

STAND. COM. REP. NO. **172** -22

Honolulu, Hawaii

FEB 10 , 2022

RE: H.B. No. 2179

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. 2179 entitled:

"A BILL FOR AN ACT RELATING TO COLLECTION OF DELINQUENT
TAXES,"

begs leave to report as follows:

The purpose of this measure is to authorize the Director of
Taxation, under certain circumstances, to apply to the circuit
court to convert certain tax liens into enforceable civil
judgments.

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 there are several existing
delinquent tax cases that are essentially uncollectible, despite
the existence of tax liens. Your Committee further finds that
when a tax lien is ignored and remains uncontested, the collection
process cannot move forward. This measure would allow for
judicial remediation by authorizing the Director of Taxation to
seek judicial enforcement of tax liens, which will improve the
efficiency of tax administration.

2022-1117 HB2179 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. 2179 and recommends that it pass Second Reading and be referred to your Committee on Judiciary & Hawaiian Affairs.

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



SEAN QUINLAN, Chair



