

Honolulu, Hawaii

APR 29 2011 , 2011

RE: S.B. No. 570  
S.D. 2  
H.D. 1  
C.D. 1

Honorable Shan S. Tsutsui  
President of the Senate  
Twenty-Sixth State Legislature  
Regular Session of 2011  
State of Hawaii

Honorable Calvin K.Y. Say  
Speaker, House of Representatives  
Twenty-Sixth State Legislature  
Regular Session of 2011  
State of Hawaii

Sirs:

Your Committee on Conference on the disagreeing vote of the Senate to the amendments proposed by the House of Representatives in S.B. No. 570, S.D. 2, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

having met, and after full and free discussion, has agreed to recommend and does recommend to the respective Houses the final passage of this bill in an amended form.

The purpose of this measure is to raise additional revenues by:

- (1) Providing for the taxation of the pension income of:
  - (A) An individual filer with a federal adjusted gross income of \$100,000 or more;
  - (B) A joint or surviving spouse filer with a federal adjusted gross income of \$200,000 or more; and
  - (C) A head of household with a federal adjusted gross income of \$150,000 or more;



- (2) Making inoperative for the same taxpayers the deduction for state taxes paid;
- (3) Limiting the amount of itemized deductions that may be claimed by the same taxpayers; and
- (4) Delaying the standard deduction and personal exemption increases approved under Act 60, Session Laws of Hawaii, 2009, and making the increases permanent.

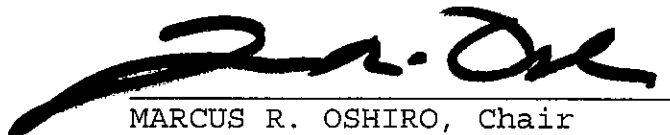
Your Committee on Conference has amended this measure by deleting provisions that provided for the taxation of certain pension incomes and making technical conforming amendments.

As affirmed by the record of votes of the managers of your Committee on Conference that is attached to this report, your Committee on Conference is in accord with the intent and purpose of S.B. No. 570, S.D. 2, H.D. 1, as amended herein, and recommends that it pass Final Reading in the form attached hereto as S.B. No. 570, S.D. 2, H.D. 1, C.D. 1.

Respectfully submitted on behalf  
of the managers:

ON THE PART OF THE HOUSE

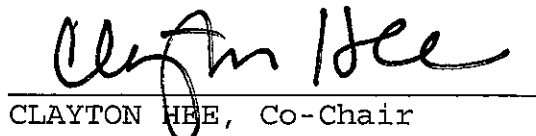
ON THE PART OF THE SENATE



MARCUS R. OSHIRO, Chair



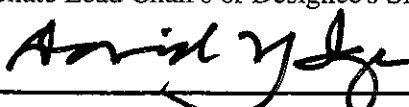
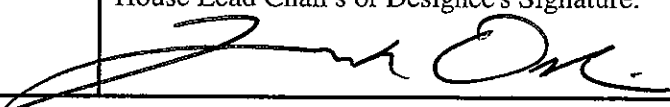
DAVID Y. IGE, Chair



CLAYTON HEE, Co-Chair



**Hawaii State Legislature**  
**Record of Votes of a**  
**Conference Committee**

Bill / Concurrent Resolution No.: <b>SB 570, SD 2, HD 1</b>					Date/Time: <b>4/29/2011 9:38 pm</b>						
<input checked="" type="checkbox"/> The recommendation of the House and Senate managers is to pass with amendments (CD).											
<input type="checkbox"/> The Committee is reconsidering its previous decision.											
<input type="checkbox"/> The recommendation of the Senate Manager(s) is to AGREE to the House amendments made to the Senate Measure					<input type="checkbox"/> The recommendation of the House Manager(s) is to AGREE to the Senate amendments made to the House Measure.						
Senate Managers		A	WR	N	E	House Managers		A	WR	N	E
IGE, David Y., Chr.		✓				OSHIRO, Marcus R., Chr.		✓			
HEE, Clayton, Co-Chr.		✓				CHONG, Pono		✓			
ESPERO, Will		✓				CHOY, Isaac W.		✓			
FUKUNAGA, Carol		✓				LEE, Marilyn B.		✓			
<b>TOTAL</b>		<b>4</b>				<b>TOTAL</b>		<b>4</b>			
A = Aye		WR = Aye with Reservations			N = Nay		E = Excused				
Senate Recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted						House Recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted					
Senate Lead Chair's or Designee's Signature: 						House Lead Chair's or Designee's Signature: 					
Distribution:		Original		Yellow		Pink		Goldenrod			
		File with Conference Committee Report		House Clerk's Office		Senate Clerk's Office		Drafting Agency			