

STAND. COM. REP. NO.

1152

Honolulu, Hawaii

MAR 01 , 2019

RE: H.B. No. 1041

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

Sir:

Your Committee on Finance, to which was referred H.B. No. 1041 entitled:

"A BILL FOR AN ACT RELATING TO CONFORMITY TO THE INTERNAL REVENUE CODE,"

begs leave to report as follows:

The purpose of this measure is to align state tax laws with updated provisions of federal law by:

- (1) Conforming Hawaii's income and estate and generation-skipping transfer tax laws to the Internal Revenue Code of 1986, as amended as of December 31, 2018; and
- (2) Effectuating federal tax benefits for opportunity zone investments and limiting those benefits to investments in opportunity zones designated by the Governor.


The Department of Taxation submitted testimony in support of this measure. Tax Foundation of Hawaii provided comments.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1041 and recommends that it pass Second Reading and be placed on the calendar for Third Reading.

HB1041 HSCR FIN HMS 2019-2849



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



A handwritten signature in black ink, appearing to be 'Sylvia Luke', written over a horizontal line.

SYLVIA LUKE, Chair



