TAX FOUNDATION
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2023 Administration Proposals			
Dept./No.	Description	Senate	House
[ATG-04]	Increases fees for selling tobacco tax stamps. Increases funding limits for special fund controlled by Attorney General.	SB 1280	HB 982 HD 1
[BED-05]	Consolidates the survey and certification requirements for the research activities tax credit. Imposes a cap per taxpayer (including related entities).	SB 1288	HB 990
[BED-12]	ConAm providing that the legislature may authorize political subdivisions, such as counties, to issue tax increment bonds which would not count toward the debt limit.	SB 1295 SD 1	HB 997 HD 1
[GOV-01]	Adds new tax credit for teacher's expenses. Increases the amounts for the income tax brackets, personal exemption amount and standard deduction amounts.	SB 1347	HB 1049 HD 1
[GOV-02]	GET exemption for certain groceries, feminine hygiene products, incontinence products & over the counter drugs.	SB 1348	HB 1050 HD 1
[GOV-03]	Establishes the visitor green fee program. Charges nonresidents annual fee of $50 to use state-owned natural resources.	SB 1349	HB 1051
[GOV-04]	Establishes the Climate Impact Special Fund, allocates five cents per barrel from the barrel tax to the Climate Impact Special Fund.	SB 1350 SD 1	HB 1052 HD 1
[GOV-06]	GET exemption for construction of affordable housing units.	SB 1352 SD 1	HB 1054 HD 1
[HHL-03]	GET exemption for DHHL housing/homestead lot development.	SB 1353 SD 1	HB 1055
[HTH-07]	Amends tobacco tax law to include e-cigs. Hikes licensing fees.	SB 1375	HB 1077
[HTH-17]	Substantial hikes in the liquor tax.	SB 1382	HB 1084
[TAX-01]	Conforms Hawai‘i income and estate and generation-skipping transfer tax laws to Internal Revenue Code. Begins conforming to IRC 1341 (claim of right doctrine).	SB 1398	HB 1100
[TRN-01]	Exempts the State from county stormwater user fees.	SB 1399	HB 1101 HD 1
[TRN-03]	Emergency appropriation for newly established special fund to the Department of Transportation Highways Division's Electric Bicycle and Electric Moped Rebate Program.	SB 1401	HB 1103
[TRN-11]	Establishes road usage charge for electric vehicles, eliminates vehicle registration surcharge for electric vehicles.	SB 1408	HB 1110 HD 1

Legislative Tax Proposals				
Tax	**Bill No.**	**Description**	**Status**	**Companion**
Administration and Appeals				
	SB 494 SD 1	Allows DOTAX nonjudicial foreclosure of certain tax liens after establishing vacancy and abandonment.	WAM	
Constitutional Amendment				
	~~SB 1100~~	~~ConAm to allow the counties to issue tax increment bonds.~~	JDC	~~HB 1457~~
Income	**Bill No.**	**Description**	**Status**	**Companion**
	HB 82 HD 1	Expands eligibility for the health care preceptor tax credit.	FIN	
	HB 233 HD 1	Establishes refundable child tax credit payable monthly.	FIN	~~SB 357~~
	HB 276 HD 1	Tax credit for making available parking spaces for peer-to-peer car sharing.	CPC	~~SB 1089~~
	HB 337 HD 1	Raises the maximum tax on capital gains to 9% for individuals and 5% for corporations.	FIN	
	HB 351 HD 1	Tax credit for condo owners whose maintenance fees are increased for a fire system retrofit.	FIN	SB 1234
	HB 389 HD 1	Carbon sequestration tax credit.	FIN	~~SB 361~~
	HB 398 HD 1	Establishes refundable job creation income tax credit.	FIN	
	~~HB 399~~	~~Tax credit for offering positions to qualified interns in work-based learning programs.~~	ECD	
	HB 400 HD 1	Income tax credit for employers that make available child care services to their employees.	FIN	
	~~HB 440 HD 1~~	~~Establishes an income tax credit for certain cesspool upgrades.~~	HLT	~~SB 947~~
	HB 493 HD 1	Amends the income brackets and credit amounts of the refundable food/excise tax credit.	FIN	
	HB 543 HD 1	Establishes an income tax credit for taxpayers who purchase and install a whole house water filter system.	FIN	~~SB 630~~

