

STAND. COM. REP. NO. 1741

Honolulu, Hawaii

APR 03 2019

RE: S.C.R. No. 117

Honorable Ronald D. Kouchi  
President of the Senate  
Thirtieth State Legislature  
Regular Session of 2019  
State of Hawaii

Sir:

Your Committee on Ways and Means, to which was referred  
S.C.R. No. 117 entitled:

"SENATE CONCURRENT RESOLUTION REQUESTING THE DIRECTOR OF  
TAXATION TO CONVENE A TASK FORCE TO CONSIDER WORLDWIDE  
COMBINED REPORTING OF CORPORATE INCOME,"

begs leave to report as follows:

The purpose and intent of this measure is to request the  
Director of Taxation to convene a task force to determine if  
worldwide combined reporting, also known as "complete reporting,"  
would be a more fair and effective form of calculating corporate  
taxation.

Your Committee received testimony in support of this measure  
from Oahu County Democrats.

Your Committee received comments on this measure from the  
Department of Taxation.

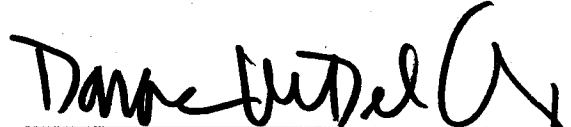
Your Committee finds that some large corporations that  
maintain a physical presence in Hawaii sell goods and services in  
the State, but reduce their tax exposure on those sales by  
shifting income to offshore subsidiaries and, thereby, put smaller  
companies who are entirely domestic at an unfair disadvantage.

As affirmed by the record of votes of the members of your  
Committee on Ways and Means that is attached to this report, your



Committee concurs with the intent and purpose of S.C.R. No. 117 and recommends its adoption.

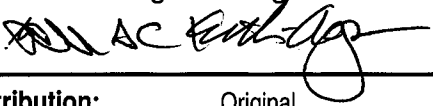
Respectfully submitted on behalf of the members of the Committee on Ways and Means,

  
DONOVAN M. DELA CRUZ, Chair



The Senate  
Thirtieth Legislature  
State of Hawai'i

**Record of Votes**  
**Committee on Ways and Means**  
**WAM**

Bill / Resolution No.:*	Committee Referral:	Date:		
<i>SCR 117</i>	<i>WAM</i>	<i>3/29/19</i>		
<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 checked="" type="checkbox"/> Pass, unamended 2312 <input type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
DELA CRUZ, Donovan M. (C)	X			
KEITH-AGARAN, Gilbert S.C. (VC)	X			
ENGLISH, J. Kalani	X			
HARIMOTO, Breene	X			
INOUYE, Lorraine R.	X			
KAHELE, Kaiali'i				X
KANUHA, Dru Mamo	X			
KIDANI, Michelle N.				X
MORIWAKI, Sharon Y.		X		
RIVIERE, Gil	X			
SHIMABUKURO, Maile S.L.	X			
TANIGUCHI, Brian T.	X			
FEVELLA, Kurt				X
<b>TOTAL</b>	<i>9</i>	<i>1</i>		<i>3</i>
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: 				
<b>Distribution:</b> Original     Yellow     Pink     Goldenrod File with Committee Report     Clerk's Office     Drafting Agency     Committee File Copy				

\*Only one measure per Record of Votes