

TAX FOUNDATION

O F H A W A I I

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2022 Administration Proposals			
Dept./No.	Description	Senate	House
[AGS-07]	Procurement Policy Board; establishes special fund for automated procurement system and fee for each procurement to feed the fund	SB 3040 HD 1	HB 2072
[BED-10]	Expands funding sources and authorized uses of the Hawaii Film and Creative Industries Development Special Fund	SB 3054 HD 1	HB 2086 HD 1
[BED-13]	Allows property owners to finance qualified improvements through a non-ad valorem property assessment.	SB 3056	HB 2088 SD 2
[CCA-01]	Earmarks franchise tax to feed compliance resolution fund; if less than \$2M, takes from income tax revenues.	SB 3075 HD 2	HB 2107 HD 1
[HTH-25]	Increases vehicle registration fee to fund accessible parking special account	SB 3121 HD 1	HB 2153
[TAX-01]	Conforms Hawaii income and estate and generation-skipping transfer tax laws (Enrolled to Governor)	SB 3143	HB 2175
[TAX-05]	Allows DoTax to apply to convert tax liens to civil judgments.	SB 3147	HB 2179 SD 1

Legislative Tax Proposals				
Tax	Bill No.	Description	Status	Companion
Administration and Appeals				
	HB 1828 SD 2	Changes taxation board of review to 3 state employees. <i>Eff. 7/1/2050; Section 7 eff. 7/1/2022, Section 1 eff. 1/1/2023</i>	3rd	SB 2476
	SB 2379 HD 2	Allows the Special Enforcement Section to examine any sector of Hawaii's economy, initiate civil investigations, and refer and recommend cases or examinations of segments of the economy to the Office Audit and Field Audit branches of the Department of Taxation for auditing. <i>Eff. Upon Approval</i>	3rd	HB 1494 HD 1
Income				
	HB 1809 SD 2	Establishes a renewable fuels production tax credit. <i>Eff. 7/1/2100.</i>	3rd	SB 2434
	HB 2510 SD 1	Omnibus bill to raise minimum wage and enhance credits for low-income taxpayers. <i>Eff. 12/25/2040</i>	3rd	
	SB 2478 HD 2	Reinstates the renewable fuels production tax credit. <i>Eff. 7/1/2050 for TYBA 12/31/2021</i>	3rd	HB 2002 HD 1
	SB 2511 HD 2	Expands the renewable energy technologies income tax credit to include firm renewable energy systems. Caps the total	3rd	HB 2003

		amount of tax credits for each firm renewable energy system at \$750,000. <i>Eff. 7/1/2050 for TYBA 12/31/2021</i>		
	SB 2599 HD 2	For the tax credit for research activities, adds a cap for an eligible taxpayer and the taxpayer's related entities per taxable year; consolidates the survey and certification requirements; amends the annual aggregate cap; and requires certification on a first-come, first-served basis based on the date a complete application is received.	3rd	HB 2226 HD 1
	SB 2752 HD 2	Establishes an income tax credit for qualified taxpayers who are required to fill and seal abandoned wells on their real property. <i>Eff. 7/1/2050</i>	3rd	
	SB 2837 HD 2	Establishes a spay and neuter special fund and allows funds from an income tax check-off to be deposited into the special fund. <i>Eff. 7/1/2050</i>	3rd	HB 1610
General Excise/Use				
	HB 2466 SD 1	Exempts the gross proceeds or income received from the sale of any product resulting from the cultivation and production of unprocessed taro in the State from the general excise tax. <i>Eff. 7/1/2050, TYBA 12/31/2021</i>	Xover	
	SB 2303	Allows taxpayers with annual GET liability of \$100 or less to skip periodic returns. <i>Eff. TYBA 12/31/2022</i>	Governor	
	SB 2475 HD 1	Clarifies that amounts received or accrued for stevedoring services, wharfage, and demurrage services are exempt under the general excise tax law. <i>Eff. 1/1/2050.</i>	3rd	HB 1627
	SB 3201 HD 1	Aligns the GET exemption for unrelated trade or business activities of nonprofit organizations with the federal UBIT definition. <i>Eff. upon approval</i>	Disagree	HB 1960 HD 1
Transient Accommodations				
	HB 2049 SD 1	Amends or repeals various provisions of the Hawaii Revised Statutes or the Session Laws of Hawaii for the purposes of correcting errors and references, clarifying language, or deleting obsolete or unnecessary provisions. <i>Eff. Upon Approval</i>	Disagree	SB 3309
Tobacco				
	SB 2376 SD 1	Repeals and eliminates the deferred payment purchase option for cigarette tax stamps. Requires licensees to pay for stamps at the time of purchase using cash, certified check, or bank transfer. <i>Eff. 1/1/2023</i>	Xover	HB 1491 HD 1
Motor Vehicle				
	HB 1688 SD 1	Subjects U-drive motor vehicles to the same motor vehicle registration fees as other motor vehicles. <i>Eff. Upon approval</i>	3rd	SB 2572

Rental Motor Vehicle Surcharge				
	HB 1971 SD 1	Authorizes peer-to-peer car-sharing and establishes regulations thereof. Imposes the car-sharing surcharge tax on peer-to-peer car-sharing programs. <i>Eff. 7/1/2050</i>	3rd	SB 3271
Unemployment				
	HB 2471 SD 2	Provides that "adequate reserve fund" for SUI purposes excludes benefit cost rate from 6/2020 - 8/2021. Effective through 2030. <i>Eff. 12/25/2040</i>	3rd	Similar to SB 3128 (LBR-04)
Multiple Tax Types				
	HB 1982 SD 2	[Income, General Excise] Establishes a GET withholding requirement for all payments to loan-out companies (used in motion picture / TV production). <i>Eff. 7/1/2050, applicable to payments after 6/30/2022</i>	3rd	SB 2079 SD 1
Miscellaneous				
	HB 2511 SD 2	Creates Hawaiian home lands special fund, appropriates \$600 million to it, \$487M for construction of homes and \$112M for down payment and mortgage payment assistance to beneficiaries. <i>Eff. 7/1/2022</i>	3rd	SB 3359 SD 2
	SB 2150 HD 2	Authorizes the department of human services to provide housing assistance subsidies of up to \$500 per month to TANF and TAONF program participants who are participating in the first-to-work program. <i>Eff. 12/31/2050</i>	3rd	HB 2233 HD 1
	SB 3054 HD 1	Expands funding sources and authorized uses of the Hawaii Film and Creative Industries Development Special Fund. <i>Eff. 7/1/2050</i>	Disagree	HB 2086 HD 1
	SB 3289 HD 2	Hawaii Retirement Savings Program established for private sector employees. Authorizes a state match of \$500 for the first 50,000 participants who opt in to the program. <i>Eff. upon approval</i>	3rd	HB 2046