
7           December 31, 2008[+], and shall be repealed on  
8           December 31, 2014; provided that section 235-51(a),  
9           (b), and (c), Hawaii Revised Statutes, shall be  
10           reenacted in the form in which it read on the day  
11           before the effective date of this Act; and
- 12           (2) Sections 1 and 3 shall apply to taxable years  
13           beginning after December 31, 2012[+and
- 14           ~~(3) On December 31, 2015, section 2 shall be repealed and~~  
15           ~~section 235-51(a), (b), and (c), Hawaii Revised~~  
16           ~~Statutes, shall be reenacted in the form in which it~~  
17           ~~read on the day before the effective date of this~~  
18           ~~Act]."~~



1 SECTION 2. Section 235-51, Hawaii Revised Statutes, is  
2 amended by amending subsections (a), (b), and (c) to read as  
3 follows:

4 "(a) There is hereby imposed on the taxable income of (1)  
5 every taxpayer who files a joint return under section 235-93;  
6 and (2) every surviving spouse a tax determined in accordance  
7 with the following table:

8 In the case of any taxable year beginning after  
9 December 31, 2001:

If the taxable income is:	The tax shall be:
Not over \$4,000	1.40% of taxable income
Over \$4,000 but not over \$8,000	\$56.00 plus 3.20% of excess over \$4,000
Over \$8,000 but not over \$16,000	\$184.00 plus 5.50% of excess over \$8,000
Over \$16,000 but not over \$24,000	\$624.00 plus 6.40% of excess over \$16,000
Over \$24,000 but not over \$32,000	\$1,136.00 plus 6.80% of excess over \$24,000
Over \$32,000 but not over \$40,000	\$1,680.00 plus 7.20% of excess over \$32,000
Over \$40,000 but	\$2,256.00 plus 7.60% of



1	not over \$60,000	excess over \$40,000
2	Over \$60,000 but	\$3,776.00 plus 7.90% of
3	not over \$80,000	excess over \$60,000
4	Over \$80,000	\$5,356.00 plus 8.25% of
5		excess over \$80,000.

6 In the case of any taxable year beginning after  
7 December 31, 2006:

8	If the taxable income is:	The tax shall be:
9	Not over \$4,800	1.40% of taxable income
10	Over \$4,800 but	\$67.00 plus 3.20% of
11	not over \$9,600	excess over \$4,800
12	Over \$9,600 but	\$221.00 plus 5.50% of
13	not over \$19,200	excess over \$9,600
14	Over \$19,200 but	\$749.00 plus 6.40% of
15	not over \$28,800	excess over \$19,200
16	Over \$28,800 but	\$1,363.00 plus 6.80% of
17	not over \$38,400	excess over \$28,800
18	Over \$38,400 but	\$2,016.00 plus 7.20% of
19	not over \$48,000	excess over \$38,400
20	Over \$48,000 but	\$2,707.00 plus 7.60% of
21	not over \$72,000	excess over \$48,000
22	Over \$72,000 but	\$4,531.00 plus 7.90% of





1           not over \$300,000                           excess over \$96,000  
2           Over \$300,000 but                           \$23,257.00 plus 9.00% of  
3           not over \$350,000                           excess over \$300,000  
4           Over \$350,000 but                           \$27,757.00 plus 10.00% of  
5           not over \$400,000                           excess over \$350,000  
6           Over \$400,000                               \$32,757.00 plus 11.00% of  
7   excess over \$400,000.

8           In the case of any taxable year beginning after December  
9           31, 2014:

10	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
11	<u>Not over \$</u>	<u>% of taxable income</u>
12	<u>Over \$           but</u>	<u>\$           plus           % of</u>
13	<u>not over \$</u>	<u>excess over \$</u>
14	<u>Over \$           but</u>	<u>\$           plus           % of</u>
15	<u>not over \$</u>	<u>excess over \$</u>
16	<u>Over \$           but</u>	<u>\$           plus           % of</u>
17	<u>not over \$</u>	<u>excess over \$</u>
18	<u>Over \$           but</u>	<u>\$           plus           % of</u>
19	<u>not over \$</u>	<u>excess over \$</u>
20	<u>Over \$           but</u>	<u>\$           plus           % of</u>
21	<u>not over \$</u>	<u>excess over \$</u>
22	<u>Over \$           but</u>	<u>\$           plus           % of</u>

1	<u>not over \$</u>	<u>excess over \$</u>
2	Over \$ _____ but	\$ _____ plus _____ % of
3	<u>not over \$</u>	<u>excess over \$</u>
4	Over \$ _____ but	\$ _____ plus _____ % of
5	<u>not over \$</u>	<u>excess over \$</u>
6	Over \$ _____ but	\$ _____ plus _____ % of
7	<u>not over \$</u>	<u>excess over \$</u>
8	Over \$ _____ but	\$ _____ plus _____ % of
9	<u>not over \$</u>	<u>excess over \$</u>
10	Over \$ _____	\$ _____ plus _____ % of
11		<u>excess over \$</u> _____ .

