

STAND. COM. REP. NO.

1009

Honolulu, Hawaii

March 19, 2013

RE: S.B. No. 1261
S.D. 2

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 S.B. No. 1261, S.D. 2, 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.

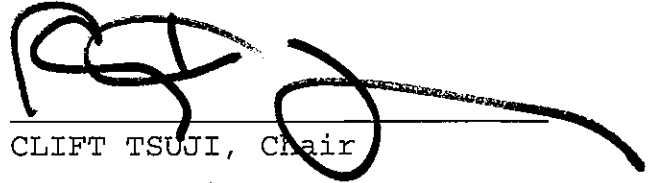
The Hawaiian Craft Brewers Guild, Maui Brewing Co., and Kauai Island Brewing testified in support of this measure. The Department of Taxation, Tax Foundation of Hawaii, and an individual provided comments on this measure.

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 S.B. No. 1261, S.D. 2, and recommends that it pass Second Reading and be referred to the Committee on Finance.

SB1261 SD2 HSCR EDB HMS 2013-2795



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



CLIFT TSUJI, Chair



