

STAND. COM. REP. NO. 2660

Honolulu, Hawaii

FEB 28 2014

RE: S.B. No. 3082  
S.D. 2

Honorable Donna Mercado Kim  
President of the Senate  
Twenty-Seventh State Legislature  
Regular Session of 2014  
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 3082, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose and intent of this measure is to promote manufacturing in Hawaii.

More specifically, this measure establishes a temporary income tax credit for taxpayers who incur certain expenses for manufacturing products in Hawaii.

Your Committee received written comments in support of the measure from the Department of Business, Economic Development, and Tourism; Hawaii Strategic Development Corporation; High Technology Development Corporation; The Chamber of Commerce of Hawaii; Hawaii Farm Bureau Federation; Hawaii Food Industry Association; K. Yamada Distributors; and Meadow Gold Dairies. The Department of Taxation submitted written comments on the measure.

Your Committee finds that there is a need for Hawaii to develop and support its manufacturing industry. This is evidenced by the fact that Hawaii imports over ninety per cent of the products consumed in the State each year. Your Committee also finds that there is a great demand outside the State for products that are made in Hawaii. Your Committee believes that this measure will assist in the development of manufacturing in Hawaii.

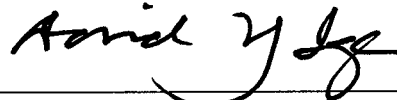


Your Committee has amended this measure by:

- (1) Changing the amount of the tax credit and the cap amount to unspecified amounts; and
- (2) Making technical nonsubstantive amendments for the purposes of consistency, clarity, and style.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 3082, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 3082, S.D. 2.

Respectfully submitted on  
behalf of the members of the  
Committee on Ways and Means,



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DAVID Y. IGE, Chair



The Senate  
 Twenty-Seventh Legislature  
 State of Hawai'i

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:* <b>SB 3082, SD1</b>	Committee Referral: <b>EGH, WAM</b>	Date: <b>2-25-14</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)	✓			
KIDANI, Michelle N. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.	✓			
ENGLISH, J. Kalani	✓			
ESPERO, Will	✓			
KAHELE, Gilbert	✓			
KEITH-AGARAN, Gilbert S.C.	✓			
KOUCHI, Ronald D.				✓
RUDERMAN, Russell E.	✓			
THIELEN, Laura H.	✓			
TOKUDA, Jill N.	✓			
SLOM, Sam	✓			
	12	0	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: <div style="text-align: center; font-family: cursive; font-size: 1.2em;">Michelle N. Kidani</div>				
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\*Only one measure per Record of Votes