

STAND. COM. REP. NO. **361** -22

Honolulu, Hawaii
FEB 15 , 2022

RE: H.B. No. 1493

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. 1493 entitled:

"A BILL FOR AN ACT RELATING TO THE TAX ADMINISTRATION SPECIAL
FUND,"

begs leave to report as follows:

The purpose of this measure is to:

- (1) Increase the amount of monies maintained in the Tax
Administration Special Fund; and
- (2) Amend the purpose of the special fund.

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

Your Committee finds that existing law only allows the
Department of Taxation to use the Tax Administration Special Fund
to develop, implement, and provide taxpayer education programs.
Your Committee believes that tax compliance programs are equally
important as they generate revenue and bolster voluntary taxpayer
compliance in the State. This measure will provide the Department
of Taxation with the necessary means and flexibility to implement
tax compliance programs.

2022-1267 HB1493 HSCR HMSO



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. No. 1493 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,



SEAN QUINLAN, Chair



