

STAND. COM. REP. NO. **756** -22

Honolulu, Hawaii

FEB 15 , 2022

RE: H.B. No. 2175

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. 2175 entitled:

"A BILL FOR AN ACT RELATING TO CONFORMITY TO THE INTERNAL
REVENUE CODE,"

begs leave to report as follows:

The purpose of this measure is to conform the state income
and estate and generation-skipping transfer tax laws to the
Internal Revenue Code of 1986, as amended, as of December 31,
2021.

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 this annual conformity measure is
submitted by the Department of Taxation to ensure state income tax
and state estate and generation-skipping transfer tax laws conform
to the federal Internal Revenue Code as it exists on December 31
preceding each Regular Session. The purpose of conformity is to
update the state tax laws with those changes made to the federal
Internal Revenue Code during the past year and adopt those changes
that are appropriate for Hawaii law.

2022-1277 HB2175 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. 2175 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 QUINAN, Chair



