
A BILL FOR AN ACT

RELATING TO TAXATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that the State has the
2 highest cost of living and housing in the nation, causing many
3 people to struggle to make ends meet even though they are
4 employed. Hawaii is one of only fifteen states that impose a
5 tax on the income of those at or below the poverty level, while
6 most states either provide a refund or require no payment. The
7 National Center for Children in Poverty shows that, compared to
8 other states, Hawaii places the second highest tax burden on
9 families at or below the poverty level.

10 Eliminating the state income tax liability in the lowest
11 tax brackets would help workers living at or below the poverty
12 line. The purpose of this Act is to provide targeted tax relief
13 to those with the lowest incomes in the State.

14 SECTION 2. Section 235-51, Hawaii Revised Statutes, is
15 amended by amending subsections (a), (b), and (c) to read as
16 follows:



1 "(a) There is hereby imposed on the taxable income of
2 every:

3 (1) Taxpayer who files a joint return under section 235-
4 93; and

5 (2) Surviving spouse,

6 a tax determined in accordance with the following table:

7

8 In the case of any taxable year beginning after December
9 31, 2001:

10	If the taxable income is:	The tax shall be:
11	Not over \$4,000	1.40% of taxable income
12	Over \$4,000 but	\$56.00 plus 3.20% of
13	not over \$8,000	excess over \$4,000
14	Over \$8,000 but	\$184.00 plus 5.50% of
15	not over \$16,000	excess over \$8,000
16	Over \$16,000 but	\$624.00 plus 6.40% of
17	not over \$24,000	excess over \$16,000
18	Over \$24,000 but	\$1,136.00 plus 6.80% of
19	not over \$32,000	excess over \$24,000
20	Over \$32,000 but	\$1,680.00 plus 7.20% of
21	not over \$40,000	excess over \$32,000



1	Over \$40,000 but	\$2,256.00 plus 7.60% of
2	not over \$60,000	excess over \$40,000
3	Over \$60,000 but	\$3,776.00 plus 7.90% of
4	not over \$80,000	excess over \$60,000
5	Over \$80,000	\$5,356.00 plus 8.25% of
6		excess over \$80,000.
7		
8	In the case of any taxable year beginning after December	
9	31, 2006:	
10	If the taxable income is:	The tax shall be:
11	Not over \$4,800	1.40% of taxable income
12	Over \$4,800 but	\$67.00 plus 3.20% of
13	not over \$9,600	excess over \$4,800
14	Over \$9,600 but	\$221.00 plus 5.50% of
15	not over \$19,200	excess over \$9,600
16	Over \$19,200 but	\$749.00 plus 6.40% of
17	not over \$28,800	excess over \$19,200
18	Over \$28,800 but	\$1,363.00 plus 6.80% of
19	not over \$38,400	excess over \$28,800
20	Over \$38,400 but	\$2,016.00 plus 7.20% of
21	not over \$48,000	excess over \$38,400



1	Over \$48,000 but	\$2,707.00 plus 7.60% of
2	not over \$72,000	excess over \$48,000
3	Over \$72,000 but	\$4,531.00 plus 7.90% of
4	not over \$96,000	excess over \$72,000
5	Over \$96,000	\$6,427.00 plus 8.25% of
6		excess over \$96,000.

7

8 In the case of any taxable year beginning after December
9 31, 2017:

10	If the taxable income is:	The tax shall be:
11	Not over \$4,800	1.40% of taxable income
12	Over \$4,800 but	\$67.00 plus 3.20% of
13	not over \$9,600	excess over \$4,800
14	Over \$9,600 but	\$221.00 plus 5.50% of
15	not over \$19,200	excess over \$9,600
16	Over \$19,200 but	\$749.00 plus 6.40% of
17	not over \$28,800	excess over \$19,200
18	Over \$28,800 but	\$1,363.00 plus 6.80% of
19	not over \$38,400	excess over \$28,800
20	Over \$38,400 but	\$2,016.00 plus 7.20% of
21	not over \$48,000	excess over \$38,400



1	Over \$48,000 but	\$2,707.00 plus 7.60% of
2	not over \$72,000	excess over \$48,000
3	Over \$72,000 but	\$4,531.00 plus 7.90% of
4	not over \$96,000	excess over \$72,000
5	Over \$96,000 but	\$6,427.00 plus 8.25% of
6	not over \$300,000	excess over \$96,000
7	Over \$300,000 but	\$23,257.00 plus 9.00% of
8	not over \$350,000	excess over \$300,000
9	Over \$350,000 but	\$27,757.00 plus 10.00% of
10	not over \$400,000	excess over \$350,000
11	Over \$400,000	\$32,757.00 plus 11.00% of
12		excess over \$400,000.

