

STAND. COM. REP. NO.

1535

Honolulu, Hawaii

, 2019

MAR 21

RE: S.B. No. 1310

S.D. 2

H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Judiciary, to which was referred S.B. No. 1310, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO INDIVIDUAL HOUSING ACCOUNTS,"

begs leave to report as follows:

The purpose of this measure is to establish the Individual Housing Accounts Savings Program to facilitate more robust and effective use of existing Individual Housing Accounts. Specifically, this measure:

- (1) Establishes the Individual Housing Accounts Savings Board and Individual Housing Accounts Savings Program Administrative Fund;
- (2) Assesses a ten percent penalty on withdrawals from an Individual Housing Account made less than one year from the date of deposit;
- (3) Expands qualifying purposes for which an Individual Housing Account may be used;
- (4) Permits a taxpayer to open an Individual Housing Account for a dependent upon the birth of the dependent and to



realize the tax benefits for contributions to the Account;

- (5) Requires the Director of Taxation to establish rules; and
- (6) Appropriates funds into the Individual Housing Accounts Savings Program Administrative Fund for administrative and operating expenses of the Individual Housing Accounts Savings Board.

An individual testified in support of this measure. The Department of Budget and Finance, Department of Taxation, and Tax Foundation of Hawaii provided comments.

As affirmed by the record of votes of the members of your Committee on Judiciary that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 1310, S.D. 2, H.D. 1, and recommends that it be referred to your Committee on Finance.

Respectfully submitted on  
behalf of the members of the  
Committee on Judiciary,



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CHRIS LEE, Chair



**Record of Votes of the Committee on Judiciary**

<b>Bill/Resolution No.:</b> SB1310, SD2, HD1	<b>Committee Referral:</b> HSG, JUD, FIN	<b>Date:</b> 3/19/19		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
<b>The recommendation is to:</b> <input checked="" type="checkbox"/> Pass, unamended (as is) <input 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)				
JUD Members	Ayes	Ayes (WR)	Nays	Excused
1. LEE, Chris (C)	/			
2. SAN BUENAVENTURA, Joy A. (VC)	/			
3. BROWER, Tom				/
4. CREAGAN, Richard P.	/			
5. LOWEN, Nicole E.	/			
6. McKELVEY, Angus L.K.				/
7. MORIKAWA, Dee				/
8. SAY, Calvin K.Y.		/		
9. TAKAYAMA, Gregg	/			
10. YAMANE, Ryan I.				/
11. THIELEN, Cynthia	/			
<b>TOTAL (11)</b>	6	1		4
<b>The recommendation is:</b> <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
If joint referral, _____ did not support recommendation. committee acronym(s)				
<b>Vice Chair's or designee's signature:</b> _____				
<b>Distribution:</b> Original (White) - Committee      Duplicate (Yellow) - Chief Clerk's Office      Duplicate (Pink) - HMSO				