

Honolulu, Hawaii

FEB 06 2023

RE: S.B. No. 597
S.D. 1

Honorable Ronald D. Kouchi
President of the Senate
Thirty-Second State Legislature
Regular Session of 2023
State of Hawaii

Sir:

Your Committee on Labor and Technology, to which was referred
S.B. No. 597 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose and intent of this measure is to exclude income
received from deferred compensation retirement plans from state
income tax for taxpayers who meet certain income requirements.

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

Your Committee finds that this measure seeks to address the
fact that many seniors in Hawaii, especially those who solely rely
on the income distributed from their retirement plans, are
struggling to make ends meet.

Your Committee has amended this by:

- (1) Inserting an effective date of January 1, 2050, to
encourage further discussion; and
- (2) Making technical, nonsubstantive amendments for the
purposes of clarity and consistency.



As affirmed by the record of votes of the members of your Committee on Labor and Technology that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 597, as amended herein, and recommends that it pass Second Reading in the form attached hereto as S.B. No. 597, S.D. 1, and be referred to your Committee on Ways and Means.

Respectfully submitted on
behalf of the members of the
Committee on Labor and
Technology,



SHARON MORIWAKI, Chair



The Senate
 Thirty-Second Legislature
 State of Hawai'i

Record of Votes
Committee on Labor and Technology
LBT

Bill / Resolution No.:* SB 597	Committee Referral: LBT, WAM	Date: 1/30/23
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The Committee is reconsidering its previous decision on this measure.
 If so, then the previous decision was to: _____

The Recommendation is:

Pass, unamended 2312
 Pass, with amendments 2311
 Hold 2310
 Recommit 2313

Members	Aye	Aye (WR)	Nay	Excused
MORIWAKI, Sharon Y. (C)	x			
LEE, Chris (VC)	x			
IHARA, Jr., Les				x
KEITH-AGARAN, Gilbert S.C.				x
FEVELLA, Kurt	x			
TOTAL	3			2

Recommendation:
 Adopted
 Not Adopted

Chair's or Designee's Signature:

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*Only one measure per Record of Votes