

JOSH GREEN, M.D.
GOVERNOR
KE KIA'ĀINA



GOV. MSG. NO. 1125

EXECUTIVE CHAMBERS
KE KE'ENA O KE KIA'ĀINA

April 23, 2025

The Honorable Ronald D. Kouchi
President of the Senate,
and Members of the Senate
Thirty-Third State Legislature
State Capitol, Room 409
Honolulu, Hawai'i 96813

The Honorable Nadine Nakamura
Speaker, and Members of the
House of Representatives
Thirty-Third State Legislature
State Capitol, Room 431
Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

This is to inform you that on April 23, 2025, the following bill was signed into law:

S.B. NO. 1466

RELATING TO THE EARNED INCOME TAX
CREDIT.
ACT 025

Mahalo,

Josh Green, M.D.
Governor, State of Hawai'i

Approved by the Governor

on APR 23 2025

ACT 025

S.B. NO. 1466

JAN 23 2025

A BILL FOR AN ACT

RELATING TO THE EARNED INCOME TAX CREDIT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 235-55.75, Hawaii Revised Statutes, is
2 amended as follows:

3 1. By amending subsections (a) to (c) to read as follows:

4 "(a) Each qualifying individual taxpayer may claim a
5 refundable earned income tax credit. ~~[The]~~ Unless otherwise
6 provided by law, the tax credit, for the appropriate taxable
7 year, shall be forty per cent of the federal earned income tax
8 credit allowed and properly claimed under section 32 of the
9 Internal Revenue Code and reported as such on the individual's
10 federal income tax return.

11 (b) For a part-year resident~~[r]~~ or a nonresident, the tax
12 credit shall equal the amount of the tax credit calculated in
13 subsection (a) multiplied by the ratio of Hawaii adjusted gross
14 income to federal adjusted gross income.

15 (c) For purposes of this section, "qualifying individual
16 taxpayer" means a ~~[taxpayer]~~ resident or nonresident individual
17 that:

S.B. NO. 1466

1 (1) Files a federal income tax return for the taxable year
2 claiming the earned income tax credit under section 32
3 of the Internal Revenue Code; and

4 (2) Files a Hawaii income tax return using the filing
5 status used on the federal income tax return for the
6 taxable year and claiming the same dependents claimed
7 on the federal income tax return for the taxable
8 year."

9 2. By amending subsection (g) to read as follows:

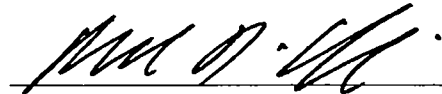
10 "(g) If nonrefundable credits claimed under this section
11 for any of the four consecutive taxable years beginning after
12 December 31, 2017, exceed the taxpayer's income tax liability
13 for the original claim year, the excess of the tax credits over
14 liability may be used as a credit against the taxpayer's net
15 income tax liability in subsequent years until exhausted;
16 provided that no credit carried forward under this subsection
17 shall be used as a credit for a taxable year beginning after
18 December 31, 2024. No nonrefundable credits claimed for the
19 taxable year beginning after December 31, 2021, and carried
20 forward under this section, shall be used as a credit for a
21 taxable year beginning after December 31, 2025."

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SECTION 2. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored.

SECTION 3. This Act, upon its approval, shall apply to taxable years beginning after December 31, 2024; provided that the amendments made to section 235-55.75(a), Hawaii Revised Statutes, by this Act shall not be repealed when section 235-55.75(a), Hawaii Revised Statutes, is reenacted on December 31, 2027, pursuant to section 5 of Act 163, Session Laws of Hawaii 2023.

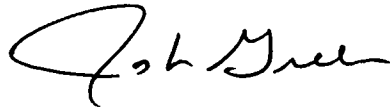
INTRODUCED BY:



BY REQUEST

S.B. NO. 1466

APPROVED this 23rd day of April, 2025

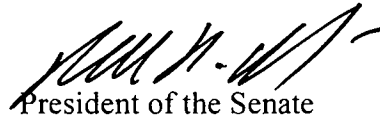
A handwritten signature in black ink, appearing to read "Josh Green". The signature is fluid and cursive, with the first name "Josh" and the last name "Green" clearly distinguishable.

GOVERNOR OF THE STATE OF HAWAII

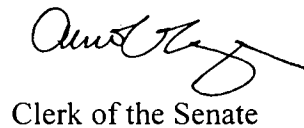
THE SENATE OF THE STATE OF HAWAI'I

Date: February 19, 2025
Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the Senate of the Thirty-Third Legislature of the State of Hawai'i, Regular Session of 2025.



President of the Senate



Clerk of the Senate

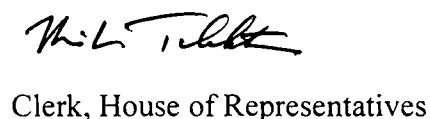
**THE HOUSE OF REPRESENTATIVES
OF THE STATE OF HAWAI'I**

Date: **APR 08 2025**
Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Third Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawai'i, Regular Session of 2025.



Speaker, House of Representatives



Clerk, House of Representatives