

Honolulu, Hawaii

APR 04 2016

RE: H.B. No. 1702
H.D. 1
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2016
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred H.B. No. 1702, H.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 amend the household and dependent care services income tax credit for certain resident taxpayers by changing the basis for the applicable percentage of the credit.

Your Committee received testimony in support of this measure from Catholic Charities Hawaii, Hawaii Appleaseed Center for Law & Economic Justice, and PHOCUSED.

Your Committee received comments on this measure from the Department of Taxation and Tax Foundation of Hawaii.

Your Committee finds that this measure provides a means to increase the income tax credit for expenses for household and dependent care services necessary for gainful employment.

Your Committee has amended this measure by reinserting the applicable percentages for determining the tax credit from the original draft of the measure. These amendments would provide a tax credit ranging from fifteen to twenty-five per cent of the employment-related expenses paid by a qualifying resident taxpayer.



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 H.B. No. 1702, H.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1702, H.D. 1, S.D. 1, and be placed on the calendar for Third Reading.

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

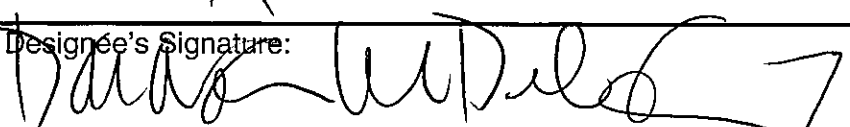


JILL N. TOKUDA, Chair



The Senate
 Twenty-Eighth Legislature
 State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

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|--|-----------------------------------|-------------------------|-----|----------|
| Bill / Resolution No.:* HB 1702, HD 1 | Committee Referral: WAM | Date: 3/23/16 | | |
| <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 |
| TOKUDA, Jill N. (C) | / | | | |
| DELA CRUZ, Donovan M. (VC) | / | | | |
| CHUN OAKLAND, Suzanne | / | | | |
| ENGLISH, J. Kalani | / | | | |
| GALUTERIA, Brickwood | | | | / |
| HARIMOTO, Breene | / | | | |
| INOUE, Lorraine R. | / | | | |
| RIVIERE, Gil | / | | | |
| TANIGUCHI, Brian T. | / | | | |
| WAKAI, Glenn | / | | | |
| SLOM, Sam | | | | / |
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| TOTAL | 9 | | | 2 |
| Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted | | | | |
| Chair's or Designee's Signature:  | | | | |
| Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy | | | | |

*Only one measure per Record of Votes