

STAND. COM. REP. NO.

742

Honolulu, Hawaii

March 8, 2011

RE: H.B. No. 1097
H.D. 1

Honorable Calvin K.Y. Say
Speaker, House of Representatives
Twenty-Sixth State Legislature
Regular Session of 2011
State of Hawaii

Sir:

Your Committee on Finance, to which was referred H.B. No. 1097 entitled:

"A BILL FOR AN ACT RELATING TO RENTAL MOTOR VEHICLE SURCHARGE TAX,"

begs leave to report as follows:

The purpose of this bill is to maintain one source of revenue stream for the State Highway Fund by permanently increasing the rental motor vehicle surcharge tax from \$2 to \$3 per day.

The Department of Taxation testified in support of this bill. The Tax Foundation of Hawaii submitted comments.

Your Committee has amended this bill by:

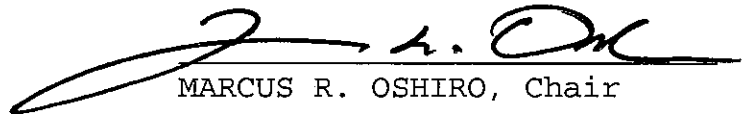
- (1) Changing its effective date to July 1, 2011; and
- (2) Making technical, nonsubstantive amendments for clarity, consistency, and style.

As affirmed by the record of votes of the members of your Committee on Finance that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1097, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1097, H.D. 1.

HB1097 HD1 HSCR FIN HMS 2011-2589



Respectfully submitted on
behalf of the members of the
Committee on Finance,



MARCUS R. OSHIRO, Chair



