STAND. COM. REP. NO.

Honolulu, Hawaii

, 2021 APR 0.8

RE: S.B. No. 320 H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

begs leave to report as follows:

Sir:

Your Committee on Finance, to which was referred S.B. No. 320, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAX RETURN PREPARERS,"

The purpose of this measure is to:

- (1)Require tax return preparers to have a valid preparer tax identification number for claims and returns prepared for compensation submitted to the State;
- (2) Require tax return preparers to include the valid preparer tax identification number on any return or claim for refund prepared for compensation as required by the Department of Taxation;
- Beginning with calendar year 2022, establish a (3) continuing education requirement of four hours per calendar year for tax return preparers; and
- (4)Require the Board of Public Accountancy to adopt rules regarding continuing education, including compliance procedures and penalties for violations.

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

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. 320, H.D. 1, and recommends that it pass Third Reading.

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

SYLVIA LUKE, Chair

State of Hawaii House of Representatives The Thirty-first Legislature HSUR 1691

Record of Votes of the Committee on Finance

Bill/Resolution No.:	Committee Referral:	Date:		
SB 320, HDI	CPC, FIN		3-31	-2021
☐ 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. BRANCO, Patrick Pihana				
4. ELI, Stacelynn K.M.				
5. HOLT, Daniel				·
6. ILAGAN, Greggor			•	
7. KOBAYASHI, Bertrand				
8. MARTEN, Lisa				
9. NISHIMOTO, Scott Y.			•	
10. PERRUSO, Amy A.				
11. SAYAMA, Jackson D.				
12. TAM, Adrian K.				
13. WILDBERGER, Tina				
14. YAMASHITA, Kyle T.				
15. McDERMOTT, Bob				
TOTAL (15)	14	\emptyset	$ \emptyset $	1
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				