

ACT 47

A Bill for an Act Relating to the Taxation of Interest Income Derived From Obligations of Sister States and Political Subdivisions Thereof.

Be it Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 121-5(b) of the Revised Laws of Hawaii 1955 as amended, is hereby amended to read as follows:

“(b) There shall be included in gross income, adjusted gross income and taxable income: (1) unless excluded by the provisions of this chapter relating to the uniformed services of the United States, cost-of-living allowances and other payments exempted by section 912 of the Internal Revenue Code, but section 119 of the Internal Revenue Code nevertheless shall apply; (2) unless expressly exempted or excluded as provided by subsection (a) (7) of this section, interest on the obligations of a state or a political subdivision thereof.”

SECTION 2. This Act shall apply to taxable years beginning on or after January 1, 1964.

(Approved May 18, 1963.) **H.B. 53.**
