
SENATE CONCURRENT RESOLUTION

REQUESTING THE DEPARTMENT OF TAXATION TO REPORT THE FISCAL
IMPACT AND RATE OF USAGE BY TAXPAYERS OF VARIOUS TAX
CREDITS AND EXEMPTIONS UNDER CHAPTERS 235, 237, 239, AND
244D, HAWAII REVISED STATUTES.

1 WHEREAS, in assessing the effectiveness and efficiency of
2 any tax credit or exemption it is necessary to examine the
3 fiscal impact and rate of usage by taxpayers of the tax credit
4 and exemption; and

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6 WHEREAS, tax credits and exemptions have an important and
7 dramatic impact on the economy for the State of Hawaii; and

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9 WHEREAS, the Department of Taxation has not submitted any,
10 or at least an updated, fiscal impact statement and rate of
11 usage by Hawaii's taxpayers of certain tax credits and
12 exemptions listed under chapters 235, 237, 239, and 244D, Hawaii
13 Revised Statutes; and

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15 WHEREAS, the Legislature would benefit greatly from a
16 report by the Department of Taxation that analyzes the fiscal
17 impact of certain tax credits and exemptions on the economy of
18 the State of Hawaii and its taxpayers; now, therefore,

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20 BE IT RESOLVED by the Senate of the Twenty-fourth
21 Legislature of the State of Hawaii, Regular Session of 2008, the
22 House of Representatives concurring, that the Department of
23 Taxation is requested to review the fiscal impact and rate of
24 usage by taxpayers of various tax credits and exemptions under
25 chapters 235, 237, 239, and 244D, Hawaii Revised Statutes; and

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27 BE IT FURTHER RESOLVED that the Department of Taxation is
28 requested to report on the fiscal impact and rate of usage by
29 taxpayers of the following tax credits and exemptions listed
30 under chapters 235, 237, 239, and 244D, Hawaii Revised Statutes:
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- 1 (1) Section 235-9.5 (stock options from qualified high
2 technology businesses excluded from taxation);
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- 4 (2) Section 237-16.8 (exemption of certain convention,
5 conference, and trade show fees);
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- 7 (3) Section 237-23 (exemptions, persons exempt,
8 applications for exemption);
9
- 10 (4) Section 237-23.5 (related entities; common paymaster;
11 certain exempt transactions);
12
- 13 (5) Section 237-24 (amounts not taxable);
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- 15 (6) Section 237-24.3 (additional amounts not taxable);
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- 17 (7) Section 237-24.5 (additional exemptions);
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- 19 (8) Section 237-24.7 (additional amounts not taxable);
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- 21 (9) Section 237-24.75 (additional exemptions);
22
- 23 (10) Section 237-24.9 (aircraft service and maintenance
24 facility);
25
- 26 (11) Section 237-25 (exemptions of sales and gross proceeds
27 of sales to federal government, and credit unions);
28
- 29 (12) Section 237-26 (exemption of certain scientific
30 contracts with the United States);
31
- 32 (13) Section 237-27 (exemption of certain petroleum
33 refiners);
34
- 35 (14) Section 237-27.5 (air pollution control facility);
36
- 37 (15) Section 237-27.6 (solid waste processing, disposal,
38 and electric generating facility; certain amounts
39 exempt);
40
- 41 (16) Section 237-28.1 (exemption of certain shipbuilding
42 and ship repair business);
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- 1 (17) Section 237-29 (exemptions for certified or approved
2 housing projects) after accounting for the effect of
3 the deduction from gross income for contractors under
4 section 237-13(3)(B);
5
6 (18) Section 237-29.5 (exemption for sales of tangible
7 personal property shipped out of the State);
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9 (19) Section 237-29.53 (exemption for contracting or
10 services exported out of State);
11
12 (20) Section 237-29.55 (exemption for sale of tangible
13 personal property for resale at wholesale);
14
15 (21) Section 237-29.8 (call centers; exemption; engaging in
16 business; definitions);
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18 (22) Section 239-6.5 (tax credit for lifeline telephone
19 service subsidy);
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21 (23) Section 239-12 (call centers; exemption; engaging in
22 business; definitions); and
23
24 (24) Section 244D-4.3 (exemption for sales of liquor
25 shipped out of the State); and
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27 BE IT FURTHER RESOLVED that the Department of Taxation is
28 requested to report its findings regarding the fiscal impact and
29 rate of usage by taxpayers of the tax credits and exemptions
30 listed above to the Legislature no later than twenty days prior
31 to the convening of the 2009 Regular Session; and
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33 BE IT FURTHER RESOLVED that certified copies of this
34 Concurrent Resolution be transmitted to the Governor of the
35 State of Hawaii and the Director of Taxation.

