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# A BILL FOR AN ACT

RELATING TO GENERAL EXCISE TAX.

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

1 SECTION 1. Section 237-18, Hawaii Revised Statutes, is  
2 amended by amending subsection (e) to read as follows:

3 "(e) Where [~~insurance~~] the following professionals:

4 (1) Insurance agents, including general agents, subagents,  
5 or solicitors, who are not employees and are licensed  
6 pursuant to chapter 431[~~, or real~~];

7 (2) Real estate brokers or salespersons, who are not  
8 employees and are licensed pursuant to chapter 467[~~7~~];  
9 or

10 (3) Investment securities brokers, or "broker" as that  
11 term is defined under section 490:8-102, or agents,  
12 who are not employees and are licensed pursuant to  
13 chapter 490, article VIII,

14 produce commissions [~~which~~] that are divided between [~~such~~]  
15 insurance general agents, subagents, or solicitors[~~, or between~~  
16 ~~such~~]; real estate brokers [~~or~~] and salespersons[~~7~~]; or  
17 investment securities brokers and agents, as the case may be,  
18 the tax levied under section 237-13(6) as to real estate brokers



# S.B. NO. 2499

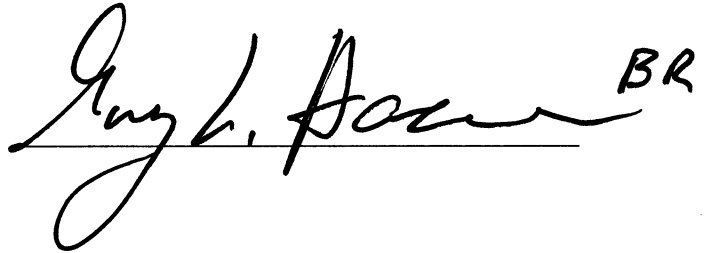
1 or salespersons[~~7~~] and investment securities brokers or agents,  
2 or under section 237-13(7) as to insurance general agents,  
3 subagents, or solicitors shall apply to each such person with  
4 respect to the person's portion of the commissions, and no  
5 more."

6 SECTION 2. Statutory material to be repealed is bracketed  
7 and stricken. New statutory material is underscored.

8 SECTION 3. This Act shall take effect upon its approval  
9 and shall apply to taxable years beginning after December 31,  
10 2005.

11

INTRODUCED BY:

 BR



# SB. NO. 2499

**Report Title:**

Investment Securities; Broker and Agent; General Excise Tax

**Description:**

Requires an investment broker and agent who share compensation for their services to pay the general excise tax for only that portion of the compensation retained by each.

