STAND. COM. REP. NO.



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

State of Hawaii House of Representatives The Thirty-first Legislature

HGCR 941

Record of Votes of the Committee on Finance

Bill/Resolution No.: HB 1388, HD1	Committee Referral: ECD, FIN	Date:	3-2-	2021
☐ The committee is reconsidering its previous		0		
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)		1		
3. BRANCO, Patrick Pihana				
4. ELI, Stacelynn K.M.				
5. HOLT, Daniel				
6. ILAGAN, Greggor				
7. KOBAYASHI, Bertrand				
8. MARTEN, Lisa			Operation and the control of the con	
9. NISHIMOTO, Scott Y.				
10. PERRUSO, Amy A.	J,	AND CONTROL OF THE PARTY OF THE		
11. SAYAMA, Jackson D.				(1) (1) (1) (1) (1) (1) (1) (1) (1) (1)
12. TAM, Adrian K.		W DOVERNOON DESCRIPTION OF	PECS OF GLORIDA MATERIAL PARTY.	d 10020000000000000000000000000000000000
13. WILDBERGER, Tina				
14. YAMASHITA, Kyle T.		A A D R S A D	ACTUATION OF THE BOOK	
15. McDERMOTT, Bob				
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TOTAL (15)	111	CA		4
TOTAL (15)		1 1	1	$\perp \mathcal{Y}$
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				