Income	Bill No.	Description	Status	Companion
	HB 561 HD 1	Requires tax credits to sunset or face a 1/3 annual reduction after five years.	FIN	SB 1117
	HB 607 HD 1	Tax credit for producers shipping agricultural products interisland.	FIN	
	HB 608 HD 1	Organic foods production tax credit of 100% of qualified expenses up to $50K.	FIN	
	HB 610 HD 1	Establishes the farm workforce retention tax credit for farm employers or owners of farm employers who employ eligible farm employees.	FIN	
	HB 612 HD 1	Creates an income tax credit up to $10,000 to alleviate the high costs of production for farmers, ranchers, and fishers.	FIN	
	HB 619 HD 1	Establishes an income tax credit for qualified small farms that donate eligible food products or prepared food to food banks or food pantries.	FIN	
	HB 753 HD 1	Establishes a nonrefundable individual income tax credit for expenses paid to retrofit a residence with wind resistive devices.	CPC	SB 709
	HB 825 HD 1	Excludes income received from deferred compensation retirement plans from the state income tax for certain taxpayers.	FIN	SB 597 SD 1
	HB 886 HD 1	Eliminates the home mortgage interest deduction for second homes under Hawai‘i income tax law.	FIN	SB 924 SD 1
	HB 932 HD 1	Changes the total amount of motion picture, digital media, and film production income tax credits allowed per year.	FIN	
	~~HB 938~~	~~Tax Credit for employers who create on-site early childhood facilities.~~	HUS	
	HB 947 HD 1	Establishes a food manufacturer tax credit.	FIN	~~SB 1266~~
	HB 1121 HD 1	Income tax exemption for the gain realized from leased fee interest sale upon leasehold conversion.	CPC	SB 884 SD 1
	HB 1193 HD 1	Changes to tax credits for research activities: Extends the repeal date, adds an unspecified cap amount, consolidates the survey and certification requirements.	FIN	

Income	Bill No.	Description	Status	Companion
	HB 1203 HD 1	Establishes an employer child care tax credit.	FIN	
	HB 1252 HD 1	Requires that electric vehicle ready parking for new construction be integrated as a criterion in the low-income housing tax credit qualified allocation plan.	FIN	~~SB 1460~~
	HB 1314 HD 1	Requires productions to provide evidence of reasonable efforts to comply with all requirements to qualify for the motion picture digital media, and film production income tax credit.	FIN	SB 795 SD 1
	HB 1327 HD 1	Establishes a state income tax credit for qualified expenses for educational supplies purchased by educators.	FIN	
	HB 1362 HD 1	Authorizes certain entities to elect to pay Hawai‘i income tax at the entity level through pass-through entities.	FIN	SB 1437
	~~HB 1364~~	~~Renames the refundable food/excise tax credit and makes the credit nonrefundable. Authorizes the Department of Taxation to issue the tax credit to taxpayers.~~	ECD	
	HB 1383 HD 1	Establishes Agricultural import replacement tax credit.	FIN	
	HB 1384 HD 1	Establishes Manufacturing development tax credit.	FIN	
	HB 1447 HD 1	Establishes Native plant preservation tax credit.	FIN	
	HB 1471	Amends the income tax law to apply to the total income of certain nonresident employees who telework.	FIN	~~SB 1116~~
	SB 34 SD 1	~~Increases HARPTA withholding to 75%.~~ Creates a temporary income tax credit for taxpayers who sell real property to owner-occupants. Takes effect 03/22/2075.	WAM	
	SB 55 SD 1	Adjustments to tax credit for low-income household renters.	WAM	
	SB 281 SD 1	Allows a deduction for contributions to the State's HI-529 college savings program.	WAM	
	SB 302 SD 1	Temporarily reinstates technology infrastructure renovation tax credit.	WAM	
	SB 800 SD 1	Income tax credit for employers providing their employees with child care.	WAM	