12 (b) There is hereby imposed on the taxable income of every  
 13 head of a household a tax determined in accordance with the  
 14 following table:

15 In the case of any taxable year beginning after  
 16 December 31, 2001:

17	If the taxable income is:	The tax shall be:
18	Not over \$3,000	1.40% of taxable income
19	Over \$3,000 but	\$42.00 plus 3.20% of
20	not over \$6,000	excess over \$3,000
21	Over \$6,000 but	\$138.00 plus 5.50% of
22	not over \$12,000	excess over \$6,000



1	Over \$12,000 but	\$468.00 plus 6.40% of
2	not over \$18,000	excess over \$12,000
3	Over \$18,000 but	\$852.00 plus 6.80% of
4	not over \$24,000	excess over \$18,000
5	Over \$24,000 but	\$1,260.00 plus 7.20% of
6	not over \$30,000	excess over \$24,000
7	Over \$30,000 but	\$1,692.00 plus 7.60% of
8	not over \$45,000	excess over \$30,000
9	Over \$45,000 but	\$2,832.00 plus 7.90% of
10	not over \$60,000	excess over \$45,000
11	Over \$60,000	\$4,017.00 plus 8.25% of
12		excess over \$60,000.

13 In the case of any taxable year beginning after  
14 December 31, 2006:

15	If the taxable income is:	The tax shall be:
16	Not over \$3,600	1.40% of taxable income
17	Over \$3,600 but	\$50.00 plus 3.20% of
18	not over \$7,200	excess over \$3,600
19	Over \$7,200 but	\$166.00 plus 5.50% of
20	not over \$14,400	excess over \$7,200
21	Over \$14,400 but	\$562.00 plus 6.40% of
22	not over \$21,600	excess over \$14,400



1	Over \$21,600 but	\$1,022.00 plus 6.80% of
2	not over \$28,800	excess over \$21,600
3	Over \$28,800 but	\$1,512.00 plus 7.20% of
4	not over \$36,000	excess over \$28,800
5	Over \$36,000 but	\$2,030.00 plus 7.60% of
6	not over \$54,000	excess over \$36,000
7	Over \$54,000 but	\$3,398.00 plus 7.90% of
8	not over \$72,000	excess over \$54,000
9	Over \$72,000	\$4,820.00 plus 8.25% of
10		excess over \$72,000.

11 In the case of any taxable year beginning after  
12 December 31, 2008:

13	If the taxable income is:	The tax shall be:
14	Not over \$3,600	1.40% of taxable income
15	Over \$3,600 but	\$50.00 plus 3.20% of
16	not over \$7,200	excess over \$3,600
17	Over \$7,200 but	\$166.00 plus 5.50% of
18	not over \$14,400	excess over \$7,200
19	Over \$14,400 but	\$562.00 plus 6.40% of
20	not over \$21,600	excess over \$14,400
21	Over \$21,600 but	\$1,022.00 plus 6.80% of
22	not over \$28,800	excess over \$21,600





1	Over \$28,800 but	\$1,512.00 plus 7.20% of
2	not over \$36,000	excess over \$28,800
3	Over \$36,000 but	\$2,030.00 plus 7.60% of
4	not over \$54,000	excess over \$36,000
5	Over \$54,000 but	\$3,398.00 plus 7.90% of
6	not over \$72,000	excess over \$54,000
7	Over \$72,000 but	\$4,820.00 plus 8.25% of
8	not over \$225,000	excess over \$72,000
9	Over \$225,000 but	\$17,443.00 plus 9.00% of
10	not over \$262,500	excess over \$225,000
11	Over \$262,500 but	\$20,818.00 plus 10.00% of
12	not over \$300,000	excess over \$262,500
13	Over \$300,000	\$24,568.00 plus 11.00% of
14		excess over \$300,000.

