
A BILL FOR AN ACT

RELATING TO REVENUE AUTHORITIES ADMINISTERED BY THE GOVERNMENT.

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

1 SECTION 1. The purpose of this Act is to make a technical
2 addition to the general excise tax exemption provision for
3 surface vessels in chapter 237, Hawaii Revised Statutes. The
4 technical addition will improve the administration of Hawaii
5 taxes and other revenue authorities. That technical amendment
6 is intended to clarify and simplify Hawaii tax law.

7 SECTION 2. Section 237-28.1, Hawaii Revised Statutes, is
8 amended to read as follows:

9 " ~~[+]§237-28.1[+]~~ **Exemption of certain shipbuilding and**
10 **ship repair business.** There shall be exempted from, and
11 excluded from the measure of, the taxes imposed by this chapter
12 all of the gross proceeds arising from shipbuilding and ship
13 repairs rendered to surface and subsurface vessels federally
14 owned or engaged in interstate or international trade."

15 SECTION 3. Statutory material to be repealed is bracketed
16 and stricken. New statutory material is underscored.



1 SECTION 4. This Act shall take effect upon its approval;
2 provided that section 2 of this Act shall apply to gross
3 proceeds or gross income received on or after January 1, 2009.



Report Title:

Tax Administration; Technical Corrections 2008

Description:

Clarifies that the general excise tax exemption for building and repair costs of a surface vessel also applies to subsurface vessels. (SD1)

