

STAND. COM. REP. NO. **1246**-20

Honolulu, Hawaii

**JUN 30** , 2020

RE: S.B. No. 2920  
S.D. 1  
H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirtieth State Legislature  
Regular Session of 2020  
State of Hawaii

Sir:

Your Committee on Finance, to which was referred S.B. No. 2920, S.D. 1, 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 conform Hawaii income and estate and generation-skipping transfer tax laws to the Internal Revenue Code, as amended as of December 31, 2019.

Your Committee received comments on this measure from the Department of Taxation and Tax Foundation of Hawaii.

Your Committee finds that this annual conformity measure is submitted by the Department of Taxation in compliance with section 235-2.5, Hawaii Revised Statutes, which requires the Department to annually submit a measure to maintain state income tax conformity with the federal Internal Revenue Code. This measure is also intended to comply with section 236E-4, Hawaii Revised Statutes, which requires the Department to annually submit a measure to maintain state estate and generation-skipping transfer tax conformity with the federal Internal Revenue Code. This measure updates state tax laws to conform with and adopt changes made to

SB2920 HD1 HSCR FIN HMS 2020-2140



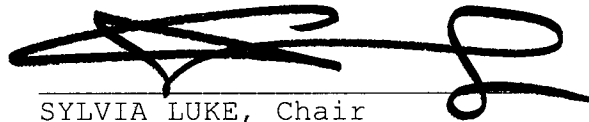
the federal Internal Revenue Code during the past year that are appropriate for Hawaii law.

Your Committee has amended this measure by:

- (1) Incorporating amendments provided by the Department of Taxation, which conforms state law to parts of federal Public Law 116-136, the Coronavirus Aid, Relief, and Economic Security Act, which took effect on March 27, 2020; and
- (2) Making technical, nonsubstantive amendments for the purposes of clarity, consistency, and style.

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 S.B. No. 2920, S.D. 1, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 2920, S.D. 1, H.D. 1, and be placed on the calendar for Third Reading.

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

  
SYLVIA LUKE, Chair



State of Hawaii  
House of Representatives  
The THIRTIETH Legislature

HSCR 1246-20

**Record of Votes of the Committee on Finance**

Bill/Resolution No.: <u>SB 2920, SD1</u>	Committee Referral: <u>FIN</u>	Date: <u>4/29/2020</u>
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The committee is reconsidering its previous decision on the measure.

The recommendation is to:     Pass, unamended (as is)     Pass, with amendments (HD)     Hold  
 Pass short form bill with HD to recommit for future public hearing (recommit)

FIN Members	Ayes	Ayes (WR)	Nays	Excused
1. LUKE, Sylvia (C)	/			
2. CULLEN, Ty J.K. (VC)	/			
3. ELI, Stacelynn K.M.	/			
4. GATES, Cedric Asuega	/			
5. HASHIMOTO, Troy N.	/			
6. HOLT, Daniel	/			
7. KITAGAWA, Lisa	/			
8. KOBAYASHI, Bertrand	/			
9. MATAYOSHI, Scot Z.				/
10. NAKAMURA, Nadine K.	/			
11. NISHIMOTO, Scott Y.	/			
12. TODD, Chris	/			
13. WILDBERGER, Tina	/			
14. YAMASHITA, Kyle T.	/			
15. McDERMOTT, Bob	/			
<b>TOTAL (15)</b>	<b>14</b>	<b>Ø</b>	<b>Ø</b>	<b>1</b>

The recommendation is:     Adopted     Not Adopted  
If joint referral, \_\_\_\_\_ did not support recommendation.  
committee acronym(s)

Vice Chair's or designee's signature: \_\_\_\_\_  
*(Signature)*

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