
A BILL FOR AN ACT

RELATING TO TAXATION.

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

1 SECTION 1. Chapter 235, Hawaii Revised Statutes, is
2 amended by adding a new section to be appropriately designated
3 and to read as follows:

4 "\$235- Electric garbage truck tax credit. (a) There
5 shall be allowed to each qualified taxpayer subject to the tax
6 imposed under this chapter, an income tax credit that shall be
7 deductible from the taxpayer's net income tax liability, if any,
8 imposed by this chapter for the taxable year in which the credit
9 is properly claimed.

10 (b) The amount of the tax credit shall be \$ _____ for
11 each electric garbage truck purchased by the qualified taxpayer.

12 (c) In the case of a partnership, S corporation, estate,
13 or trust, the tax credit allowable is for qualified expenses
14 incurred by the entity for the taxable year. The expenses upon
15 which the tax credit is computed shall be determined at the
16 entity level. Distribution and share of credit shall be
17 determined by rule.



1 (d) The total amount of tax credits allowed under this
2 section shall not exceed \$ for all qualified taxpayers
3 in any taxable year; provided that any taxpayer who is not
4 eligible to claim the credit in a taxable year due to the
5 \$ cap having been exceeded for that taxable year
6 shall be eligible to claim the credit in the subsequent taxable
7 year.

8 (e) The director of taxation:

9 (1) Shall prepare any forms that may be necessary to claim
10 a tax credit under this section;

11 (2) May require the taxpayer to furnish reasonable
12 information to ascertain the validity of the claim for
13 the tax credit made under this section; and

14 (3) May adopt rules under chapter 91 necessary to
15 effectuate the purposes of this section.

16 (f) If the tax credit under this section exceeds the
17 taxpayer's net income tax liability, the excess of the credit
18 over liability may be used as a credit against the taxpayer's
19 net income tax liability in subsequent years until exhausted.

20 All claims for the tax credit under this section, including
21 amended claims, shall be filed on or before the end of the



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1 twelfth month following the close of the taxable year for which
2 the credit may be claimed. Failure to comply with the foregoing
3 provision shall constitute a waiver of the right to claim the
4 credit.

5 (g) For the purposes of this section:

6 "Electric garbage truck" means a motor vehicle that is
7 powered by an electric motor via electricity stored in a high-
8 capacity battery or generated from an onboard fuel cell and used
9 for the transport or disposal of garbage or solid waste.

10 "Qualified taxpayer" means a taxpayer subject to the tax
11 under this chapter that receives compensation for the transport
12 or disposal of garbage or solid waste within the State."

13 SECTION 2. New statutory material is underscored.

14 SECTION 3. This Act, upon its approval, shall apply to
15 taxable years beginning after December 31, 2024.

16

INTRODUCED BY:



JAN 13 2025



H.B. NO. 105

Report Title:

Electric Garbage Trucks; Income Tax Credit

Description:

Establishes an income tax credit for the purchase of electric garbage trucks by qualified taxpayers. Applies to taxable years beginning after 12/31/2024.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

