

Honolulu, Hawaii

FEB 08 2018

RE: S.B. No. 2614
S.D. 1

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

Sir:

Your Committee on Public Safety, Intergovernmental, and
Military Affairs, to which was referred S.B. No. 2614 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose and intent of this measure is to extend by one
year the deadline for a county to adopt a surcharge on state tax,
under certain conditions, from March 31, 2018, to March 31, 2019.

Your Committee received testimony in support of this measure
from the Mayor, County of Hawaii; and Hawaii County Councilmember
Eileen O'Hara. Your Committee received comments on this measure
from the Department of Taxation; Mayor, County of Maui; and Tax
Foundation of Hawaii.

Your Committee finds that in recent years, county budgets
have tightened and therefore, it is important to provide the
counties with every opportunity and reasonable means of generating
funds to support important and necessary governmental
infrastructure and services. However, your Committee understands
the concerns raised in testimony by the Department of Taxation
that the Department be given sufficient time to make necessary
form and computer changes to begin levying, assessing, collecting,
and otherwise administering the county surcharge on state tax
should any county adopt an ordinance to establish such a
surcharge.



Accordingly, your Committee has amended this measure by changing the date on which the Director of Taxation shall begin levying, assessing, collecting, and otherwise administering the county surcharge on state tax authorized under this measure to January 1, 2020.

As affirmed by the record of votes of the members of your Committee on Public Safety, Intergovernmental, and Military Affairs that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 2614, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2614, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Public Safety,
Intergovernmental, and Military
Affairs,

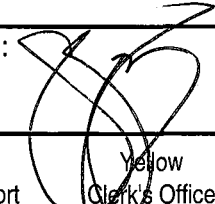
Clarence K. Nishihara

CLARENCE K. NISHIHARA, Chair



The Senate
 Twenty-Ninth Legislature
 State of Hawai'i

Record of Votes
Committee on Public Safety, Intergovernmental, and Military Affairs
PSM

Bill / Resolution No.:* SB 2614	Committee Referral: PSM, WAM	Date: 2/2/18		
<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
NISHIHARA, Clarence K. (C)	✓			
WAKAI, Glenn (VC)	✓			
BAKER, Rosalyn H.	✓			
IHARA, Jr., Les	✓			
THIELEN, Laura H.				✓
TOTAL	4	0	0	1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
Distribution: Original File with Committee Report Yellow Clark's Office Pink Drafting Agency Goldenrod Committee File Copy				

*Only one measure per Record of Votes