
A BILL FOR AN ACT

RELATING TO RENTAL MOTOR VEHICLE SURCHARGE TAX.

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

1 SECTION 1. Section 251-1, Hawaii Revised Statutes, is
2 amended by adding a new definition to be appropriately inserted
3 and to read as follows:

4 "Car-sharing organization" means an organization that
5 operates a membership program in which its members are permitted
6 to use vehicles from the organization's fleet on an hourly basis
7 at hourly rates that include the cost of insurance and the cost
8 of the vehicle to the organization."

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

11 **"§251-2 Rental motor vehicle and tour vehicle surcharge**
12 **tax.** (a) There is levied and shall be assessed and collected
13 each month a rental motor vehicle surcharge tax of \$7.50 a day,
14 except that after June 30, 2012, the tax shall be \$3 a day, or
15 any portion of a day that a rental motor vehicle is rented or
16 leased.



1 (b) The rental motor vehicle surcharge tax shall be levied
2 upon the lessor; provided that the tax shall not be levied on
3 the lessor if:

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

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

10 [~~(b)~~] (c) There is levied and shall be assessed and
11 collected each month a tour vehicle surcharge tax of:

12 (1) \$65 for each tour vehicle used or partially used
13 during the month that falls into the over twenty-five
14 passenger seat category; and

15 (2) \$15 for each tour vehicle used or partially used
16 during the month that falls into the eight to twenty-
17 five passenger seat category.

18 The tour vehicle surcharge tax shall be levied upon the tour
19 vehicle operator.

20 (d) A car-sharing organization, as defined in section
21 251-1, shall be exempt from the rental motor vehicle surcharge
22 tax."



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 Statutory material to be repealed is bracketed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 upon its approval.

4



Report Title:

Rental Motor Vehicle Surcharge Tax; Car-sharing Organizations

Description:

Exempts car-sharing organizations from the rental motor vehicle surcharge tax. Defines car-sharing organization. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

