

STAND. COM. REP. NO.

1160

Honolulu, Hawaii

MAR 01 , 2019

RE: H.B. No. 885
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 Finance, to which was referred H.B. No. 885
entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to require that all new income
tax credits established after January 1, 2020, include a mandatory
five-year sunset date or a gradual reduction of one-third of the
credit amount claimed over a three-year period.

The Hawaii Appleseed Center for Law and Economic Justice
opposed this measure. The Department of Taxation and Tax
Foundation of Hawaii provided comments.

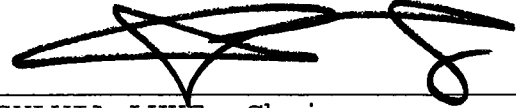
Your Committee has amended this measure by changing the
effective date to July 1, 2030, to encourage further discussion.

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.
885, as amended herein, and recommends that it pass Second Reading
in the form attached hereto as H.B. No. 885, H.D. 1, and be placed
on the calendar for Third Reading.

HB885 HD1 HSCR FIN HMS 2019-1941



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



SYLVIA LUKE, Chair



