

HOUSE OF REPRESENTATIVES  
THE THIRTIETH LEGISLATURE  
REGULAR SESSION OF 2019

RECEIVED

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Rep. Lisa Kitagawa	Rep. Kyle T. Yamashita
Rep. Bertrand Kobayashi	Rep. Bob McDermott
Rep. Scot Z. Matayoshi	

NOTICE OF HEARING

DATE: Friday, March 15, 2019  
TIME: 2:00 P.M.  
PLACE: Conference Room 308  
State Capitol  
415 South Beretania Street

A G E N D A # 1

<u>SB 711, SD1</u> <u>(SSCR223)</u> <u>Status</u>	RELATING TO AGRICULTURAL LAND. Amends certain general obligation bond funds appropriated in the General Appropriations Act of 2017 to purchase deep well easements on agricultural land on Oahu.	FIN
<u>SB 394, SD1</u> <u>(SSCR749)</u> <u>Status</u>	RELATING TO TAXATION. Replaces the current 3-factor formula for apportionment of business income with a single sales factor. Amends the rules for sourcing the sales factor for net income tax to impose market sourcing for sales of other than tangible personal property. Provides specific rules for intangibles and services. Effective 7/1/2050.	FIN
<u>SB 396, SD1</u> <u>(SSCR670)</u> <u>Status</u>	RELATING TO MARKETPLACE FACILITATORS. Establishes marketplace facilitators as the sellers of tangible personal property, intangible property, or services. Requires other persons who provide a forum for listing of tangible personal property, intangible property, or services and the taking or processing of orders to report information about purchasers to the Department of Taxation.	FIN
<u>SB 494, SD1</u> <u>(SSCR165)</u> <u>Status</u>	RELATING TO THE GENERAL FUND BALANCE. Provides a tax credit to taxpayers and makes deposits to the emergency and budget reserve fund and other post-employment benefits trust fund pursuant to article VII, section 6, of the Hawaii Constitution. Makes appropriations. Effective 7/1/2050.	FIN
<u>SB 495, SD2</u> <u>(SSCR1180)</u> <u>Status</u>	RELATING TO TAXATION. Creates a nexus standard for taxing out-of-state businesses on their business income in Hawaii. Effective 7/1/2050.	FIN



<u>SB 1130, SD1</u> <u>(SSCR686)</u> <u>Status</u>	RELATING TO TAXATION. Specifies that the Internal Revenue Code section 512(a)(7), with respect to increases in unrelated business taxable income by disallowed fringe, is not operative in Hawaii income tax law. Conforms Hawaii income and estate and generation-skipping transfer tax laws to the Internal Revenue Code of 1986, as amended as of December 31, 2018. Clarifies wording regarding the Hawaii applicable exclusion amount.	FIN
<u>SB 1314, SD1</u> <u>(SSCR900)</u> <u>Status</u>	RELATING TO TAX CREDITS. Amends the research activity tax credit so that references to the base amount in section 41 of the Internal Revenue Code shall not apply, and credit for all qualified research expenses may be taken without regard to the amount of expenses for previous years. Extends the research activity tax credit through 2024. Applies to taxable years beginning after 12/31/2019. Effective 7/1/2050.	FIN
<u>SB 1360, SD1</u> <u>(SSCR673)</u> <u>Status</u>	RELATING TO TAXATION. Requires partnerships, estates, and trusts to withhold taxes on the income of nonresident partners and beneficiaries.	FIN
<u>SB 1361, SD1</u> <u>(SSCR689)</u> <u>Status</u>	RELATING TO ESTATE TAXES. Increases estate taxes for Hawaii net taxable estates valued at over \$10,000,000.	FIN

DECISION MAKING TO FOLLOW

Persons wishing to offer comments should submit testimony at least 24 hours prior to the hearing. Testimony should indicate:

- Testifier's name with position/title and organization;
- The Committee(s) to which the comments are directed;
- The date and time of the hearing; and
- Measure number.

While every effort will be made to incorporate all testimony received, materials received on the day of the hearing or improperly identified or directed, may be distributed to the Committee after the hearing.

Submit testimony in ONE of the following ways:

PAPER: 2 copies to Room 306 in the State Capitol;

FAX: For testimony less than 5 pages in length, transmit to 586-6201 (Oahu) or 1-800-535-3859 (for Neighbor Islander without a computer to submit testimony through e-mail or the Web); or

WEB: For testimony less than 20MB in size, transmit from <http://www.capitol.hawaii.gov/submittestimony.aspx>.

Testimony submitted will be placed on the legislative website. This public posting of testimony on the website should be considered when including personal information in your testimony.

If you require special assistance or auxiliary aids and/or services to participate in the House public hearing process (i.e., sign or foreign language interpreter or wheelchair accessibility), please contact the Committee Clerk at 586-6200 or email your request for an interpreter to [HouseInterpreter@Capitol.hawaii.gov](mailto:HouseInterpreter@Capitol.hawaii.gov) at least 24 hours prior to the hearing for arrangements. Prompt requests submitted help to ensure the availability of qualified individuals and appropriate accommodations.



Rep. Sylvia Luke  
Chair