13 In the case of any taxable year beginning after December
14 31, 2018:

15	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
16	<u>Over \$6,600 but</u>	<u> % of</u>
17	<u>not over \$9,600</u>	<u>excess over \$6,600</u>
18	<u>Over \$9,600 but</u>	<u>\$ plus % of</u>
19	<u>not over \$28,800</u>	<u>excess over \$9,600</u>
20	<u>Over \$28,800 but</u>	<u>\$ plus % of</u>
21	<u>not over \$38,400</u>	<u>excess over \$28,800</u>



1	<u>Over \$38,400 but</u>	\$ _____ plus _____ % of
2	<u>not over \$48,000</u>	<u>excess over \$38,400</u>
3	<u>Over \$48,000 but</u>	\$ _____ plus _____ % of
4	<u>not over \$72,000</u>	<u>excess over \$48,000</u>
5	<u>Over \$72,000 but</u>	\$ _____ plus _____ % of
6	<u>not over \$96,000</u>	<u>excess over \$72,000</u>
7	<u>Over \$96,000 but</u>	\$ _____ plus _____ % of
8	<u>not over \$300,000</u>	<u>excess over \$96,000</u>
9	<u>Over \$300,000 but</u>	\$ _____ plus _____ % of
10	<u>not over \$350,000</u>	<u>excess over \$300,000</u>
11	<u>Over \$350,000 but</u>	\$ _____ plus _____ % of
12	<u>not over \$400,000</u>	<u>excess over \$350,000</u>
13	<u>Over \$400,000</u>	\$ _____ plus _____ % of
14		<u>excess over \$400,000.</u>

16 (b) There is hereby imposed on the taxable income of every
 17 head of a household a tax determined in accordance with the
 18 following table:

19
 20 In the case of any taxable year beginning after December
 21 31, 2001:



1	If the taxable income is:	The tax shall be:
2	Not over \$3,000	1.40% of taxable income
3	Over \$3,000 but	\$42.00 plus 3.20% of
4	not over \$6,000	excess over \$3,000
5	Over \$6,000 but	\$138.00 plus 5.50% of
6	not over \$12,000	excess over \$6,000
7	Over \$12,000 but	\$468.00 plus 6.40% of
8	not over \$18,000	excess over \$12,000
9	Over \$18,000 but	\$852.00 plus 6.80% of
10	not over \$24,000	excess over \$18,000
11	Over \$24,000 but	\$1,260.00 plus 7.20% of
12	not over \$30,000	excess over \$24,000
13	Over \$30,000 but	\$1,692.00 plus 7.60% of
14	not over \$45,000	excess over \$30,000
15	Over \$45,000 but	\$2,832.00 plus 7.90% of
16	not over \$60,000	excess over \$45,000
17	Over \$60,000	\$4,017.00 plus 8.25% of
18		excess over \$60,000.

19
20 In the case of any taxable year beginning after December
21 31, 2006:



1	If the taxable income is:	The tax shall be:
2	Not over \$3,600	1.40% of taxable income
3	Over \$3,600 but	\$50.00 plus 3.20% of
4	not over \$7,200	excess over \$3,600
5	Over \$7,200 but	\$166.00 plus 5.50% of
6	not over \$14,400	excess over \$7,200
7	Over \$14,400 but	\$562.00 plus 6.40% of
8	not over \$21,600	excess over \$14,400
9	Over \$21,600 but	\$1,022.00 plus 6.80% of
10	not over \$28,800	excess over \$21,600
11	Over \$28,800 but	\$1,512.00 plus 7.20% of
12	not over \$36,000	excess over \$28,800
13	Over \$36,000 but	\$2,030.00 plus 7.60% of
14	not over \$54,000	excess over \$36,000
15	Over \$54,000 but	\$3,398.00 plus 7.90% of
16	not over \$72,000	excess over \$54,000
17	Over \$72,000	\$4,820.00 plus 8.25% of
18		excess over \$72,000.

