

STAND. COM. REP. NO.

208

Honolulu, Hawaii

FEB 12 , 2021

RE: H.B. No. 1209

H.D. 1

Honorable Scott K. Saiki  
Speaker, House of Representatives  
Thirty-First State Legislature  
Regular Session of 2021  
State of Hawaii

Sir:

Your Committee on Economic Development, to which was referred  
H.B. No. 1209 entitled:

"A BILL FOR AN ACT RELATING TO TAXATION,"

begs leave to report as follows:

The purpose of this measure is to require the Department of  
Taxation, by January 1, 2026, to suspend and refund certain income  
tax amounts received or withheld, upon the enactment of a state  
law specifying for the levy and assessment of real property taxes.

Your Committee received testimony in support of this measure  
from one individual. Your Committee received comments on this  
measure from the Department of Taxation and Tax Foundation of  
Hawaii.

Your Committee finds that more non-residents are investing in  
Hawaii real estate due to the low property tax rates imposed by  
the counties. This measure gives the State the authority to  
determine real property taxes, which would provide the State with  
greater flexibility and control in its taxation of residents and  
non-residents.

2021-1538 HB1209 HD1 HSCR HMSO



Your Committee has amended this measure by:

- (1) Changing the effective date to July 1, 2050, to encourage further discussion; and
- (2) Making a technical, nonsubstantive amendment for the purposes of clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Economic Development that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1209, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1209, H.D. 1, and be referred to your Committee on Judiciary & Hawaiian Affairs.

Respectfully submitted on  
behalf of the members of the  
Committee on Economic  
Development,



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SEAN QUINLAN, Chair



State of Hawaii  
House of Representatives  
The Thirty-first Legislature **HSR 208**

**Record of Votes of the Committee on Economic Development**

Bill/Resolution No.: <b>HB 1209</b>	Committee Referral: <b>ECD, JHA, FIN</b>	Date: <b>2/10/21</b>		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
ECD Members	Ayes	Ayes (WR)	Nays	Excused
1. QUINLAN, Sean (C)	✓			
2. HOLT, Daniel (VC)	✓			
3. BELATTI, Della Au	✓			
4. KOBAYASHI, Dale T.	✓			
5. ONISHI, Richard H.K.	✓			
6. SAYAMA, Jackson D.	✓			
7. TAKAYAMA, Gregg	✓			
8. OKIMOTO, Val			✓	
<b>TOTAL (8)</b>	<b>7</b>	<b>0</b>	<b>1</b>	<b>0</b>
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature: <u><b>Dale Holt</b></u>				
<b>Distribution:</b> Original (White) – Committee    Duplicate (Yellow) – Chief Clerk's Office    Duplicate (Pink) – HMSO				