STAND. COM. REP. NO. 1202 -22

Honolulu, Hawaii

MAR 22 , 2022

RE: S.B. No. 3143

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 S.B. No. 3143 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 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.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report,

2022-2437 SB3143 HSCR HMSO

your Committee is in accord with the intent and purpose of S.B. No. 3143 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 OUTNIAN, Chair

State of Hawaii House of Representatives The Thirty-first Legislature

HSCR 1202-22

Record of Votes of the Committee on Economic Development

Bill/Resolution No.:	Committee Referral:		ate:	İ
SB 3143	ECD,	FIN	3/18/22	
☐ The committee is reconsidering its previous decision on the measure.				
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)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)				
2. HOLT, Daniel (VC)	/			
3. BELATTI, Della Au	J			<u> </u>
A VODAVACUE DE				
4. KOBAYASHI, Dale T.				
5. ONISHI, Richard H.K.				
o. Olivini, Richard H.N.				
6. SAYAMA, Jackson D.		The tip is always are in more committee and		2 to an artista and the testinamental and a second a second and a second a second and a second a
7. TAKAYAMA, Gregg	J			
8. OKIMOTO, Val				
				1
TOTAL (8)				(C)
	opted	.d		
If joint referral, did not support recommendation.				
Vice Chair's or designee's signature:				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				