19
20 In the case of any taxable year beginning after December
21 31, 2017:



1	If the taxable income is:	The tax shall be:
2	Not over \$3,600	1.40% of taxable income
3	Over \$3,600 but	\$50.00 plus 3.20% of
4	not over \$7,200	excess over \$3,600
5	Over \$7,200 but	\$166.00 plus 5.50% of
6	not over \$14,400	excess over \$7,200
7	Over \$14,400 but	\$562.00 plus 6.40% of
8	not over \$21,600	excess over \$14,400
9	Over \$21,600 but	\$1,022.00 plus 6.80% of
10	not over \$28,800	excess over \$21,600
11	Over \$28,800 but	\$1,512.00 plus 7.20% of
12	not over \$36,000	excess over \$28,800
13	Over \$36,000 but	\$2,030.00 plus 7.60% of
14	not over \$54,000	excess over \$36,000
15	Over \$54,000 but	\$3,398.00 plus 7.90% of
16	not over \$72,000	excess over \$54,000
17	Over \$72,000 but	\$4,820.00 plus 8.25% of
18	not over \$225,000	excess over \$72,000
19	Over \$225,000 but	\$17,443.00 plus 9.00% of
20	not over \$262,500	excess over \$225,000
21	Over \$262,500 but	\$20,818.00 plus 10.00% of



1 not over \$300,000 excess over \$262,500
 2 Over \$300,000 \$24,568.00 plus 11.00% of
 3 excess over \$300,000.

4 In the case of any taxable year beginning after December
 5 31, 2018:

6	<u>If the taxable income is:</u>	<u>The tax shall be:</u>
7	<u>Over \$4,800 but</u>	<u> % of</u>
8	<u> not over \$7,200</u>	<u> excess over \$4,800</u>
9	<u>Over \$7,200 but</u>	<u>\$ plus % of</u>
10	<u> not over \$21,600</u>	<u> excess over \$7,200</u>
11	<u>Over \$21,600 but</u>	<u>\$ plus % of</u>
12	<u> not over \$28,800</u>	<u> excess over \$21,600</u>
13	<u>Over \$28,800 but</u>	<u>\$ plus % of</u>
14	<u> not over \$36,000</u>	<u> excess over \$28,800</u>
15	<u>Over \$36,000 but</u>	<u>\$ plus % of</u>
16	<u> not over \$54,000</u>	<u> excess over \$36,000</u>
17	<u>Over \$54,000 but</u>	<u>\$ plus % of</u>
18	<u> not over \$72,000</u>	<u> excess over \$54,000</u>
19	<u>Over \$72,000 but</u>	<u>\$ plus % of</u>
20	<u> not over \$225,000</u>	<u> excess over \$72,000</u>
21	<u>Over \$225,000 but</u>	<u>\$ plus % of</u>



1	<u>not over \$262,500</u>	<u>excess over \$225,000</u>
2	<u>Over \$262,500 but</u>	\$ _____ plus _____ % of
3	<u>not over \$300,000</u>	<u>excess over \$262,500</u>
4	<u>Over \$300,000</u>	\$ _____ plus _____ % of
5		<u>excess over \$300,000.</u>

6

7 (c) There is hereby imposed on the taxable income of (1)

8 every unmarried individual (other than a surviving spouse, or

9 the head of a household) and (2) on the taxable income of every

10 married individual who does not make a single return jointly

11 with the individual's spouse under section 235-93 a tax

12 determined in accordance with the following table:

13

14 In the case of any taxable year beginning after December

15 31, 2001:

16	If the taxable income is:	The tax shall be:
17	Not over \$2,000	1.40% of taxable income
18	Over \$2,000 but	\$28.00 plus 3.20% of
19	not over \$4,000	excess over \$2,000
20	Over \$4,000 but	\$92.00 plus 5.50% of
21	not over \$8,000	excess over \$4,000



1	Over \$8,000 but	\$312.00 plus 6.40% of
2	not over \$12,000	excess over \$8,000
3	Over \$12,000 but	\$568.00 plus 6.80% of
4	not over \$16,000	excess over \$12,000
5	Over \$16,000 but	\$840.00 plus 7.20% of
6	not over \$20,000	excess over \$16,000
7	Over \$20,000 but	\$1,128.00 plus 7.60% of
8	not over \$30,000	excess over \$20,000
9	Over \$30,000 but	\$1,888.00 plus 7.90% of
10	not over \$40,000	excess over \$30,000
11	Over \$40,000	\$2,678.00 plus 8.25% of
12		excess over \$40,000.

