

STAND. COM. REP. NO. **2611**

Honolulu, Hawaii

FEB 16 2024

RE: S.B. No. 2547
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2024
State of Hawaii

Sir:

Your Committees on Labor and Technology and Health and Human Services, to which was referred S.B. No. 2547 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

beg leave to report as follows:

The purpose and intent of this measure is to establish income tax credits for employers who offer employer-provided or employer-sponsored child care services for their employees.

Your Committees received testimony in support of this measure from Retail Merchants of Hawaii; NFIB, Hawaii Chapter; Chamber of Commerce Hawaii, Society of Human Resource Management Hawaii, and one individual.

Your Committees received comments on this measure from Department of Taxation and Tax Foundation of Hawaii.

Your Committees find that working parents in Hawaii have a difficult time balancing their professional responsibilities with the care and nurturing of their children. Your Committees also find that lack of sufficient childcare is a major barrier for entry or reentry into the workforce. This measure will incentivize employers to provide a safe child care environment at the workplace or subsidize the cost their employees bear for child care during workhours, thereby helping employees better balance their work and family responsibilities.

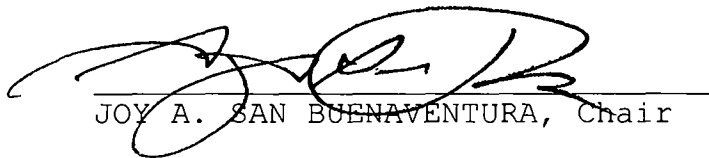


Your Committees have amended this measure by:

- (1) Clarifying that the prorated tax credit for the costs of qualified child care property purchased and acquired by employers to provide child care facilities on their premises that is in excess of the employer's net income tax liability for the taxable year shall not be carried forward;
- (2) Clarifying that the information to ensure that the tax credits under this measure are granted only to eligible taxpayers, that must be included in the written sworn statement submitted by a taxpayer claiming the tax credit to the Department of Taxation, shall be set forth in rules adopted by the Department of Human Services; and
- (3) Inserting an effective date of July 1, 2050, to encourage further discussion.

As affirmed by the records of votes of the members of your Committees on Labor and Technology and Health and Human Services that are attached to this report, your Committees are in accord with the intent and purpose of S.B. No. 2547, as amended herein, and recommend that it pass Second Reading in the form attached hereto as S.B. No. 2547, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committees on Labor and
Technology and Health and Human
Services,



JOY A. SAN BUENAVENTURA, Chair



HENRY J.C. AQUINO, Chair



The Senate
 Thirty-Second Legislature
 State of Hawai'i

Record of Votes
Committee on Labor and Technology
LBT

Bill / Resolution No.:* SB2547	Committee Referral: LBT/HHS, WAM	Date: 2/12/24		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
AQUINO, Henry J.C. (C)	X			
MORIWAKI, Sharon Y. (VC)	X			
IHARA, Jr., Les	X			
LEE, Chris				X
FEVELLA, Kurt	X			
TOTAL	4			1
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature: _____				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

***Only one measure per Record of Votes**

The Senate
 Thirty-Second Legislature
 State of Hawai'i

Record of Votes
Committee on Health and Human Services
HHS

Bill / Resolution No.:*	Committee Referral:	Date:		
SB 2547	LBT/HHS, WAM	2/12/24		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is: <input type="checkbox"/> Pass, unamended 2312 <input checked="" type="checkbox"/> Pass, with amendments 2311 <input type="checkbox"/> Hold 2310 <input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
SAN BUENAVENTURA, Joy A. (C)	/			
AQUINO, Henry J.C. (VC)	/			
KEOHOKALOLE, Jarrett	/			
SHIMABUKURO, Maile S.L.	/			
AWA, Brenton	/			
TOTAL	5			
Recommendation: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy				

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