

Honolulu, Hawaii

, 2018

MAR 23

RE: S.B. No. 2905
S.D. 2
H.D. 1

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

Sir:

Your Committees on Education and Labor & Public Employment,
to which was referred S.B. No. 2905, S.D. 2, entitled:

"A BILL FOR AN ACT RELATING TO ON-SITE EARLY CHILDHOOD
FACILITIES,"

beg leave to report as follows:

The purpose of this measure is to increase access to early
childhood programs in the State by:

- (1) Establishing a refundable income tax credit for
employers who create on-site early childhood facilities,
subject to the facility receiving certification from the
Department of Human Services, and accreditation within
two years of operation; and
- (2) Establishing and appropriating funds for one full-time
On-site Early Childhood Facility Coordinator position in
the Executive Office on Early Learning.

The Oahu County Committee on Legislative Priorities of the
Democratic Party of Hawai'i and an individual supported this
measure. The Executive Office on Early Learning, Department of
Human Services, Department of Taxation, and Tax Foundation of
Hawaii provided comments on this measure.



Your Committees have amended this measure by:

- (1) Clarifying provisions regarding the aggregate cap on the income tax credit to include a process of certification and enforcement;
- (2) Clarifying that an on-site early childhood facility must be completed and certified before a taxpayer can claim the income tax credit; and
- (3) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the records of votes of the members of your Committees on Education and Labor & Public Employment that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2905, S.D. 2, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2905, S.D. 2, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committees on Education and
Labor & Public Employment,


AARON LING JOHANSON, Chair


JUSTIN H. WOODSON, Chair



State of Hawaii
House of Representatives
The Twenty-ninth Legislature

HSCR 1412-18

Record of Votes of the Committee on Education

Bill/Resolution No.: SB 2905, ED2	Committee Referral: EDN/LAB, FIN	Date: MARCH 19, 2018		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
EDN Members	Ayes	Ayes (WR)	Nays	Excused
1. WOODSON, Justin H. (C)	✓			
2. KONG, Sam Satoru (VC)	✓			
3. CREAGAN, Richard P.	✓			
4. HASHEM, Mark J.	✓			
5. ING, Kaniela				✓
6. LEARMONT, Lei R.		✓		
7. McKELVEY, Angus L.K.	✓			
8. OHNO, Takashi	✓			
9. ONISHI, Richard H.K.	✓			
10. QUINLAN, Sean	✓			
11. MATSUMOTO, Lauren Kealohilani	✓			
TOTAL (11)	9	1		1
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: <i>James S. King</i>				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				

