

STAND. COM. REP. NO. <sup>260</sup> -22

Honolulu, Hawaii

FEB 15 , 2022

RE: H.B. No. 1490

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirty-First State Legislature  
Regular Session of 2022  
State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred  
H.B. No. 1490 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to establish a civil penalty  
for failure to respond to an inquiry or request for information  
during a state tax examination or investigation.

Your Committee received testimony in support of this measure  
from the Department of Taxation. Your Committee received  
testimony in opposition to this measure from one individual. Your  
Committee received comments on this measure from the Tax  
Foundation of Hawaii.

Your Committee finds that existing law is silent regarding a  
taxpayer who fails to respond to the Department of Taxation's  
inquiry or request for information during an examination or  
investigation. This measure will ensure that the Department of  
Taxation can effectively carry out its investigations, thereby  
promoting taxpayer compliance and efficient tax administration.

As affirmed by the record of votes of the members of your  
Committee on Economic Development that is attached to this report,  
your Committee is in accord with the intent and purpose of H.B.

2022-1263 HB1490 HSCR HMSO



No. 1490 and recommends that it pass Second Reading and be referred to your Committee on Finance.

Respectfully submitted on  
behalf of the members of the  
Committee on Economic  
Development,

  
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SEAN QUINLAN, Chair



