TAX FOUNDATION
OF HAWAII
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2024 Administration Proposals			
Dept./No.	Description	Senate	House
[BUF-10]	**Reduces the amortization of the ERS fund from 30 to 20 years following recent actuarial guidance.**	**SB3070 CD 1** **ACT 192**	~~HB2381 HD 1~~
[GOV-01]	**(Green Affordability Plan) Provides for increased income tax brackets, standard deduction. New tax rate schedules kick in for TYBA 12/31/2024, 2026, 2028. New standard deduction amounts are provided for TYBA 12/31/2023, 2025, 2027, 2029, 2030. Eff. TYBA 12/31/2023.**	~~SB3093~~	**HB2404 CD 1** **ACT 46**
[HHL-06]	**Technical corrections to $600 million appropriation in Act 279, 2022. Gets around appropriation restrictions by establishing a temporary special fund that lapses on 6/30/2026.**	**SB3109 CD 1** **ACT 125**	~~HB2420 HD 2 SD 2~~ **NoSC**
[TAX-01]	**Conforms the Income Tax and Estate/GSTT laws to federal Code as of 12/31/2023.**	~~SB3173~~	HB2484 CD 1 **ACT 75**
[TAX-02]	**Repeals tax clearance certified copy fee. Adds penalties for failure to report taxable rents. Increases penalty for misrepresenting the absence of GET in purchase price. Eff. upon approval.**	~~SB3174 SD 1~~	HB2485 HD 1 SD 2 **ACT 76**
[TAX-03]	**Authorizes the Department of Taxation to serve administrative subpoenas outside the State. Eff. upon approval.**	~~SB3175 SD1~~	HB2486 HD 1 SD 1 **ACT 77**
[TAX-05]	**Requires the chair of the Board of Review to have experience in Hawaii state taxes. (As opposed to being an attorney or CPA in active practice.) Eff. 7/1/2024.**	~~SB3177 SD1~~	HB2488 HD 1 SD 1 **ACT 78**
[TAX-06]	**Permanently exempts senior software developers in the Department of Taxation from civil service. Eff. upon approval.**	~~SB3178~~	HB2489 HD 1 SD 2 **ACT 79**

[ATG-04] Carried over from 2023	**Amends the amount of funds within the tobacco enforcement special fund that may be carried over at the end of each fiscal year.**	~~SB 1280~~	HB 982 HD 1 SD 2 CD 1 **ACT 59**

Legislative Tax Bills				
Income	Bill No.	Description	Status	Companion
	SB795 CD 1	**A TV or film production needs to provide evidence of reasonable efforts to comply with applicable tax law requirements instead of being compliant. If a failure of this requirement is asserted, the production needs to be given 30 days' notice and opportunity to cure the defect before the credit is disallowed. Eff. 1/1/2025.**	**ACT 169**	
	SB2725 CD 1	**When a pass-through entity pays Hawaii tax on behalf of its owners, the credit may be carried forward for Hawaii income tax purposes (unlike credit for out-of-state taxes paid). Reduces the pass-through entity level tax rate. Eff. TYBA 12/31/2023.**	**ACT 50**	~~HB2307~~
	SB2497	**Amends R&D tax credit to extend sunset to 2029, redefine eligible business. Also reinstates conformity to federal code so the credit is based on incremental expenses and not gross expenses. Eff. TYBA 12/31/2023.**	**ACT 139**	

General Excise/Use	Bill No.	Description	Status	Companion
	SB1035 CD 1	**Exempts medical and dental services provided by health care providers to patients who receive Medicaid, Medicare, or TRICARE benefits from the general excise tax. Eff. 1/1/2026.**	**ACT 47**	

Multiple Tax Types	Bill No.	Description	Status	Companion
INCOME, TAT	SB2958 HD 1	**Revisor's Bill. Includes technical changes to income tax and TAT. Eff. upon approval.**	**ACT 178**	~~HB2660~~

Miscellaneous	Bill No.	Description	Status	Companion
	HB40 CD 2	**Appropriates $300 million for the rainy day fund and $135 million to the pension accumulation fund. Declares that the State expenditure ceiling has been exceeded by $323 million (3%) because (1) The appropriations made in this Act are necessary to serve the public interest; and (2) The appropriations made in this Act meet the needs addressed by this Act.**	**ACT 229**	
	HB2743 CD 1	**Requires the University of Hawaii to develop on overlay onto the Hawaii cesspool prioritization tool to identify specific priority areas. Eff. 7/1/2024.**	**ACT 217**	~~SB2952~~
	SB582 SD2 HD 1 CD 1	**Appropriates funds to support the State's response to the August 2023 wildfires that affected the County of Maui. Makes an appropriation to the One Ohana Bank Trust Account to compensate victims of the 2023 Maui wildfires.**	**ACT 10**	

TYBA: Tax Years Beginning After.
Bold: Signed by Governor