13

14 In the case of any taxable year beginning after December

15 31, 2006:

16	If the taxable income is:	The tax shall be:
17	Not over \$2,400	1.40% of taxable income
18	Over \$2,400 but	\$34.00 plus 3.20% of
19	not over \$4,800	excess over \$2,400
20	Over \$4,800 but	\$110.00 plus 5.50% of
21	not over \$9,600	excess over \$4,800



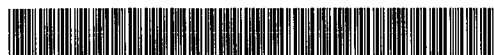
1	Over \$9,600 but	\$374.00 plus 6.40% of
2	not over \$14,400	excess over \$9,600
3	Over \$14,400 but	\$682.00 plus 6.80% of
4	not over \$19,200	excess over \$14,400
5	Over \$19,200 but	\$1,008.00 plus 7.20% of
6	not over \$24,000	excess over \$19,200
7	Over \$24,000 but	\$1,354.00 plus 7.60% of
8	not over \$36,000	excess over \$24,000
9	Over \$36,000 but	\$2,266.00 plus 7.90% of
10	not over \$48,000	excess over \$36,000
11	Over \$48,000	\$3,214.00 plus 8.25% of
12		excess over \$48,000.

13

14 In the case of any taxable year beginning after December

15 31, 2017:

16	If the taxable income is:	The tax shall be:
17	Not over \$2,400	1.40% of taxable income
18	Over \$2,400 but	\$34.00 plus 3.20% of
19	not over \$4,800	excess over \$2,400
20	Over \$4,800 but	\$110.00 plus 5.50% of
21	not over \$9,600	excess over \$4,800



1	Over \$9,600 but	\$374.00 plus 6.40% of
2	not over \$14,400	excess over \$9,600
3	Over \$14,400 but	\$682.00 plus 6.80% of
4	not over \$19,200	excess over \$14,400
5	Over \$19,200 but	\$1,008.00 plus 7.20% of
6	not over \$24,000	excess over \$19,200
7	Over \$24,000 but	\$1,354.00 plus 7.60% of
8	not over \$36,000	excess over \$24,000
9	Over \$36,000 but	\$2,266.00 plus 7.90% of
10	not over \$48,000	excess over \$36,000
11	Over \$48,000 but	\$3,214.00 plus 8.25% of
12	not over \$150,000	excess over \$48,000
13	Over \$150,000 but	\$11,629.00 plus 9.00% of
14	not over \$175,000	excess over \$150,000
15	Over \$175,000 but	\$13,879.00 plus 10.00% of
16	not over \$200,000	excess over \$175,000
17	Over \$200,000	\$16,379.00 plus 11.00% of
18		excess over \$200,000.

19 In the case of any taxable year beginning after December
20 31, 2018:

21 If the taxable income is: The tax shall be:



1	<u>Over \$3,300 but</u>	<u>% of</u>
2	<u>not over \$4,800</u>	<u>excess over \$3,300</u>
3	<u>Over \$4,800 but</u>	<u>\$ plus % of</u>
4	<u>not over \$14,400</u>	<u>excess over \$4,800</u>
5	<u>Over \$14,400 but</u>	<u>\$ plus % of</u>
6	<u>not over \$19,200</u>	<u>excess over \$14,400</u>
7	<u>Over \$19,200 but</u>	<u>\$ plus % of</u>
8	<u>not over \$24,000</u>	<u>excess over \$19,200</u>
9	<u>Over \$24,000 but</u>	<u>\$ plus % of</u>
10	<u>not over \$36,000</u>	<u>excess over \$24,000</u>
11	<u>Over \$36,000 but</u>	<u>\$ plus % of</u>
12	<u>not over \$48,000</u>	<u>excess over \$36,000</u>
13	<u>Over \$48,000 but</u>	<u>\$ plus % of</u>
14	<u>not over \$150,000</u>	<u>excess over \$48,000</u>
15	<u>Over \$150,000 but</u>	<u>\$ plus % of</u>
16	<u>not over \$175,000</u>	<u>excess over \$150,000</u>
17	<u>Over \$175,000 but</u>	<u>\$ plus % of</u>
18	<u>not over \$200,000</u>	<u>excess over \$175,000</u>
19	<u>Over \$200,000</u>	<u>\$ plus % of</u>
20		<u>excess over \$200,000."</u>

21 SECTION 3. New statutory material is underscored.



1 SECTION 4. This Act shall take effect on July 1, 2030 and
2 shall apply to taxable years beginning after December 31, 2018.



Report Title:

Income Tax Rates

Description:

Changes income tax rates for taxable years beginning after
December 31, 2018. (HB1190 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

