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# A BILL FOR AN ACT

RELATING TO SALE OF REAL PROPERTY.

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

1           SECTION 1. Section 235-68, Hawaii Revised Statutes, is  
2 amended by amending subsection (b) to read as follows:  
3           "(b) Unless otherwise provided in this section, every  
4 transferee shall deduct and withhold a tax equal to [~~five~~] eight  
5 and one-quarter per cent of the amount realized on the  
6 disposition of Hawaii real property. Every person required to  
7 withhold a tax under this section is made liable for the tax and  
8 is relieved of liability for or upon the claim or demand of any  
9 other person for the amount of any payments to the department  
10 made in accordance with this section."

11           SECTION 2. Statutory material to be repealed is bracketed  
12 and stricken. New statutory material is underscored.

13           SECTION 3. This Act shall take effect on July 1, 2050, and  
14 shall apply to taxable years beginning after December 31, 2006.



HB1800, SD1

**REPORT Title:**

Tax; Real Property; Non-Resident

**Description:**

Increases the tax on the disposition of real property by a non-resident seller. (SD1)

