
A BILL FOR AN ACT

RELATING TO A STATE TAX HOLIDAY.

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

1 SECTION 1. Tax holiday. (a) Notwithstanding any law to
2 the contrary, the tax imposed under chapter 237, Hawaii Revised
3 Statutes, shall not be assessed or due on the sale of any food
4 or drugs sold on the state tax holiday; provided that the tax
5 holiday:

6 (1) Is held on the first Saturday or Sunday in December
7 2006, as determined by the director of taxation;

8 (2) Shall not extend for more than one day;

9 (3) Is advertised to provide reasonable notice to the
10 general public; and

11 (4) Applies only to purchases of food and over-the-counter
12 drugs. The term "over-the-counter" drugs means any
13 drugs that are not "prescription drugs" as that term
14 is defined under section 237-24.3(7). The term "food"
15 is defined as any article or product purchased for
16 human consumption and does not include alcoholic
17 beverages subject to chapter 244D or meals purchased



HB 2254

Report Title:

Tax Holiday; General Excise Tax; Food; Drugs

Description:

Provides for a state tax holiday from paying the general excise tax on food and drugs on the first weekend in December 2006. Also provides a state income tax deduction for the cost of the food and drugs purchased on the tax holiday.

