

STAND. COM. REP. NO.

416

Honolulu, Hawaii
February 14, 2013

RE: H.B. No. 1123
H.D. 1

Honorable Joseph M. Souki
Speaker, House of Representatives
Twenty-Seventh State Legislature
Regular Session of 2013
State of Hawaii

Sir:

Your Committee on Economic Development & Business, to which
was referred H.B. No. 1123 entitled:

"A BILL FOR AN ACT RELATING TO LIQUOR TAX LAW,"

begs leave to report as follows:

The purpose of this measure is to assist small businesses
producing beer by reducing the gallonage tax on the first 60,000
barrels of beer brewed or produced during a taxable year by a
small brewery or brewpub in the State to \$0.23 per gallon of beer.

The Department of Taxation and Tax Foundation of Hawaii
provided comments on this measure.

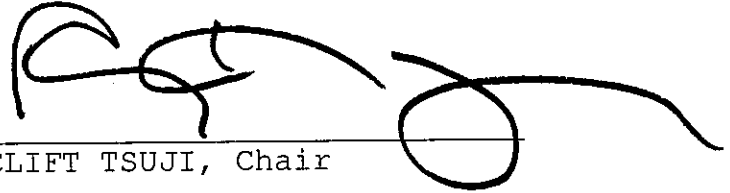
Your Committee has amended this measure by changing the
application date of the tax to taxable years beginning after
January 20, 2020, to encourage further discussion.

As affirmed by the record of votes of the members of your
Committee on Economic Development & Business that is attached to
this report, your Committee is in accord with the intent and
purpose of H.B. No. 1123, as amended herein, and recommends that
it pass Second Reading in the form attached hereto as H.B. No.
1123, H.D. 1, and be referred to the Committee on Finance.

HB1123 HD1 HSCR EDB HMS 2013-1964



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



CLIFT TSUJI, Chair