Income	Bill No.	Description	Status	Companion
	SB 801 SD 1	Establishes a qualified internship tax credit.	WAM	
	SB 822 SD1	Adds a credit for creative districts, which would be established to foster artistic or cultural activities.	WAM	
	SB 951 SD1	For Tax Credit for Research Activities, adds a per-company cap per taxable year.	WAM	
	SB 967	Organic Food Production Tax Credit	WAM	
	~~SB 1152~~	~~Establishes a landlord low-income tenant tax credit.~~	HHS/HOU	~~HB 1225~~
	SB 1215 SD 1	Expands the definition of preceptor to receive income tax credits.	WAM	~~HB 1450~~
	SB 1237	Extends the sunset date of the motion picture, digital media, and film production income tax credit. Establishes the Hawai'i Film Commission.	WAM	
	SB 1495 SD 1	Clarifies requirements for film productions to claim the motion picture, digital media, and film production income tax credit. Increases the annual cap, Expands the definition of qualified production.	WAM	~~HB 1494~~
General Excise/Use	**Bill No.**	**Description**	**Status**	**Companion**
	HB 71	Requires a GET number before summary possession proceedings are allowed.	JHA	
	HB 74 HD 1	GET exemption for servicing and maintenance of certain helicopters.	FIN	
	HB 284 HD 1	GET exemption for cultivation and production of unprocessed taro.	FIN	
	HB 311	GET exemption for sale of machinery, fuel, chemicals, seed, hui, animals, etc. related to kalo farming.	FIN	
	~~HB 514~~	~~Requires businesses to include GET amount in any price tag.~~	CPC	
	HB 662 HD 1	Exempts medical services provided by health care providers to patients who receive Medicaid, Medicare, or TRICARE benefits from the general excise tax.	FIN	SB 1035 SD 1
	HB 798 HD 1	Clarifies the GET exemption for unrelated trade or business activities of nonprofit organizations.	FIN	~~SB 950~~

General Excise/Use	Bill No.	Description	Status	Companion
	~~HB 855 HD 1~~	~~GET exemption for diapers~~	ECD	
	HB 1363 HD 1	Extends the period in which a county may adopt a surcharge on state tax, temporarily authorizes counties to amend the rates and uses of the surcharge.	FIN	SB 1568
	~~SB 102~~	~~Exempts medical services from GET.~~	HHS	
	SB 606 SD 1	GET exemption for the sale of hearing aids.	WAM	~~HB 935~~
	SB 667	For nonprofit organizations, limits GET to unrelated business taxable income.	WAM	
	SB 866	Amends criteria for qualifying an affordable housing project for GET exemption and allows costs from other than contractors to merit exemption.	WAM	
	SB 935 SD 1	Imposes GET at 30% on selling vacation packages that promote gambling, or gambling devices if permitted by law.	WAM/JDC	
	SB 1099	Allows for county surcharge dollars to be used for housing infrastructure, including roadways, water, and sewer.	WAM	~~HB 1479~~
	~~SB 1118~~	~~GET exemption for groceries and nonprescription drugs. Four year phase-in.~~	HHS	~~HB 1483~~
	~~SB 1128~~	~~GET exemption for medical services by physicians and APRNs acting as primary care provider.~~	HHS	~~HB 240~~
	~~SB 1134~~	~~GET exemption for medical services.~~	HHS	
	~~SB 1239~~	~~Exempts certain medical services, food, and rent from the general excise tax.~~	HHS	
Transient Accommodations	**Bill No.**	**Description**	**Status**	**Companion**
	HB 211 HD 1	Establishes requirements for transient accommodations brokers.	CPC	
	HB 820 HD 1	Establishes TAT rate of 25% for rentals of less than 30 days.	FIN	
	~~SB 1591~~	~~Establishes the Public Places Special Fund. Allocates .005 per cent of the TAT to the Public Places Special Fund based on counties collection.~~	PSM	

