

Report Title:

Transportation; Rental Motor Vehicle Surcharge Tax

Description:

Increases the rental motor vehicle and tour vehicle surcharge tax to an unspecified amount, with an unspecified portion to be deposited into the general fund beginning 7/1/2009. (SD3)

A BILL FOR AN ACT

RELATING TO THE RENTAL MOTOR VEHICLE AND TOUR VEHICLE SURCHARGE
TAX.

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

1 SECTION 1. Section 251-2, Hawaii Revised Statutes, is
2 amended to read as follows:

3 "**§251-2 Rental motor vehicle and tour vehicle surcharge**
4 **tax.** (a) There is levied and shall be assessed and collected
5 each month a rental motor vehicle surcharge tax of \$2 a day,
6 except that for the period of September 1, 1999, to August 31,
7 2011, the tax shall be [~~\$3~~] \$_____ a day, or any portion of
8 a day that a rental motor vehicle is rented or leased. The
9 rental motor vehicle surcharge tax shall be levied upon the
10 lessor; provided that the tax shall not be levied on the lessor
11 if:

12 (1) The lessor is renting the vehicle to replace a vehicle
13 of the lessee that is being repaired; and

14 (2) A record of the repair order for the vehicle is
15 retained either by the lessor for two years for
16 verification purposes or by a motor vehicle repair
17 dealer for two years as provided in section 437B-16.

1 (b) There is levied and shall be assessed and collected
2 each month a tour vehicle surcharge tax of:

3 (1) [~~\$65~~] \$ _____ for each tour vehicle used or
4 partially used during the month that falls into the
5 over twenty-five passenger seat category; and

6 (2) [~~\$15~~] \$ _____ for each tour vehicle used or
7 partially used during the month that falls into the
8 eight to twenty-five passenger seat category.

9 The tour vehicle surcharge tax shall be levied upon the
10 tour vehicle operator."

11 SECTION 2. Section 251-5, Hawaii Revised Statutes, is
12 amended to read as follows:

13 "~~[+]~~**\$251-5**~~[+]~~ **Remittances.** All remittances of surcharge
14 taxes imposed under this chapter shall be made by cash, bank
15 draft, cashier's check, money order, or certificate of deposit
16 to the office of the taxation district to which the return was
17 transmitted. The department shall deposit the moneys into the
18 state treasury to the credit of the state highway fund~~[+]~~;
19 provided that, beginning July 1, 2009, _____ per cent of the
20 collection each month from the rental motor vehicle and tour
21 vehicle surcharge tax under section 251-2 shall be deposited
22 into the state general fund."

1 SECTION 3. Statutory material to be repealed is bracketed
2 and stricken. New statutory material is underscored.

3 SECTION 4. This Act shall take effect on July 1, 2070.