

STAND. COM. REP. NO. 871

Honolulu, Hawaii

MAR 06 2015

RE: S.B. No. 971
S.D. 1

Honorable Donna Mercado Kim
President of the Senate
Twenty-Eighth State Legislature
Regular Session of 2015
State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 971, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose and intent of this measure is to require rental housing projects to enter into regulatory agreements with the Hawaii Housing Finance and Development Corporation with regard to minimum required periods of affordability, in order to receive certification from the Corporation for an exemption from the general excise tax.

Your Committee received written comments in support of this measure from the Hawaii Housing Finance and Development Corporation and two individuals. Written comments in opposition to this measure were received from one individual. Written comments on the measure were received from the Department of Taxation and the Tax Foundation of Hawaii.

Your Committee finds that by setting minimum statutory affordability terms for rental housing projects, this measure will ensure that any improvements to a rental housing project that is exempted from the general excise tax will accrue to the benefit of lower income households for a period commensurate with the extent of the improvements.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your

SB971 SD1 SSCR LRB 15-1937-1.doc



Committee is in accord with the intent and purpose of S.B.
No. 971, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on
behalf of the members of the
Committee on Ways and Means,

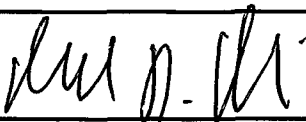


JILL N. TOKUDA, Chair



The Senate
Twenty-Eighth Legislature
State of Hawai'i

Record of Votes
Committee on Ways and Means
WAM

Bill / Resolution No.:*	Committee Referral:	Date:		
SB971 SD1	HSH, WAM	3/2/15		
<input type="checkbox"/> The Committee is reconsidering its previous decision on this measure. If so, then the previous decision was to: _____				
The Recommendation is:				
<input checked="" type="checkbox"/> Pass, unamended 2312	<input type="checkbox"/> Pass, with amendments 2311	<input type="checkbox"/> Hold 2310		
<input type="checkbox"/> Recommit 2313				
Members	Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)	✓			
KOUCHI, Ronald D. (VC)	✓			
CHUN OAKLAND, Suzanne	✓			
DELA CRUZ, Donovan M.				✓
ENGLISH, J. Kalani	✓			
GALUTERIA, Brickwood	✓			
HARIMOTO, Breene	✓			
INOUE, Lorraine R.	✓			
RIVIERE, Gil	✓			
RUDERMAN, Russell E.	✓			
SLOM, Sam	✓			
TOTAL	10	0	0	1
Recommendation:				
<input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted				
Chair's or Designee's Signature:				
				
Distribution:				
Original File with Committee Report	Yellow Clerk's Office	Pink Drafting Agency	Goldenrod Committee File Copy	

*Only one measure per Record of Votes