

STAND. COM. REP. NO.

941

Honolulu, Hawaii

MAR 05, 2021

RE: H.B. No. 1388
H.D. 1

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

Sir:

Your Committee on Finance, to which was referred H.B. No. 1388, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to:

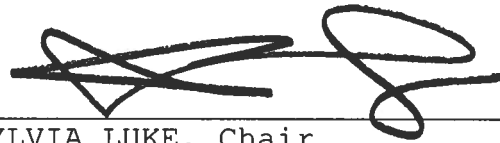
- (1) Eliminate the home mortgage interest deduction for second homes under the Hawaii income tax law; and
- (2) Require the Department of Budget and Finance, in consultation with the Department of Taxation, to report to the Legislature on the administration of this measure.

Your Committee received testimony in support of this measure from the Americans for Democratic Action. Your Committee received testimony in opposition to this measure from the Hawai'i Association of REALTORS and two individuals. Your Committee received comments on this measure from the Department of Taxation, Tax Foundation of Hawaii, and Grassroot Institute of Hawaii.



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. 1388, 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



