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# A BILL FOR AN ACT

RELATING TO TAXATION.

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

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

4           "§235-    Electric vehicle charging system tax credit.   (a)

5   Each year during the credit period, there shall be allowed to  
6 each taxpayer subject to the taxes imposed by this chapter, an  
7 electric vehicle charging system tax credit that shall be  
8 applied to the taxpayer's net income tax liability, if any,  
9 imposed by this chapter for the taxable year in which the credit  
10 is properly claimed.

11           (b) The amount of the tax credit for:

12           (1) The installation of a new electric vehicle charging  
13           system shall be equal to:

14           (A) Thirty per cent of the qualified costs incurred  
15           by the taxpayer for a level two charging system  
16           with a single port; provided that the amount of  
17           the tax credit claimed under this subparagraph by



1           a taxpayer shall not exceed \$2,000 per taxable  
2           year;

3           (B) Fifty per cent of the qualified costs incurred by  
4           the taxpayer for a level two charging system with  
5           two or more ports; provided that the amount of  
6           the tax credit claimed under this subparagraph by  
7           a taxpayer shall not exceed \$6,000 per taxable  
8           year; and

9           (C) Seventy per cent of the qualified costs incurred  
10           by the taxpayer for a level three charging  
11           system; provided that the amount of the tax  
12           credit claimed under this subparagraph by a  
13           taxpayer shall not exceed \$35,000 per taxable  
14           year; and

15           (2) The upgrade of an electric vehicle charging system  
16           shall be equal to:

17           (A) Fifty per cent of the qualified costs incurred by  
18           the taxpayer for a level two charging system with  
19           two or more ports; provided that the amount of  
20           the tax credit claimed under this subparagraph by



1                   a taxpayer shall not exceed \$3,000 per taxable  
2                   year; and

3                   (B) Seventy per cent of the qualified costs incurred  
4                   by the taxpayer for a level three charging  
5                   system; provided that the amount of the tax  
6                   credit claimed under this subparagraph by a  
7                   taxpayer shall not exceed \$28,000 per taxable  
8                   year;

9                   provided that, unless otherwise provided by law, use of the  
10                   electric vehicle charging system shall be provided to the  
11                   public.

12                   No other tax credit may be claimed under this chapter for  
13                   the qualified costs used to properly claim a tax credit under  
14                   this section for the taxable year.

15                   (c) If the tax credit under this section exceeds the  
16                   taxpayer's net income tax liability, the excess of credit over  
17                   liability may be used as a tax credit against the taxpayer's net  
18                   income tax liability in subsequent years until exhausted. All  
19                   claims for a tax credit under this section, including amended  
20                   claims, shall be filed on or before the end of the twelfth month  
21                   following the close of the taxable year for which the tax credit



1 may be claimed. Failure to comply with the foregoing provision  
2 shall constitute a waiver of the right to claim the tax credit.

3 (d) The total amount of tax credits allowed pursuant to  
4 this section shall not exceed \$3,000,000 for all taxpayers in  
5 any taxable year.

6 (e) The director of taxation:

7 (1) Shall prepare any forms that may be necessary to claim  
8 a tax credit under this section;

9 (2) May require the taxpayer to furnish reasonable  
10 information to ascertain the validity of the claim for  
11 the tax credit made under this section; and

12 (3) May adopt rules pursuant to chapter 91 to implement  
13 the purposes of this section.

14 (f) For purposes of this section:

15 "Electric vehicle charging system" shall have the same  
16 meaning as in section 291-71.

17 "Qualified costs" means all costs and expenses directly  
18 resulting from the installation or upgrade of an electric  
19 vehicle charging system that is made available for public use."

20 SECTION 2. New statutory material is underscored.



1 SECTION 3. This Act shall take effect on July 1, 2050, and  
2 shall apply to taxable years beginning after December 31, 2018.



**Report Title:**

Electric Vehicle Charging System; Installation; Upgrade; Tax Credit

**Description:**

Provides a tiered income tax credit to taxpayers who install or upgrade an electric vehicle charging system that is available for use by the public, unless otherwise required by law. Effective 7/1/2050. (SD2)

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

