
A BILL FOR AN ACT

RELATING TO TAXATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 PART I

2 SECTION 1. Chapter 235, Hawaii Revised Statutes, is
3 amended by adding a new section to be appropriately designated
4 and to read as follows:

5 "§235- Itemized deductions; limitation. (a)

6 Notwithstanding any other law to the contrary, itemized tax
7 deductions claimed pursuant to this chapter shall not exceed:

8 (1) \$100,000 in the case of:

9 (A) A joint return as provided by section 235-93; or

10 (B) A surviving spouse (as defined in Section 2(a) of
11 the Internal Revenue Code);

12 (2) \$80,000 in the case of a head of household (as defined
13 in Section 2(b) of the Internal Revenue Code);

14 (3) \$50,000 in the case of an individual who is not
15 married and who is not a surviving spouse or head of
16 household; or

17 (4) \$50,000 in the case of a married individual filing a
18 separate return.



1 All claims for tax credits under this section, including
2 any amended claims, must be filed on or before the end of the
3 twelfth month following the close of the taxable year for which
4 the credits may be claimed. Failure to comply with the
5 foregoing provision shall constitute a waiver of the right to
6 claim the credit."

7 PART III

8 SECTION 4. Statutory material to be repealed is bracketed
9 and stricken. New statutory material is underscored.

10 SECTION 5. This Act shall take effect on July 1, 2050, and
11 shall apply to taxable years beginning after December 31, 2009.



Report Title:

Itemized Deductions - Standard Deduction; Capital Goods Excise
Tax Credit

Description:

Places a cap on itemized deductions claimed on state income tax returns. Applies to taxable years beginning after 12/31/09 and sunsets on 12/31/15. Removes the refunding feature of the capital goods excise tax credit from 01/01/10 to 12/31/15. Effective July 1, 2050.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

