
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, is amended
2 by amending section 6 to read as follows:

3 "SECTION 6. This Act shall take effect upon approval,
4 provided that:

5 (1) Section 2 shall apply to taxable years beginning after
6 December 31, 2008[~~7~~], and shall be repealed on
7 December 31, 2014; provided that section 235-51(a),
8 (b), and (c), Hawaii Revised Statutes, shall be
9 reenacted in the form in which it read on the day
10 before the effective date of this Act;

11 (2) Sections 1 and 3 shall apply to taxable years
12 beginning after December 31, 2010; and

13 (3) On December 31, 2015, this Act shall be repealed and
14 sections 235-2.4(a) [~~7~~, ~~235-51(a), (b), and (c),~~] and
15 235-54(a), Hawaii Revised Statutes, shall be reenacted
16 in the form in which they read on the day before the
17 effective date of this 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:

10	If the taxable income is:	The tax shall be:
11	Not over \$4,000	1.40% of taxable income
12	Over \$4,000 but	\$56.00 plus 3.20% of
13	not over \$8,000	excess over \$4,000
14	Over \$8,000 but	\$184.00 plus 5.50% of
15	not over \$16,000	excess over \$8,000
16	Over \$16,000 but	\$624.00 plus 6.40% of
17	not over \$24,000	excess over \$16,000
18	Over \$24,000 but	\$1,136.00 plus 6.80% of
19	not over \$32,000	excess over \$24,000
20	Over \$32,000 but	\$1,680.00 plus 7.20% of
21	not over \$40,000	excess over \$32,000
22	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 \$</u> but	<u>\$</u> plus <u>% of</u>
13	<u>not over \$</u>	<u>excess over \$</u>
14	<u>Over \$</u> but	<u>\$</u> plus <u>% of</u>
15	<u>not over \$</u>	<u>excess over \$</u>
16	<u>Over \$</u> but	<u>\$</u> plus <u>% of</u>
17	<u>not over \$</u>	<u>excess over \$</u>
18	<u>Over \$</u> but	<u>\$</u> plus <u>% of</u>
19	<u>not over \$</u>	<u>excess over \$</u>
20	<u>Over \$</u> but	<u>\$</u> plus <u>% of</u>
21	<u>not over \$</u>	<u>excess over \$</u>



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

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

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

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



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

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

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



1	not over \$21,600	excess over \$14,400
2	Over \$21,600 but	\$1,022.00 plus 6.80% of
3	not over \$28,800	excess over \$21,600
4	Over \$28,800 but	\$1,512.00 plus 7.20% of
5	not over \$36,000	excess over \$28,800
6	Over \$36,000 but	\$2,030.00 plus 7.60% of
7	not over \$54,000	excess over \$36,000
8	Over \$54,000 but	\$3,398.00 plus 7.90% of
9	not over \$72,000	excess over \$54,000
10	Over \$72,000	\$4,820.00 plus 8.25% of
11		excess over \$72,000.

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

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



1	not over \$28,800	excess over \$21,600
2	Over \$28,800 but	\$1,512.00 plus 7.20% of
3	not over \$36,000	excess over \$28,800
4	Over \$36,000 but	\$2,030.00 plus 7.60% of
5	not over \$54,000	excess over \$36,000
6	Over \$54,000 but	\$3,398.00 plus 7.90% of
7	not over \$72,000	excess over \$54,000
8	Over \$72,000 but	\$4,820.00 plus 8.25% of
9	not over \$225,000	excess over \$72,000
10	Over \$225,000 but	\$17,443.00 plus 9.00% of
11	not over \$262,500	excess over \$225,000
12	Over \$262,500 but	\$20,818.00 plus 10.00% of
13	not over \$300,000	excess over \$262,500
14	Over \$300,000	\$24,568.00 plus 11.00% of
15		excess over \$300,000..

16 In the case of any taxable year beginning after December
 17 31, 2014:

18	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
19	<u>Not over \$</u>	<u>% of taxable income</u>
20	<u>Over \$ but</u>	<u>\$ plus % of</u>
21	<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>



1 Over \$ but \$ plus % of
2 not over \$ excess over \$
3 Over \$ but \$ plus % of
4 not over \$ excess over \$
5 Over \$ but \$ plus % of
6 not over \$ excess over \$
7 Over \$ \$ plus % of
8 excess over \$."

9 SECTION 3. Statutory material to be repealed is bracketed
10 and stricken. New statutory material is underscored.

11 SECTION 4. This Act shall take effect on January 1, 2030,
12 provided that section 2 shall take effect on January 1, 2030.

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 December 31, 2015, to December 31, 2014. Changes income tax rates after December 31, 2014. Effective January 1, 2030. (HB694 HD1)

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