Tobacco	Bill No.	Description	Status	Companion
	SB 975 SD 1	Amends tobacco tax law to include e-cigs. Hikes licensing fees.	WAM/JDC	~~HB 833~~
Motor Vehicle	**Bill No.**	**Description**	**Status**	**Companion**
	SB 1046 SD 1	Changes vehicle weight tax exemption from active military personnel to certain veterans.	WAM	~~HB 147~~
Conveyance	**Bill No.**	**Description**	**Status**	**Companion**
	HB 148	Surcharge on conveyance tax for prolonged vacant property.	HSG	SB 1606
	~~HB 908 HD 1~~	~~Amends the amount of conveyance tax to be deposited into the land conservation fund.~~	CPC	
	HB 1211	Increases the conveyance tax rate for certain properties.	FIN	
	~~HB 1351~~	~~Amends the conveyance tax by adding a fee schedule for properties that are sold by foreign entities or non-resident foreign nationals.~~	WAL	
	SB 362 SD 1	Conveyance tax hike for non owner occupied residential; change to earmark.	WAM	~~HB 286~~
	~~SB 678~~	~~Increases conveyance tax. Earmarks 10% for a new fund for homeless services and housing.~~	HHS/HOU	
Real Property	**Bill No.**	**Description**	**Status**	**Companion**
	HB S348 HD 1	Allows counties to establish annual payment in lieu of RPT for renewable energy production.	FIN	
Fuel	**Bill No.**	**Description**	**Status**	**Companion**
	HB 700 HD 1	Suspends the state fuel tax for the period of July 1, 2023, to June 30, 2024.	FIN	

Multiple Tax Types	Bill No.	Description	Status	Companion
Fuel, Income	HB 279 HD 2	Allows for a % of GE and fuel taxes to be used for maintenance of private roadways that are open to the public.	FIN	SB 1091 SD 1
GET, Misc.	HB 567 HD 2	Exempts DHHL housing development from GET and school impact fees.	FIN	SB 448 SD 1
Income, Misc.	HB 954 HD 1	Changes the amount of the state earned income tax credit to an unspecified percentage of the federal earned income tax credit.	FIN	
Fuel, Income	~~HB 1146 HD 1~~	~~Establishes a carbon emissions tax credit. Expands the environmental response, energy, and food security tax to include carbon emissions.~~	CPC	~~SB 1004~~
GET, TAT	HB 1375 HD 1	Establishes the destination management agency. Establishes the tourism special fund, which receives an allocation from TAT revenue. Repeals the Hawai'i tourism authority.	FIN	
GET, Misc.	SB 375	Legalizes cannabis. Establishes new tax of 5%-15% on cannabis products, exempts from GET.	JDC/WAM	~~HB 237~~
Fuel, Income	~~SB 1060~~	~~Changes the barrel tax to a carbon tax. Establishes a carbon emissions tax credit.~~	EET/WAM	~~HB 1498~~
GET, Income	SB 1499	Income Tax and GET exemption for taro.	WAM	
Fuel, Misc., Motor Vehicle	SB 1534 SD 1	Replaces the $50 annual vehicle registration surcharge for electric vehicles with a capped mileage-based road user fee for electric vehicles.	WAM	

Miscellaneous	Bill No.	Description	Status	Companion
	HB37	Abolishes non-general funds of OHA per auditor's recommendations.	FIN	
	HB 38 HD 1	Reclassifies HRD special fund as a revolving fund per auditor's recommendation.	FIN	
	~~HB 442~~	~~Imposes visitor green fees.~~	TOU	~~SB 658~~
	HB 537 HD 1	Establishes a tax equal to seventy per cent of the manufacturer's list price for electronic smoking devices and e-liquid products.	FIN	~~SB 1214~~
	HB 1162 HD 1	Establishes a visitor impact fee program. Establishes the Environmental Legacy Commission.	FIN	SB 304 SD 1
	~~HB 1237 HD 1~~	~~Establish a green user fee program to collect user fees for certain state parks.~~	WAL	
	SB 414	~~Establishes the Hawaii Educational Expenditure Trust Fund under DOE.~~	EDU	
	SB 636	Visitor green fee program.	WAM	
	SB 669	Legalizes cannabis. Establishes new tax of 10% on cannabis products, exempts from GET.	WAM	
	SB 817	Adds, as eligible enterprise zone activities, processing of agricultural products and production of renewable energy.	WAM	HB 852 HD 1
	SB 874	Expands the list of projects that would be exempt from school impact fees.	WAM	
	SB 925 SD 1	Establishes a wealth asset tax of 1% of the state net worth of each individual taxpayer who holds $20,000,000 or more in assets in the State.	WAM	~~HB 1190~~
	SB 1582	Ensures that the $600,000,000 appropriated to the department of Hawaiian home lands in Act 279, Session Laws of Hawai'i 2022, is available for expenditure until June 30, 2025.	WAM	~~HB 1507~~