
HOUSE CONCURRENT RESOLUTION

REQUESTING THE DEPARTMENT OF TAXATION AND THE DEPARTMENT OF
COMMERCE AND CONSUMER AFFAIRS TO CONVENE A WORKING GROUP TO
DETERMINE AN EFFECTIVE AND EFFICIENT PROCEDURE TO ENSURE
THAT OUT-OF-STATE DESIGN PROFESSIONALS PRACTICING IN HAWAII
ARE PAYING APPROPRIATE STATE TAXES.

1 WHEREAS, design professionals include professional
2 architects, engineers, land surveyors, and licensed landscape
3 architects who are licensed under chapter 464, Hawaii Revised
4 Statutes; and

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6 WHEREAS, design professionals provide various services to
7 individuals and businesses in the State and are compensated for
8 their services; and

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10 WHEREAS, out-of-state design professionals are subject to
11 the same laws and requirements as in-state design professionals
12 to file and pay state taxes on all compensation received from
13 services provided within the State; and

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15 WHEREAS, there is a concern that out-of-state design
16 professionals and their respective firms may not be filing and
17 paying the appropriate state taxes in a timely manner; and

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19 WHEREAS, if out-of-state design professionals and their
20 respective firms continue to be delinquent on tax payments, it
21 may provide a disincentive for Hawaii firms to file and pay
22 taxes in a timely manner; and

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24 WHEREAS, out-of-state design professionals and their
25 respective firms who have provided services in the State should
26 pay the required taxes just as design professionals and firms
27 that are located in the State do; now, therefore,

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1 BE IT RESOLVED by the House of Representatives of the
2 Twenty-seventh Legislature of the State of Hawaii, Regular
3 Session of 2013, the Senate concurring, that the Department of
4 Taxation, in collaboration with the Department of Commerce and
5 Consumer Affairs, is requested to convene a working group to
6 determine an effective and efficient policy to ensure that out-
7 of-state design professionals and their respective firms file
8 and pay appropriate state taxes in a timely manner; and
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10 BE IT FURTHER RESOLVED that the working group is requested
11 to include among its members stakeholders from the professional
12 architect, engineer, land surveyor, and landscape architect
13 community; and
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15 BE IT FURTHER RESOLVED that the Director of Taxation is
16 requested to select as members of the working group a
17 representative of:
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- 19 (1) Department of Taxation, who is requested to serve as
20 chair of the working group;
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- 22 (2) Department of Commerce and Consumer Affairs,
23 Professional and Vocational Licensing Division;
- 24
- 25 (3) American Council of Engineering Companies of Hawaii;
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- 27 (4) Hawaii Society of Professional Engineers;
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- 29 (5) American Institute of Architects;
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- 31 (6) Structural Engineers Association of Hawaii; and
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- 33 (7) American Society of Landscape Architects, Hawaii
34 Chapter; and
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36 BE IT FURTHER RESOLVED that the working group is requested
37 to submit a report of its findings, recommendations, and
38 proposed legislation to the Legislature no later than twenty
39 days prior to the convening of the Regular Session of 2014; and
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41 BE IT FURTHER RESOLVED that certified copies of this
42 Concurrent Resolution be transmitted to the Director of
43 Taxation, Director of Commerce and Consumer Affairs, President
44 of the Board of Directors of American Council of Engineering



H.C.R. NO. 87

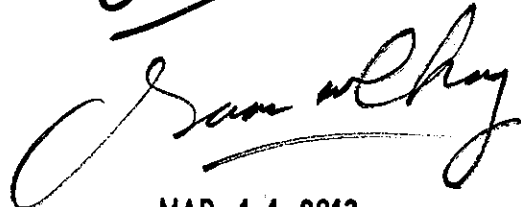
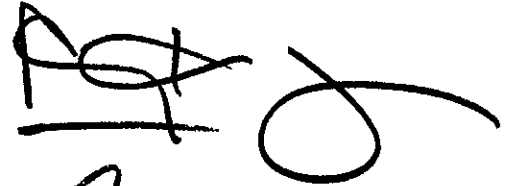
1 Companies of Hawaii, President of Hawaii Society of Professional
2 Engineers, President of American Institute of Architects
3 Honolulu, President of Structural Engineers Association of
4 Hawaii, and President of the American Society of Landscape
5 Architects, Hawaii Chapter.

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OFFERED BY: _____



Cindy Evans



MAR 11 2013

