

Honolulu, Hawaii

APR 26

, 2018

RE: H.B. No. 2416
H.D. 1
S.D. 1
C.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Honorable Ronald D. Kouchi
President of the Senate
Twenty-Ninth State Legislature
Regular Session of 2018
State of Hawaii

Sirs:

Your Committee on Conference on the disagreeing vote of the House of Representatives to the amendments proposed by the Senate in H.B. No. 2416, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAX ON INTANGIBLE PROPERTY,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to clarify how intangible property is treated under the State's general excise and use tax laws by clarifying that:

- (1) Intangible property used outside the State shall be exempt from the general excise tax; and
- (2) Intangible property acquired from an unlicensed seller and used in the State is subject to the use tax at a rate of four percent of the value of the property.




Your Committee on Conference has amended this measure by making it effective upon its approval and applicable to taxable years beginning after December 31, 2018.

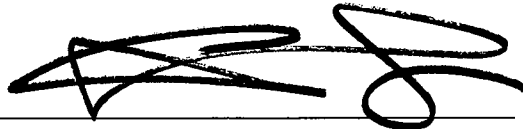
As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of H.B. No. 2416, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as H.B. No. 2416, H.D. 1, S.D. 1, C.D. 1.

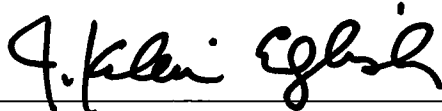
Respectfully submitted on behalf of the managers:

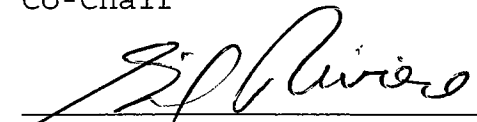
ON THE PART OF THE SENATE

ON THE PART OF THE HOUSE


GILBERT S.C. KEITH-AGARAN
Chair


SYLVIA LUKE
Chair

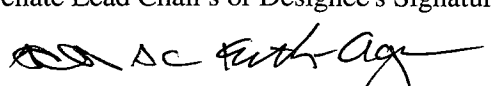


J. KALANI ENGLISH
Co-Chair


GIL RIVIERE
Co-Chair

Hawaii State Legislature

CCR 71-18

Record of Votes of a
Conference Committee

Bill / Concurrent Resolution No.: HB 2416, HD 1, SD 1					Date/Time: 4/25/2018 2:10p						
<input checked="" type="checkbox"/> The recommendation of the House and Senate managers is to pass with amendments (CD).											
<input type="checkbox"/> The Committee is reconsidering its previous decision.											
<input type="checkbox"/> The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					<input type="checkbox"/> The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.						
Senate Managers		A	WR	N	E	House Managers		A	WR	N	E
KEITH-AGARAN, Gilbert S.C., Chr.		✓				LUKE, Sylvia, Chr.		✓			
ENGLISH, J. Kalani, Co-Chr.		✓				CULLEN, Ty J.K.		✓			
RIVIERE, Gil, Co-Chr.		✓				TUPOLA, Andria P.L.		✓			
TOTAL		3				TOTAL		3			
A = Aye		WR = Aye with Reservations			N = Nay			E = Excused			
Senate Recommendation is:						House Recommendation is:					
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted						<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					
Senate Lead Chair's or Designee's Signature:						House Lead Chair's or Designee's Signature:					
											
Distribution:				Original	Yellow	Pink	Goldenrod				
				File with Conference Committee Report	House Clerk's Office	Senate Clerk's Office	Drafting Agency				