15 In the case of any taxable year beginning after December

16 31, 2014:

17	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
18	<u>Not over \$ _____</u>	<u>_____ % of taxable income</u>
19	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
20	<u>not over \$ _____</u>	<u>excess over \$ _____</u>





1 the head of a household) and (2) on the taxable income of every  
 2 married individual who does not make a single return jointly  
 3 with the individual's spouse under section 235-93 a tax  
 4 determined in accordance with the following table:

5 In the case of any taxable year beginning after  
 6 December 31, 2001:

7	If the taxable income is:	The tax shall be:
8	Not over \$2,000	1.40% of taxable income
9	Over \$2,000 but	\$28.00 plus 3.20% of
10	not over \$4,000	excess over \$2,000
11	Over \$4,000 but	\$92.00 plus 5.50% of
12	not over \$8,000	excess over \$4,000
13	Over \$8,000 but	\$312.00 plus 6.40% of
14	not over \$12,000	excess over \$8,000
15	Over \$12,000 but	\$568.00 plus 6.80% of
16	not over \$16,000	excess over \$12,000
17	Over \$16,000 but	\$840.00 plus 7.20% of
18	not over \$20,000	excess over \$16,000
19	Over \$20,000 but	\$1,128.00 plus 7.60% of
20	not over \$30,000	excess over \$20,000
21	Over \$30,000 but	\$1,888.00 plus 7.90% of
22	not over \$40,000	excess over \$30,000



1 Over \$40,000 \$2,678.00 plus 8.25% of  
2 excess over \$40,000.

3 In the case of any taxable year beginning after  
4 December 31, 2006:

5	If the taxable income is:	The tax shall be:
6	Not over \$2,400	1.40% of taxable income
7	Over \$2,400 but	\$34.00 plus 3.20% of
8	not over \$4,800	excess over \$2,400
9	Over \$4,800 but	\$110.00 plus 5.50% of
10	not over \$9,600	excess over \$4,800
11	Over \$9,600 but	\$374.00 plus 6.40% of
12	not over \$14,400	excess over \$9,600
13	Over \$14,400 but	\$682.00 plus 6.80% of
14	not over \$19,200	excess over \$14,400
15	Over \$19,200 but	\$1,008.00 plus 7.20% of
16	not over \$24,000	excess over \$19,200
17	Over \$24,000 but	\$1,354.00 plus 7.60% of
18	not over \$36,000	excess over \$24,000
19	Over \$36,000 but	\$2,266.00 plus 7.90% of
20	not over \$48,000	excess over \$36,000
21	Over \$48,000	\$3,214.00 plus 8.25% of
22		excess over \$48,000.



1 In the case of any taxable year beginning after  
2 December 31, 2008:

3	If the taxable income is:	The tax shall be:
4	Not over \$2,400	1.40% of taxable income
5	Over \$2,400 but	\$34.00 plus 3.20% of
6	not over \$4,800	excess over \$2,400
7	Over \$4,800 but	\$110.00 plus 5.50% of
8	not over \$9,600	excess over \$4,800
9	Over \$9,600 but	\$374.00 plus 6.40% of
10	not over \$14,400	excess over \$9,600
11	Over \$14,400 but	\$682.00 plus 6.80% of
12	not over \$19,200	excess over \$14,400
13	Over \$19,200 but	\$1,008.00 plus 7.20% of
14	not over \$24,000	excess over \$19,200
15	Over \$24,000 but	\$1,354.00 plus 7.60% of
16	not over \$36,000	excess over \$24,000
17	Over \$36,000 but	\$2,266.00 plus 7.90% of
18	not over \$48,000	excess over \$36,000
19	Over \$48,000 but	\$3,214.00 plus 8.25% of
20	not over \$150,000	excess over \$48,000
21	Over \$150,000 but	\$11,629.00 plus 9.00% of
22	not over \$175,000	excess over \$150,000



1 Over \$175,000 but \$13,879.00 plus 10.00% of  
 2 not over \$200,000 excess over \$175,000  
 3 Over \$200,000 \$16,379.00 plus 11.00% of  
 4 excess over \$200,000.

5 In the case of any taxable year beginning after December  
 6 31, 2014:

7	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
8	<u>Not over \$ _____</u>	<u>_____ % of taxable income</u>
9	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
10	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
11	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
12	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
13	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
14	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
15	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
16	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
17	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
18	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
19	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
20	<u>not over \$ _____</u>	<u>excess over \$ _____</u>
21	<u>Over \$ _____ but</u>	<u>\$ _____ plus _____ % of</u>
22	<u>not over \$ _____</u>	<u>excess over \$ _____</u>





**Report Title:**

Taxation; Income Tax Rates

**Description:**

Repeals the temporary increase in income tax rates established by Act 60, SLH 2009, one year ahead of schedule by changing the sunset date of the increased tax rates from 12/31/2015 to 12/31/2014. Changes income tax rates after 12/31/2014. Effective 01/01/2030. (SD1)

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*

